

## The Challenge

This past year has once again seen significant political and social unrest in Bolivia. In June 2005, former President Mesa resigned from office. Elections on December 18, 2005 brought the country a new President, Congressional representatives, and for the first time, prefects, who are similar to U.S. governors. A second election is scheduled for July 2006, in which citizens will choose representatives to a Constituent Assembly to rewrite the nation's Constitution and vote on regional autonomy. USAID's programs focus on strengthening democratic processes, reducing poverty, expanding the licit economy and state presence in coca-growing areas, improving the health of Bolivians, and sustainably managing the country's economically significant biodiversity. Funding assumes continued Government of Bolivia support for shared goals within the region.

## Objectives, Sectors and Workforce

Mission Director: Michael Yates

MCA Status: Compact Eligible

PEPFAR Focus Country: No

Provided or Received Services From Other Missions: Provided

### Program Budget (Appropriations by Objective)

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07	2005 SO Performance Score	Direct SO Admin. Cost Ratio
511-002 Increased Economic Opportunities	8,550	6,111	6,327	6,734	-21.2%	1.07	Met
511-003 Improved Health	14,570	16,495	16,479	14,689	0.8%	1.07	Met
511-004 Natural Resources Sustainably Managed	4,773	1,976	3,665	3,700	-22.5%	1.02	Met
511-005 Integrated Development	35,260	35,462	33,660	29,000	-17.8%	1.24	Exceeded
511-006 Balance of Payments Support	8,000	0	0	0	N/A	N/A	N/A
511-007 Democracy	5,589	12,287	9,009	7,566	35.4%	1.33	Exceeded
PL 480 Title II	22,276	12,607	15,699	24,000	7.7%		
<b>Country Total</b>	<b>99,018</b>	<b>84,938</b>	<b>84,839</b>	<b>85,689</b>	<b>-13.5%</b>		

### Program Budget (Appropriations by Account)

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07
Andean Counterdrug Initiative	41,740	39,714	36,630	31,000	-25.7%
Child Survival and Health Programs Fund	14,570	16,495	16,479	14,689	0.8%
Development Assistance	12,032	8,186	10,091	10,000	-16.9%
Economic Support Fund	8,400	7,936	5,940	6,000	-28.6%
PL 480 Title II	22,276	12,607	15,699	24,000	7.7%
<b>Total</b>	<b>99,018</b>	<b>84,938</b>	<b>84,839</b>	<b>85,689</b>	<b>-13.5%</b>

### Program Budget by Sector and Account

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07
Basic Education DA	1,000	891	882	900	-10.0%
Agriculture and Environment ACI	26,340	1,000	1,700	1,680	-93.6%
DA	5,273	2,226	4,665	5,784	9.7%
Higher Education & Training ACI	120	0	0	0	N/A
Economic Growth ACI	10,250	32,312	30,560	27,320	166.5%
DA	4,050	2,970	1,970	850	-79.0%
ESF	8,000	2,000	2,475	2,900	-63.8%
Democracy and Governance ACI	4,030	5,402	3,370	2,000	-50.4%
DA	1,709	2,099	2,574	2,466	44.3%
ESF	400	5,936	3,465	3,100	675.0%
Family Planning / Reproductive Health ACI	0	200	0	0	N/A
CSH	7,611	7,722	7,227	5,704	-25.1%
HIV / AIDS CSH	900	893	990	1,000	11.1%
Child Survival and Maternal Health ACI	300	800	1,000	0	N/A
CSH	4,475	4,752	5,787	5,500	22.9%
Other Infectious Diseases ACI	700	0	0	0	N/A
CSH	1,584	3,128	2,475	2,485	56.9%
PL 480 Title II	22,276	12,607	15,699	24,000	7.7%
<b>Total</b>	<b>99,018</b>	<b>84,938</b>	<b>84,839</b>	<b>85,689</b>	<b>-13.5%</b>

### Workforce

	FY 2004	FY 2005	FY 2006	FY 2007	Percent Change FY 04-07
US Direct Hires	18	18	17	17	-5.6%
US Non Direct Hires	5	6	6	6	20.0%
Foreign Nationals	123	118	120	119	-3.3%
<b>Total</b>	<b>146</b>	<b>142</b>	<b>143</b>	<b>142</b>	<b>-2.7%</b>

<b>Operating Expense</b>	<b>FY 2004 (\$000)</b>	<b>FY 2005 (\$000)</b>	<b>FY 2006 (\$000)</b>	<b>FY 2007 (\$000)</b>	<b>Percent Change FY 04-07</b>
Salaries and benefits	2,255	2,244	1,839	1,839	-18.4%
Travel	331	303	325	325	-1.8%
Transportation of things	198	167	163	163	-17.7%
Rent	403	371	372	372	-7.7%
Security	63	60	59	59	-6.3%
Equipment	179	338	59	59	-67.0%
ICASS - Operating Expense only	504	439	450	450	-10.7%
Other Operating Expense	397	336	357	359	-9.6%
<b>Total OE Budget</b>	<b>4,330</b>	<b>4,258</b>	<b>3,624</b>	<b>3,626</b>	<b>-16.3%</b>
US direct hire salary and benefits	2,192	2,544	1,938	2,147	-2.1%
Program Funded Administrative Expenses				2,209	
<b>Country Total Administrative Budget</b>				<b>7,982</b>	
<b>Percent of Bureau OE Total</b>				<b>8.8%</b>	

**Mission Summary**

	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>	<b>FY 2007</b>
Program per US Direct Hire (\$000)	5,501	4,719	4,991	5,041
Program per All US (\$000)	4,305	3,539	3,689	3,726
Program per Position (\$000)	678	598	593	603
Operating Expense as % of Program Funding				4.2%
Program Funded Admin Expense as % of Total Admin				27.7%
Total Admin Expense as % of Program Funding				9.3%

**Other Major Donors:**

Bilateral: United States, Germany, The Netherlands, Japan, Spain, Sweden, Denmark, Switzerland, United Kingdom, Canada, Belgium, Italy, France, China

Multilateral: Andean Corporation of Development, Inter-American Development Bank, World Bank, European Union, United Nations, Fund for the Development of Del Plata Basin, Agricultural Development Fund, Nordic Fund

## Bolivia PROGRAM SUMMARY

(in thousands of dollars)

Accounts	FY 2004 Actual	FY 2005 Actual	FY 2006 Current	FY 2007 Request
Andean Counterdrug Initiative	41,740	39,714	36,630	31,000
Child Survival and Health Programs Fund	14,570	16,495	16,479	14,689
Development Assistance	12,032	8,186	10,091	10,000
Economic Support Fund	8,400	7,936	5,940	6,000
PL 480 Title II	22,276	12,607	15,699	24,000
<b>Total Program Funds</b>	<b>99,018</b>	<b>84,938</b>	<b>84,839</b>	<b>85,689</b>

### STRATEGIC OBJECTIVE SUMMARY

511-002 Increased Economic Opportunities				
ACI	3,000	0	0	0
DA	5,550	4,111	3,852	3,834
ESF	0	2,000	2,475	2,900
511-003 Improved Health				
CSH	14,570	16,495	16,479	14,689
511-004 Natural Resources Sustainably Managed				
DA	4,773	1,976	3,665	3,700
511-005 Integrated Development				
ACI	35,260	35,462	33,660	29,000
511-006 Balance of Payments Support				
ESF	8,000	0	0	0
511-007 Democracy				
ACI	3,480	4,252	2,970	2,000
DA	1,709	2,099	2,574	2,466
ESF	400	5,936	3,465	3,100

Mission Director,  
Michael Yates





Upon completion of this program, several thousand farm families will have increased their incomes through improved products and through better linkages to domestic and international markets. Bolivia's artisan exports will have established long-term export markets that generate permanent jobs. Affordable credit will be available nationwide for small and micro-entrepreneurs. The lure of illicit coca cultivation will be reduced.



























