## The Challenge

The close bilateral relationship that the United States has with Israel serves the U.S. national security interest by furthering our goals of regional peace and reform. The Government of Israel's (GOI) political and economic stability continues to be a key objective of U.S. foreign policy in the Middle East.

The fundamental USAID objective in Israel is to support the Israeli economy, a task of special importance as the GOI implements a series of ambitious reforms required for financial stability and sustainable growth. U.S. assistance supports Israel's economic and political stability by enabling the GOI to pursue further economic reforms and relieving the economic burden Israel has incurred due to its regional isolation and the unstable security situation in the Middle East.

## **Objectives, Sectors and Workforce**

**Mission Director:** 

MCA Status: Not a Candidate PEPFAR Focus Country: No

Provided or Received Services From Other Missions: N/A

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
271-001 Israel Cash Transfer	477,168	357,120	237,600	120,000	-74.9%			1.03
271-002 Improving the Movement of People and Goods	0	50,000	0	0	N/A	N/A		-7.30
Country Total	477,168	407,120	237,600	120,000	-74.9%			
Program Budget (Appropriations by Account)	FY 2004	FY 2005	FY 2006	FY 2007 (\$000)	Percent			
	(\$000)	(\$000)	(\$000)		Change			
East with Orange Free d	(, ,	,	, ,	,	FY 04-07			
Economic Support Fund	477,168	407,120		120,000	-74.9%			
Total	477,168	407,120	237,600	120,000	-74.9%			
Program Budget by Sector and Account	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07			
Economic Growth ESF	477,168	407,120	237,600	120,000	-74.9%			
Total	477,168	407,120	237,600	120,000	-74.9%			
Workforce	FY 2004	FY 2005	FY 2006	FY 2007	Percent Change FY 04-07			
US Direct Hires	0	0	0	0	N/A			
US Non Direct Hires	0	0	0	0	N/A			
Foreign Nationals	0	1	1	1	N/A			
Total	0	1	1	1	N/A			
Mission Summary Program per US Direct Hire (\$000)		-		FY 2007 N/A N/A				
Program per All US (\$000) Program per Position (\$000)		407,120		120,000				

## Other Major Donors:

Bilateral: The United States is the largest bilateral donor to Israel.

Multilateral: Multilateral donors operate in Israel with only very small programs and include the European Commission and the United Nations Refugee Agency.