



United States Agency for International Development  
West Bank and Gaza Mission

March 26, 2002

**REF: 2002-WBG-005**

TO: See attached list of Contractors & Grantees

SUBJECT: Implementation of E.O. 13224 -- Executive Order on Terrorist Financing

REF: Acquisition and Assistance Policy Directive (AAPD) 02-04

Dear Chief of Party:

The purpose of this letter is to provide all contractors and grantees general information on recent policy directives that impact our program in the West Bank and Gaza.

Following the tragic events of September 11, 2001, President Bush issued Executive Order 13224 of September 24, 2001. Executive Order 13224 designated 27 individuals and entities that commit or pose a significant risk of committing terrorist acts and authorized the Secretary of State to designate additional individuals and entities. The Order also authorized the Secretary of Treasury to designate additional individuals and entities that provide support or services to, are owned or controlled by, act for or on behalf of, or are "otherwise associated with," an individual or entity who has been designated in or under the Order. All property and interests in property of the individual or entity in the United States or in the possession or control of U.S. persons are blocked. The Order prohibits all transactions and dealings in blocked property or interests in the U.S. or by U.S. persons, and also prohibits transactions with, and provision of support for, individuals or entities listed in or subject to the Order. As of February 26, 2002, the number of designated individuals and entities was 189.

Pending more detailed guidance, USAID posts and Washington-based COs and CTOs have been requested by AID/Washington to ensure that all USAID contractors and recipients are aware of Executive Order 13224 and the names of the individuals and entities designated thereunder. A list of these names can be found at the web site of the Office of Foreign Assets Control (OFAC) within the Department of Treasury. That web site is <http://treasury.gov/ofac>.

Tel Aviv: American Embassy  
71 Hayarkon St.  
Tel. 972-3-5114848  
Fax. 972-3-5114888

Jerusalem: American Consulate General  
P.O. Box 290  
Tel. 972-2-6227230  
Fax. 972-2-6259484

All solicitations and contracts, Annual Program Statements or Requests for Applications and grants or cooperative agreements, or other comparable documents issued by USAID must contain the following language:

"The Contractor/Recipient is reminded that U.S. Executive Orders and U.S. law prohibits transactions with, and the provision of resources and support to, individuals and organizations associated with terrorism. It is the legal responsibility of the contractor/recipient to ensure compliance with these Executive Orders and laws. This provision must be included in all subcontracts/subawards issued under this contract/agreement."

For purposes of this letter, the terms "grants" and "grantees" also include cooperative agreements and recipients of cooperative agreements.

If you have any questions regarding the above directive, please do not hesitate to contact me or your CTO.

Sincerely,

(Signature on file)  
Erin Elizabeth McKee  
Contracting Officer

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