

Data Sheet

USAID Mission:	Israel
Program Title:	Israel Cash Transfer
Pillar:	Economic Growth, Agriculture and Trade
Strategic Objective:	271-001
Proposed FY 2004 Obligation:	\$477,168,000 ESF
Prior Year Unobligated:	\$0
Proposed FY 2005 Obligation:	\$360,000,000 ESF
Year of Initial Obligation:	FY 1999
Year of Final Obligation:	FY 2008

Summary: The overall goal of U.S. assistance to Israel is to support peace in the Middle East. The Government of Israel's political and economic stability continues to be important to U.S. foreign policy objectives in the Middle East.

Inputs, Outputs, Activities:

FY 2004 Program:

Cash Transfer (\$477,168,000 ESF). The Israel Cash Transfer is accomplished by a direct grant to the Government of Israel (GOI). The U.S. Government (USG), acting through USAID, will provide a cash transfer to Israel that will be used mainly for debt repayment to the United States, including re-financed Foreign Military Sales debt, and purchases of U.S. goods and services.

FY 2005 Program:

Cash Transfer (\$360,000,000 ESF). The FY 2005 Appropriation Bill is expected to provide \$360 million in ESF as a cash transfer to the GOI. It will be used to repay debt owed to the USG, including re-financed Foreign Military Sales debt, and to purchase U.S. goods and services.

Performance and Results: The Israel Cash Payment Program is aimed at strengthening Israel's civilian economy to enable the GOI to more easily balance requirements to pay foreign debts while financing other annual governmental expenditures. Though the U.S. cash transfer is not conditioned on economic policy reform, the U.S. continues to encourage Israeli efforts to reduce government spending and deficits, improve tax and public wage structure, increase privatization, reform labor markets and continue to liberalize its trade regime. The economic and political stability of Israel is essential to the achievement of U.S. foreign policy goals in the region. USG programs, economic and military, are aimed at enhancing the GOI's confidence so that it will take the risks necessary to reach agreements with its neighbors on a host of peace related issues.

US Financing in Thousands of Dollars

Israel

271-001 Israel Cash Transfer	ESF
Through September 30, 2002	
Obligations	4,787,208
Expenditures	4,787,208
Unliquidated	0
Fiscal Year 2003	
Obligations	596,100
Expenditures	596,100
Through September 30, 2003	
Obligations	5,383,308
Expenditures	5,383,308
Unliquidated	0
Prior Year Unobligated Funds	
Obligations	0
Planned Fiscal Year 2004 NOA	
Obligations	477,168
Total Planned Fiscal Year 2004	
Obligations	477,168
Proposed Fiscal Year 2005 NOA	
Obligations	360,000
Future Obligations	0
Est. Total Cost	6,220,476