

The Challenge

Stricken with widespread poverty, capacity deficits and corruption, Madagascar faces immense development challenges. The country has an average per capita income of only \$255, 70% of the population lives below the poverty line, and life expectancy hovers at 55 years. This legacy is a major challenge for government and donor partners working to transform the country. With an overall goal of increasing sustainable and inclusive economic development in Madagascar, USAID directly addresses these problems by strengthening the capacity of local non-governmental organizations and selected government institutions; promoting public-private dialogue and partnership; supporting the advancement of a national anti-corruption agenda; increasing access to quality health services and products; improving natural resource management; promoting private investment; and increasing rural incomes.

Objectives, Sectors and Workforce

MCA Status: Signed Compact

PEPFAR Focus Country: No

Provided or Received Services From Other Missions: Received

Mission Director: Henderson Patrick

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
687-004 Governance in Targeted Areas Improved	1,647	1,900	1,875	400	-75.7%	0.80	Not Met
687-005 Selected Health Services and Products	10,365	13,615	11,526	11,479	10.7%	1.24	Exceeded
687-006 Biologically Diverse Forest Ecosystems Conserved	8,233	6,847	8,091	7,729	-6.1%	1.02	Met
687-007 Critical Private Markets Expanded	498	677	0	0	N/A	1.71	Exceeded
687-008 Support to MCC	0	1,183	0	0	N/A	N/A	0.09
PL 480 Title II not Allocated to a Strategic Objective	12,477	10,528	14,063	18,000	44.3%		
Country Total	33,220	34,750	35,555	37,608	13.2%		

Program Budget (Appropriations by Account)

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07
Child Survival and Health Programs Fund	10,365	13,315	11,526	11,479	10.7%
Development Assistance	10,378	9,424	9,966	8,129	-21.7%
Global HIV/AIDS Initiative	0	300	0	0	N/A
Millennium Challenge Account	0	1,183	0	0	N/A
PL 480 Title II	12,477	10,528	14,063	18,000	44.3%
Total	33,220	34,750	35,555	37,608	13.2%

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	500	1,200	983	0	N/A
Agriculture and Environment DA	8,731	7,524	8,091	7,729	-11.5%
Economic Growth MCA	0	1,183	0	0	N/A
Human Rights DA	0	200	0	0	N/A
Democracy and Governance DA	1,147	500	892	400	-65.1%
Family Planning / Reproductive Health CSH	3,540	5,540	4,093	3,524	-0.5%
HIV / AIDS CSH	2,000	2,000	1,977	1,980	-1.0%
GHAI	0	300	0	0	N/A
Child Survival and Maternal Health CSH	2,825	3,475	3,287	3,475	23.0%
Other Infectious Diseases CSH	2,000	2,300	2,169	2,500	25.0%
PL 480 Title II not Allocated to a Sector	12,477	10,528	14,063	18,000	44.3%
Total	33,220	34,750	35,555	37,608	13.2%

Workforce

	FY 2004	FY 2005	FY 2006	FY 2007	Percent Change FY 04-07
US Direct Hires	6	5	6	5	-16.7%
US Non Direct Hires	5	7	5	3	-40.0%
Foreign Nationals	76	77	59	50	-34.2%
Total	87	89	70	58	-33.3%

Operating Expense

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07
Salaries and benefits	827	862	586	586	-29.1%
Travel	163	208	171	171	4.9%
Transportation of things	152	118	70	70	-53.9%
Rent	348	380	372	372	6.9%
Security	67	71	53	53	-20.9%
Equipment	187	244	58	58	-69.0%

ICASS - Operating Expense only	140	167	239	239	70.7%
Other Operating Expense	952	401	302	302	-68.3%
Total OE Budget	2,836	2,451	1,851	1,851	-34.7%
US direct hire salary and benefits	542	711	657	485	-10.5%
Program Funded Administrative Expenses				2,148	
Country Total Administrative Budget				4,484	
Percent of Bureau OE Total				2.4%	

Mission Summary

	FY 2004	FY 2005	FY 2006	FY 2007
Program per US Direct Hire (\$000)	5,537	6,950	5,926	7,522
Program per All US (\$000)	3,020	2,896	3,232	4,701
Program per Position (\$000)	382	390	508	648
Operating Expense as % of Program Funding				4.9%
Program Funded Admin Expense as % of Total Admin				47.9%
Total Admin Expense as % of Program Funding				11.9%

Other Major Donors:

Bilateral: France, the United States, Japan. Madagascar also has signed a five year, \$110 million development program with the Millennium Challenge Corporation.

Multilateral: The World Bank, United Nations, European Union.