

The Challenge

Following the Orange Revolution, the key challenge is to solidify democratic gains and build on them to improve the economic and social well-being of all Ukrainians within democratic governance. Impediments to the achievement of these goals are: pervasive corruption, a large and inefficient public sector and nascent policy development capacity; weak democratic institutions and limited nation-building experience; expensive social systems and poor contingency planning; and no public consensus on the role and direction of the government. In response to recent events, USAID has increased programming in the democracy area to promote rule of law and combat corruption; improve public policy formulation and administration; and increase effectiveness of non-governmental organizations and civil society while continuing to improve the trade and investment environment, public finance, financial and municipal services, and enhancing health care including HIV/AIDS and TB prevention and care.

Objectives, Sectors and Workforce

Mission Director: Earl Gast

MCA Status: Threshold 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
121-0132 Small and Medium Enterprise and Agriculture	16,349	12,550	8,504	6,730	-58.8%	0.93	Met
121-0141 Improved Investment Climate	4,991	11,678	4,227	6,283	25.9%	1.11	Exceeded
121-0213 Strengthening Citizen Participation	18,595	20,734	10,245	5,435	-70.8%	1.13	Exceeded
121-0224 Good Governance	7,717	24,298	7,080	12,273	59.0%	1.16	Exceeded
121-0325 Social Protection and Health	11,460	11,040	6,675	5,736	-49.9%	1.16	Exceeded
121-0328 HIV/AIDS Prevention and Care	3,392	6,186	4,114	5,244	54.6%		0.12
121-0410 Special Initiatives	8,000	13,600	0	0	N/A		0.04
121-0416 Environment	374	0	0	0	N/A	N/A	N/A
121-0427 Program Support Initiatives	2,280	3,257	2,030	2,074	-9.0%		0.05
Transfer to Other US Government Agency	26,630	40,421	42,461	43,401	63.0%		
Country Total	99,788	143,764	85,336	87,176	-12.6%		

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	1,750	4,663	2,176	2,176	24.3%
Economic Support Fund	985	0	0	0	N/A
FREEDOM Support Act	97,053	138,601	83,160	85,000	-12.4%
Global HIV/AIDS Initiative	0	500	0	0	N/A
Total	99,788	143,764	85,336	87,176	-12.6%

Program Budget by Sector and Account

		FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07
Agriculture and Environment	FSA	34,116	47,517	35,118	34,311	0.6%
Higher Education & Training	FSA	0	400	0	0	N/A
Economic Growth	FSA	17,765	18,777	13,048	14,921	-16.0%
Human Rights	FSA	1,350	725	1,218	1,195	-11.5%
Democracy and Governance	FSA	32,782	57,347	24,939	25,490	-22.2%
Conflict Management / Humanitarian Assistance	FSA	1,330	2,012	990	1,012	-23.9%
Family Planning / Reproductive Health	CSH	0	2,465	0	0	N/A
	ESF	985	0	0	0	N/A
	FSA	1,976	2,691	1,235	1,250	-36.7%
HIV / AIDS	CSH	1,750	2,198	2,176	2,176	24.3%
	FSA	3,771	3,988	1,938	3,068	-18.6%
	GHA1	0	500	0	0	N/A
Child Survival and Maternal Health	FSA	2,902	1,645	3,674	2,353	-18.9%
Other Infectious Diseases	FSA	1,061	3,499	1,000	1,400	32.0%
Total		99,788	143,764	85,336	87,176	-12.6%

Workforce

	FY 2004	FY 2005	FY 2006	FY 2007	Percent Change FY 04-07
US Direct Hires	18	17	17	17	-5.6%
US Non Direct Hires	9	9	8	7	-22.2%
Foreign Nationals	127	126	103	99	-22.0%
Total	154	152	128	123	-20.1%

Operating Expense

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07

Salaries and benefits	2,144	2,247	1,708	1,626	-24.2%
Travel	667	552	335	301	-54.9%
Transportation of things	198	97	117	114	-42.4%
Rent	1,306	1,433	846	1,042	-20.2%
Security	311	325	334	343	10.3%
Equipment	609	266	40	34	-94.4%
ICASS - Operating Expense only	199	226	185	173	-13.1%
Other Operating Expense	689	542	507	439	-36.3%
Total OE Budget	6,123	5,688	4,072	4,072	-33.5%
US direct hire salary and benefits	2,489	2,661	1,959	2,043	-17.9%
Program Funded Administrative Expenses				3,568	
Country Total Administrative Budget				9,683	
Percent of Bureau OE Total				10.5%	

Mission Summary

	FY 2004	FY 2005	FY 2006	FY 2007
Program per US Direct Hire (\$000)	5,544	8,457	5,020	5,128
Program per All US (\$000)	3,696	5,529	3,413	3,632
Program per Position (\$000)	648	946	667	709
Operating Expense as % of Program Funding				4.7%
Program Funded Admin Expense as % of Total Admin				36.8%
Total Admin Expense as % of Program Funding				11.1%

Other Major Donors:

Bilateral: Germany, Canada, The United Kingdom, Sweden, The Netherlands, Switzerland, France, Japan, Italy.

Multilateral: European Union; World Bank; International Monetary Fund; United Nations; European Bank for Reconstruction and Development.

Ukraine PROGRAM SUMMARY

(in thousands of dollars)

Accounts	FY 2004 Actual	FY 2005 Actual	FY 2006 Current	FY 2007 Request
Child Survival and Health Programs Fund	1,750	4,663	2,176	2,176
Economic Support Fund	985	0	0	0
FREEDOM Support Act	97,053	78,600	83,160	85,000
FSA FY 2005 Supplemental	0	60,000	0	0
Global HIV/AIDS Initiative	0	500	0	0
Total Program Funds	99,788	143,763	85,336	87,176

STRATEGIC OBJECTIVE SUMMARY				
121-0132 Small and Medium Enterprise and Agriculture				
FSA	16,349	9,850	8,504	6,730
FSA FY 2005 Supplemental	0	2,700	0	0
121-0141 Improved Investment Climate				
FSA	4,991	5,238	4,227	6,283
FSA FY 2005 Supplemental	0	6,440	0	0
121-0213 Strengthening Citizen Participation				
FSA	18,595	9,334	10,245	5,435
FSA FY 2005 Supplemental	0	11,400	0	0
121-0224 Good Governance				
FSA	7,717	7,520	7,080	12,273
FSA FY 2005 Supplemental	0	16,778	0	0
121-0325 Social Protection and Health				
CSH	1,750	2,465	0	0
ESF	985	0	0	0
FSA	8,725	5,575	6,675	5,736
FSA FY 2005 Supplemental	0	2,500	0	0
Global HIV/AIDS Initiative	0	500	0	0
121-0328 HIV/AIDS Prevention and Care				
CSH	0	2,198	2,176	2,176
FSA	3,392	1,488	1,938	3,068
FSA FY 2005 Supplemental	0	2,500	0	0
121-0410 Special Initiatives				
FSA	8,000	13,600	0	0
121-0416 Environment				
FSA	374	0	0	0
121-0427 Program Support Initiatives				
FSA	2,280	2,997	2,030	2,074
FSA FY 2005 Supplemental	0	260	0	0
TRANSFER				
FSA	26,630	22,998	42,461	43,401
FSA FY 2005 Supplemental	0	17,422	0	0

Mission Director,
Earl Gast

Data Sheet

USAID Mission:	Ukraine
Program Title:	Small and Medium Enterprise and Agriculture
Pillar:	Economic Growth, Agriculture and Trade
Strategic Objective:	121-0132
Status:	Continuing
Planned FY 2006 Obligation:	\$8,504,000 FSA
Prior Year Unobligated:	\$743,000 FSA
Proposed FY 2007 Obligation:	\$6,730,000 FSA
Year of Initial Obligation:	2003
Estimated Year of Final Obligation:	2007

Summary: USAID's program to accelerate small and medium enterprise (SME) and agriculture growth includes training and technical assistance to: 1) improve the competitiveness of SME and agriculture; 2) increase access to land and credit; and 3) create the legal and regulatory environment to support and sustain competitive markets, trade, and investment.

Inputs, Outputs, Activities:

FY 2006 Program:

Improve Economic Policy and the Business Environment (\$1,700,000 FSA). In 2006, USAID will focus on rapid deregulation of the business environment by implementing the Regulatory Guillotine (a reform strategy) to remove unnecessary and burdensome regulations; continue consultation to four sectors; and focus on developing a national strategy to improve foreign direct investment. USAID's agricultural policy activity will assist the Government of Ukraine (GOU) in adopting legislative measures to complete agricultural enterprise privatization, reform agricultural taxes and subsidies, and transform the government regulators into business-responsive organizations or replace government regulatory functions with self-regulating organizations. The new agricultural policy project will contribute to: 1) a 20% annual increase in investment in Ukraine's agricultural production and processing sector; 2) 10% annual growth in agricultural exports; 3) 7% annual growth in rural incomes; and 4) privatization of government agricultural enterprises. Both projects will improve the business environment by reducing structural corruption. Implementing partners: Development Associates International and ABT Associates (both prime).

Improve Private Sector Competitiveness (\$819,000 FSA, \$120,900 FSA prior year recoveries). In 2006, small and medium enterprises' share of gross domestic product and employment is expected to increase by approximately 5% due to USAID assistance. USAID will focus on developing wholesale markets, increasing farm access to supermarket chains, and increasing farmer access to profitable technologies. Principal implementers include: Development Alternatives International (DAI) and Land O'Lakes (both prime).

Increase Agricultural Sector Productivity (\$351,000 FSA). USAID expanded its legal assistance program nationally to protect the rights of new land owners, complete remaining land titles, and work with the GOU and the World Bank to enact a legal and regulatory framework to support a land market. However, with a new state leadership in place, it became apparent that the former government had misled the public about the amount of agricultural land privatized. Therefore, it has become imperative for the activity to work closely with the GOU to restructure the World Bank loan to ensure that agricultural land privatization is completed. USAID will continue to increase agricultural productivity by increasing producer access to wholesale and retail markets. Implementing partners: Chemonics International and Land O'Lakes (both prime).

Program Support (\$429,000 FSA, \$85,028 FSA carryover). USAID will provide funds for administrative support, and evaluations and assessments.

Strengthen the Financial Services Sector and Increase Access to Capital (\$5,205,000 FSA, \$537,500 FSA carryover). Main activities in FY 2006 will include passage of the mortgage securities law, a pilot mortgage-backed bond, signed contracts with an international credit bureau operator and data suppliers and users, and the placement of two pilot municipal bonds. USAID will lead a concerted effort to improve the legal environment for financial leasing. Future program activities will involve pro-active legislative initiatives to remedy deficiencies that have impeded mortgage bond and municipal bond issues, including passage of the mortgage securities law. USAID will promote the concept of a pooled municipal finance facility or "bond bank" to the Ministry of Finance and Ministry of Construction and Communal Services as a mechanism for increasing access to credit for small and medium municipalities, with the long-term goal of establishing such a facility in Ukraine.

USAID will support the Eurasian Council of Certified Accountants and Auditors (ECCAA) in support of the Certified International Accounting Profession (CIPA) Global Development Alliance (GDA) Project. This is a "regional" GDA. The cooperative agreement will strengthen the capacity of ECCAA as a regional institution. Implementing partners: The Pragma Corporation, Western Newly Independent States Enterprise Fund, and ECCAA (all prime).

FY 2007 Program:

Improve Economic Policy and the Business Environment (\$1,600,000 FSA). USAID will continue providing agricultural policy advice to the GOU through its new agricultural policy project. The focus in 2007 will be to expand the program from pilot activities into national programs to encompass the entire sector by increasing public and business involvement in policy development. Implementers are the same as above.

Strengthen the Financial Services Sector and Increase Access to Capital (\$5,130,000 FSA). USAID will establish a pooled finance facility. Two additional mortgage-backed bonds will be issued and placed by USAID's partner banks; the State Mortgage Institute will issue and place its first mortgage-backed bond; and one utility company bond will be issued and placed. The credit bureau will commence selling credit history reports on a commercial basis. A financial lease tax package will be adopted leading to significant growth in access to credit. Implementers are the same as above.

Performance and Results: USAID's integrated program approach has increased the efficiency and effectiveness of its work in promoting growth in the SME and agriculture sectors. The programs with the greatest cost-benefit ratios were the Ukraine Land Titling Project, which has a benefit-cost ratio \$15; the Ukraine Micro-Lending Project, which has a benefit-cost ratio of \$183; and the Grain Warehouse Receipts program, which has a ratio of \$500. USAID's agricultural projects accounted for over \$25 million in fruits and vegetables sold and contributed at the national level to a robust 25% increase in processed fruit and vegetables. USAID projects increased access to credit in Ukraine with over 90,000 loans valued at more than \$740 million. Although not quantifiable yet in terms of cost-benefits, USAID's assistance in regulatory reform to promote business growth has been directly responsible for coordinating the repeal or amendment of over 5,000 national and regional regulations that were deemed roadblocks to SME growth, and the drafting of multiple laws that encourage economic growth.

US Financing in Thousands of Dollars

Ukraine

121-0132 Small and Medium Enterprise and Agriculture	DCA	FSA
Through September 30, 2004		
Obligations	155	49,937
Expenditures	0	21,273
Unliquidated	155	28,664
Fiscal Year 2005		
Obligations	0	12,320
Expenditures	0	0
Through September 30, 2005		
Obligations	155	62,257
Expenditures	0	21,273
Unliquidated	155	40,984
Prior Year Unobligated Funds		
Obligations	0	743
Planned Fiscal Year 2006 NOA		
Obligations	0	8,504
Total Planned Fiscal Year 2006		
Obligations	0	9,247
Proposed Fiscal Year 2007 NOA		
Obligations	0	6,730
Future Obligations	0	0
Est. Total Cost	155	78,234

Data Sheet

USAID Mission:	Ukraine
Program Title:	Improved Investment Climate
Pillar:	Economic Growth, Agriculture and Trade
Strategic Objective:	121-0141
Status:	Continuing
Planned FY 2006 Obligation:	\$4,227,000 FSA
Prior Year Unobligated:	\$137,000 FSA
Proposed FY 2007 Obligation:	\$6,283,000 FSA
Year of Initial Obligation:	2003
Estimated Year of Final Obligation:	2007

Summary: USAID's program to improve the investment climate includes technical assistance to strengthen financial sector regulation, improve commercial legislation, support accession to the World Trade Organization (WTO), and implement international accounting practices.

Inputs, Outputs, Activities:

FY 2006 Program:

Improve Economic Policy and the Business Environment (\$1,500,000 FSA). Over the next three years, USAID will continue to strengthen the legal and regulatory environment for doing business in Ukraine through its Commercial Law Resource Center (CLC). USAID programs will continue to work with the Parliament and other key stakeholders to develop and secure the passage of laws, which will enable full transition to a market economy operating on sound, rational principles and international best practice. Work will include the elimination of the Economic Code; further improvement of the Civil Code and laws on financial leasing, bankruptcy, and judicial enforcement; and passage of the new Economic Procedural Code and laws on joint stock companies, mortgage-backed securities, and non-governmental organizations (NGOs). Supplemental funding received in FY 2005 enabled the continuation of work with the High Economic Court to implement a case-management system designed to increase the efficiency, predictability, and reliability of commercial judicial practices, as well as to establish a publicly available registry of judicial decisions, which will lead to greater transparency and discipline, and reduced opportunities for corruption in the commercial court system. Combined with efforts at reforming the body of economic laws, these efforts will contribute greatly to the further transition and progress of Ukraine's economic performance. Also, USAID will continue to implement comprehensive training plans for judges to ensure implementation of laws in a predictable and rational manner, as well as for bailiffs, to increase the efficiency and reliability of the enforcement of court judgments. USAID will also develop a new project, which will focus on improving the business environment by reducing the constraints to growth of the formal business sector. Principal contractor is Emerging Markets Group, Ltd. (prime), with a second one to be determined.

Increase Trade and Investment (\$770,000 FSA). In conjunction with a new project that addresses the business environment, USAID will continue to work on improving conditions necessary to increase foreign direct investment and assist with technical implementation of World Trade Organization (WTO) agreements, building Ukraine's capacity to effectively and properly implement, administer, and enforce WTO rules and regulations. Implementer is to be determined.

Program Support (\$227,000 FSA, \$59,582 FSA carryover; \$77,429 FSA carryover supplemental). USAID will provide funds for administrative support and evaluations and assessments.

Strengthen the Financial Services Sector and Increase Access to Capital (\$1,730,000 FSA). The primary focus will be building the capacity of key regulatory bodies, strengthening financial sector infrastructure of the depository and clearing/settlement systems, building the capacity of the Persha Fondova Torhivelnna Systema stock exchange (the First Ukrainian Trading System), and resolving critical obstacles in the private/public pension sector.

FY 2005 supplemental funding allowed USAID to expand the accounting reform efforts to include work with the government and private sector on reconciliation of tax and financial accounting, and on amending accounting legislation to adopt International Financial Reporting Standards. In FY 2006, USAID will help the Certified International Accounting (CIPA) program become self-sustainable in Ukraine. Principal contractors are Financial Markets International, Inc. and The Pragma Corporation.

FY 2007 Program:

Improve Economic Policy and the Business Environment (\$600,000 FSA). USAID will continue to strengthen the legal and regulatory environment for doing business in Ukraine. Implementer: Commercial Law Center, a Ukrainian NGO (prime) and another one to be determined.

Increase Trade and Investment (\$3,383,000 FSA). USAID will continue implementation of a new project designed in FY 2006, to address foreign direct investment and implement WTO agreements. Implementer is the same as above.

Strengthen the Financial Services Sector and Increase Access to Capital (\$2,300,000 FSA). USAID will support the expanding financial sector and the establishment of a clear and transparent legal/regulatory environment for pension fund investments. These efforts will include support for passage of a new Joint Stock Company Law, as well as the design of enforcement and compliance programs for key regulators to bring Ukraine further into compliance with the International Organization of Security Commissions standards. In addition, assistance will be given to selected industry groups and nascent Self Regulatory Organizations to improve self-policing and raise confidence in the market. Implementers are: Financial Markets International, Inc., and the Ukrainian NGO Commercial Law Center (both prime).

Performance and Results: In FY 2005, USAID economic growth projects showed substantial accomplishments, which should contribute to an improved investment environment in Ukraine. The new mortgage law came into effect in January 2004 and led to an estimated \$900 million in new mortgage loans in FY 2005. In 2005, Ukraine, with USAID assistance, made dramatic progress in moving towards WTO accession. USAID-backed programs contributed to the passage of 10 laws and amendments in more than 35 others. The world's accounting industry leaders partnered with USAID in a Global Development Alliance to establish and support the CIPA program. CIPA now is endorsed and implemented by a federation of 25 accounting associations in nine Common Independent States countries. The National Bank of Ukraine (NBU) has adopted and is implementing a risk-based bank supervision approach, as recommended in the Basel Core Principles of Bank Supervision, which is supported by USAID's Banking Supervision Project. Now, due to USAID's bank supervision program, the NBU is regulating banks based not only on the quality of loan portfolios but on the measurement of banks' performance of internal risk management. In May 2005, USAID's Commercial Law Project provided assistance in the drafting and passing of the "Law on Credit Bureau," which established information disclosure standards on private entities' creditworthiness to financial institutions. Following the passage of this law, the Association of Ukrainian Banks and its 30 member banks joined together to establish a credit bureau.

It is expected that by the time USAID's projects close out, Ukraine will have a secure and stable primary and secondary mortgage market, and a strong financial leasing industry. Ukraine will be a member of the WTO; the NBU will have competence and experience in risk-based supervision; CIPA certification will be commercially sustainable and will be the professional accounting certification of choice of Ukraine's private enterprises; and the commercial courts will be more transparent.

US Financing in Thousands of Dollars

Ukraine

121-0141 Improved Investment Climate	FSA
Through September 30, 2004	
Obligations	14,289
Expenditures	7,337
Unliquidated	6,952
Fiscal Year 2005	
Obligations	3,230
Expenditures	0
Through September 30, 2005	
Obligations	17,519
Expenditures	7,337
Unliquidated	10,182
Prior Year Unobligated Funds	
Obligations	137
Planned Fiscal Year 2006 NOA	
Obligations	4,227
Total Planned Fiscal Year 2006	
Obligations	4,364
Proposed Fiscal Year 2007 NOA	
Obligations	6,283
Future Obligations	0
Est. Total Cost	28,166

Data Sheet

USAID Mission:	Ukraine
Program Title:	Strengthening Citizen Participation
Pillar:	Democracy, Conflict and Humanitarian Assistance
Strategic Objective:	121-0213
Status:	Continuing
Planned FY 2006 Obligation:	\$10,245,000 FSA
Prior Year Unobligated:	\$97,000 FSA
Proposed FY 2007 Obligation:	\$5,435,000 FSA
Year of Initial Obligation:	2003
Estimated Year of Final Obligation:	2007

Summary: USAID's programs advance the growth of democracy and good governance through focused assistance in four areas: establishing and ensuring media freedom and freedom of information; strengthening civil society; supporting democratic political parties; and promoting and supporting free and fair elections.

Inputs, Outputs, Activities:

FY 2006 Program:

Establish and Ensure Media Freedom and Freedom of Information (\$3,530,000 FSA). USAID will facilitate legal aid for journalists; provide training of regional broadcast and print media; and support sustainability of regional media outlets. To increase citizen understanding of key reform issues, USAID will support the broadcast of more than 50 TV and 700 radio programs, brochures and monthly publications, telephone hotlines, web-based outreach, and press clubs. Special attention will be placed on developing objective reporting by regional media, especially in the South and East of Ukraine, as the 2006 Parliamentary Elections approach; improving the legal/regulatory framework for media; strengthening media NGOs; and increasing public debate on key media reform issues. Implementers: Internews Network and the Center for Ukrainian Reform Education (CURE), a Ukrainian non-governmental organization (NGO) (both prime).

Program Support (\$757,000 FSA, \$97,186 FSA carryover). USAID will provide funds for administrative support, USAID information technology support, and evaluations and assessments.

Promote and Support Credible Elections Processes (\$731,658 FSA). USAID will facilitate even application and consistent enforcement of laws governing parliamentary elections. Partners will provide training for election commissioners, lawyers, and judges; conduct voter education activities on civic rights, voter awareness programs; and carry out civic oversight programs on Election Day. USAID will support training for 105,000 potential mid- and precinct level election commissioners and thousands of serving commissioners; training for local and appeals court judges; the distribution of thousands of guides to elections administration issues, and an Internet-based election law distance learning course. Support for international monitoring efforts will include a 500-member international observation mission, a 5,000-strong domestic monitoring effort, and NGO watchdog capacity- building activities. USAID will provide technical assistance and training focused on the 2006 local elections. Implementers: Freedom House and Development Associates (both prime).

Strengthen Civil Society (\$2,688,000 FSA). USAID will promote effective advocacy and legislative change, organizational strengthening, and financial viability. The Ukrainian Civic Action Network (UCAN) will increase the number of advocacy grantees to generate a critical mass, turning the third sector into a viable, integrated, and permanent part of Ukrainian society. Outreach activities will focus on changing the way NGOs are perceived. The Eurasia Foundation (EF) will support private enterprise development, civil society, and public administration. Funds will be used to: support increased NGO activity in the South and East of the country; increase understanding of citizens' priorities through polling, analysis, and public debates conducted by think tanks; support the efforts of citizens and NGOs to learn more about candidates and issues prior to the 2006 elections, and develop advocacy and community leadership skills. Implementers: Institute of Sustainable Communities (ISC) and the EF (both prime).

Strengthen Democratic Political Parties (\$2,038,342 FSA). To strengthen parties and increase multiparty competition, USAID will support training for political parties to improve planning and organization; provide grants and training for civic organizations to engage in issue-oriented debates and platform-building, and increase women's political party participation and ability to run for office. Activities will include trainings for regionally-supported political parties to broaden their base and formulate platforms, which should reflect the needs of constituents in these regions. Assistance will also include support for parties within the Verkhovna Rada in developing more effective factions, management training for oblast and local administrations, and the launch of a new executive intern program. Implementing partners: National Democratic Institute (NDI) and International Republican Institute (IRI) (both prime).

Strengthen the Justice Sector (\$500,000 FSA). USAID will support a network of legal advocacy centers, legal education for lawyers and judges, student legal clinics, and independent judicial associations. Implementer: American Bar Association Central European and Eurasian Law Initiative (ABA/CEELI) (prime) and to be determined.

FY 2007 Program:

Establish and Ensure Media Freedom and Freedom of Information (\$1,000,000 FSA). The focus will be on improvements in the legal/regulatory environment, legal aid for journalists, training of regional media, and sustainability of regional media outlets. To increase citizen understanding of key reform issues, USAID will support the broadcast of more than 50 TV and 700 radio programs; and the production of brochures and monthly publications, telephone hot lines, web-based outreach, and press clubs. Implementers: Internews Network and CURE (both prime).

Program Support (\$721,000 FSA). USAID will provide funds for administrative support, USAID information technology support, and evaluations and assessments.

Strengthen Civil Society (\$2,714,000 FSA). USAID through UCAN will work to further strengthen local NGOs to achieve significant results in increasing citizen participation. The EF will continue to provide grants to NGOs in the areas of private enterprise development, civil society, and public administration. Implementers: ISC and EF (both prime).

Strengthen Democratic Political Parties (\$1,000,000 FSA). USAID plans to continue activities to strengthen political parties and increase multiparty competition. USAID will continue providing training to political parties and civic organizations to engage in issues-oriented debates and platform-building, and to increase women's political party participation and ability to run for office. Implementers: IRI, NDI (both prime), and/or TBD.

Performance and Results: USAID assistance helped Ukrainians to: 1) show improvement in Freedom House's Nations in Transit composite rating, from 4.88 in 2004 to 4.5 in 2005; 2) increase public awareness of reform issues from 48.65% in 2004 to 51.85% in 2005; 3) improve civil society capacity and sustainability as measured by the 2005 NGO Sustainability Index (from 3.8 in 2004 to 3.55 in 2005); 4) progress in all major areas of media development according to the draft 2005 MSI Media Sustainability Index Report, including: freedom of speech, plurality of news sources, media professionalism, business management, and supporting institutions; 5) improve electoral framework through passage of legislation governing parliamentary and presidential elections; and 6), improve election campaign oversight and Election Day oversight through international and domestic observation missions. USAID also supported a European Network of Election Monitoring Organizations (ENEMO), which sent 2,079 election monitors to Ukraine, the largest elections observation effort worldwide in a decade, and provided citizens with balanced and accurate information through regional and nationwide voter education campaigns.

US Financing in Thousands of Dollars

Ukraine

121-0213 Strengthening Citizen Participation	FSA
Through September 30, 2004	
Obligations	31,871
Expenditures	15,702
Unliquidated	16,169
Fiscal Year 2005	
Obligations	23,660
Expenditures	21,309
Through September 30, 2005	
Obligations	55,531
Expenditures	37,011
Unliquidated	18,520
Prior Year Unobligated Funds	
Obligations	97
Planned Fiscal Year 2006 NOA	
Obligations	10,245
Total Planned Fiscal Year 2006	
Obligations	10,342
Proposed Fiscal Year 2007 NOA	
Obligations	5,435
Future Obligations	0
Est. Total Cost	71,308

Data Sheet

USAID Mission:	Ukraine
Program Title:	Good Governance
Pillar:	Democracy, Conflict and Humanitarian Assistance
Strategic Objective:	121-0224
Status:	Continuing
Planned FY 2006 Obligation:	\$7,080,000 FSA
Prior Year Unobligated:	\$7,283,000 FSA
Proposed FY 2007 Obligation:	\$12,273,000 FSA
Year of Initial Obligation:	2003
Estimated Year of Final Obligation:	2007

Summary: USAID's program promotes assistance aimed at supporting autonomous and responsive local self-governance; a more effective, independent, and representative legislature; and adherence to the rule of law.

Inputs, Outputs, Activities:

FY 2006 Program:

Program Support (\$880,000 FSA, \$5,000 FSA carryover). USAID will provide funds for administrative support, evaluations and assessments, and Washington Information Technology support.

Strengthen the Justice Sector (\$500,000 FSA, \$6,278,146 FSA carryover supplemental). USAID will continue its support to legal clinics and expand its network of advocacy non-governmental organizations (NGOs). USAID will support the professional development of clinical legal educators and build the capacity of clinical law school programs, and will train lawyers working at partner advocacy centers. To reduce corruption, USAID plans to establish a model public complaint office in cooperation with the Secretariat of the President of Ukraine, as well as to develop the public outreach capacity of the newly created complaint center to conduct comprehensive educational and information campaigns, provide staff training, develop a hotline and in-person interviewing system and a processing center for complaints to be reviewed, analyzed, and referred to appropriate authorities. Supplemental funding will be used to address the interlinked challenges of anti-corruption and rule of law. To promote a coordinated Government of Ukraine (GOU) strategy, a new anti-corruption and rule of law program will focus on policy and legislative assistance; implementation and enforcement of new laws and regulations; training on law and procedures governing the judiciary. Possible other areas of engagement include assistance in reforming procedures for selecting, appointing, and promoting judges; improving budget processes; and increasing transparency and accessibility of court management and procedures through the budget process. Implementers: American Bar Association Central European and Eurasian Law Initiative.

Strengthen the Legislative Function/Legal Framework (\$1,225,000 FSA). USAID will contribute to: 1) more effective and democratic internal management systems in the Rada; 2) improved legislative-executive relations; 3) increased citizens' access and feedback to the legislative process; and 4) expansion of Rada's role, as mandated under the amended Constitution. USAID will provide assistance to support drafting efforts directed at Ukraine's accession to Euro-Atlantic institutions, combating corruption, and judicial and local government reform. The Parliamentary Development Program (PDP) will prepare comprehensive manuals on citizen access to Parliament, rules of procedure, common approaches to the legislative drafting, and gender equity in the legislative process. USAID will support the Rada in organizing orientation sessions for MPs first elected to the Parliament in the parliamentary election of March 2006. USAID will promote gender equity approaches among MPs, their aides, staff, and interns in the legislative process. Implementer: Indiana University (prime).

Support Democratic Local Government and Decentralization (\$4,475,000 FSA, \$1,000,000 FSA no-year recoveries). USAID will support the Association of Ukrainian Cities (AUC) in improving member services and expanding membership. USAID will increase the scope and content of the AUC professional training to municipal officials and the capacity to advocate for legislative change to strengthen local government

fiscal and political autonomy. The Local Economic Development project will add a component to support attraction of Direct Foreign Investment to Ukraine. A national promotion agency, supported by regional and local potential investments identified earlier, will be created. A national database of potential projects will be established, and 120 individuals will be trained and certified as direct investment professionals. USAID will continue its assistance to strengthen vital water, waste water, and district heating systems. Over the next two years, 40 communal service enterprises will receive technical assistance in strategic planning, accounting, rate setting, and citizen participation. A new Municipal Budget Reform project will provide intensive technical assistance to 140 cities in developing and implementing performance-based program annual budgets. Participating cities will receive training on multi-year financial planning and capital budgeting, learn to apply critical analysis in budget preparation, and to involve institutionalized citizen participation. USAID will continue to support five Regional Training Centers that serve the educational needs of local government officials. Implementers: AUC, Chemonics International, Municipal Development Institute (a Ukrainian NGO), Research Triangle Institute, and U.S.-Ukraine Foundation (all prime).

FY 2007 Program:

Strengthen the Legislative Function/Legal Framework (\$6,330,000 FSA). USAID will contribute to more effective and democratic internal management systems in the Rada, improved legislative-executive relations, and increased citizens' access and feedback to the legislative process. USAID will put a greater emphasis on training new Deputies and their staff, and improving the institutional capacity of the Verkhovna Rada. USAID will transfer specific functions of the PDP to the Ukrainian Parliament, such as management of the Parliamentary Internship Program. Preparation and execution of policy analysis training will go to the Verkhovna Rada's Main Organizational Department. Implementers: same as above.

Support Democratic Local Government and Decentralization (\$5,943,000 FSA). USAID will continue its technical assistance in two subject areas: municipal association building to unite cities into a powerful national political force that contributes to legislative advocacy, and broad-based city management skills improvement that incorporates citizen participation in transparent municipal decision making. USAID will complete its community partnership program via a Global Development Alliance mechanism establishing public/private partnerships. Implementers: AUC, Research Triangle Institute, and U.S.-Ukraine Foundation (all prime).

Performance and Results: USAID brought state of the art budget/finance systems to 140 Ukrainian cities through training and technical assistance in Performance Based Budgeting. More city water and heating enterprises have full autonomy over management of their systems, tariff increases and collection, and implementation of capital investment improvements. USAID supported creation of a professional NGO to service 40 new utilities in the next years. AUC remains financially self-sufficient, and has dramatically improved its capacity to render training and advocacy services to its members.

Support to the Rada achieved the following: 1) increased efficiency and transparency of the legislative process through improved institutionalization of committee hearings and greater access to such hearings (66 public hearings were held during FY 2005); 2) Parliamentary approval of a Strategic Information Plan; 3) increased transparency of Parliament through approval of regulations that enabled greater public access to the institution; 4) development of common approaches to legislative drafting; and 5) passage of key pieces of legislation, reflecting a strengthened and more effective legislative branch.

With the enactment of the Administrative Procedure (Adjudication) Code (APC), Ukrainian society has achieved a significant milestone. It will support enforcement of the new Civil Procedure Code. The two Codes together will move Ukrainian legal thinking closer to European Union standards and requirements. The APC will be called upon to regulate most, if not all, legal relations and court jurisdiction related to suffrage, which will be of major importance for next year's Parliamentary election.

In FY 2005, legal representation of disadvantaged citizens in court cases increased by 142%. The network of public legal centers across Ukraine expanded from 16 to 29 centers, and evidence gathered by this network was used in the Yushchenko vs Central Election Committee case.

US Financing in Thousands of Dollars

Ukraine

121-0224 Good Governance	FSA
Through September 30, 2004	
Obligations	12,678
Expenditures	5,768
Unliquidated	6,910
Fiscal Year 2005	
Obligations	21,452
Expenditures	9,933
Through September 30, 2005	
Obligations	34,130
Expenditures	15,701
Unliquidated	18,429
Prior Year Unobligated Funds	
Obligations	7,283
Planned Fiscal Year 2006 NOA	
Obligations	7,080
Total Planned Fiscal Year 2006	
Obligations	14,363
Proposed Fiscal Year 2007 NOA	
Obligations	12,273
Future Obligations	0
Est. Total Cost	60,766

Data Sheet

USAID Mission:	Ukraine
Program Title:	Social Protection and Health
Pillar:	Global Health
Strategic Objective:	121-0325
Status:	Continuing
Planned FY 2006 Obligation:	\$6,675,000 FSA
Prior Year Unobligated:	\$2,465,000 CSH; \$908,000 FSA
Proposed FY 2007 Obligation:	\$5,736,000 FSA
Year of Initial Obligation:	2003
Estimated Year of Final Obligation:	2007

Summary: This objective addresses critical health and social needs, including several U.S. Government priorities: 1) to prevent and control tuberculosis; 2) to reduce high abortion rates and maternal mortality; 3) to prevent trafficking in persons (TIP) and protect victims from re-trafficking; 4) to provide family-care options for orphans and vulnerable children; and 5) to implement a three-pillar pension system.

Inputs, Outputs, Activities:

FY 2006 Program:

Improve Maternal Health and Nutrition (\$2,800,000 FSA, \$1,230,000 CSH carryover). Health facilities participating in the Maternal and Infant Health Project will continue to be certified as 'family-friendly' in collaboration with the United Nations Children's Fund (UNICEF). The Government of Ukraine (GOU) will continue to adopt international standards and guidelines and implement them in at least nine regions in Ukraine. USAID will initiate collaboration with the Tyumen Oil Company-British Petroleum Ukraine (TNK-BP Ukraine) through a Global Development Alliance mechanism. All projects will continue to maintain low infant and maternal mortality rates. The implementing partners are John Snow Inc. (JSI) (prime), the Academy for Educational Development (AED) (sub), and TNK-BP (private sector).

Prevent and Control Infectious Diseases of Major Importance (\$1,000,000 FSA, \$300,698 FSA prior year recoveries). USAID will promote the adoption of the Directly Observed Treatment Short Course (DOTS) strategy at the national level by providing expert and logistical support to the Ministry of Health to facilitate integrated Tuberculosis Policy Development Groups. Local implementation of DOTS will be initiated in additional five regions. USAID will also support implementation of the new treatment approach in all prisons in Ukraine utilizing a combined formula of anti-TB pharmaceuticals. The availability of these drugs is planned under a grant from the Global Drug Facility pending its final approval. In response to Avian Influenza, USAID will provide assistance to the Ministry of Health and local health authorities as needed. The implementing partners are the World Health Organization (WHO), the U.S. Centers for Disease Control and Prevention, the Program for Appropriate Technologies for Health (PATH), and the Futures Group International (all prime).

Program Support (\$640,000 FSA, \$196,716 FSA carryover, \$411,011 FSA prior year recoveries). USAID will provide funds for administrative support, evaluations and assessments, and USAID information technology support.

Reduce Trafficking In Persons (\$1,000,000 FSA). USAID will strengthen the role of non-governmental (NGOs), faith-based (FBOs) and community-based organizations in combating trafficking in Ukraine and supporting approximately 700 victims to reintegrate. The implementing organization is the International Organization for Migration (IOM) (prime).

Support Family Planning (\$1,235,000 FSA, \$1,235,000 CSH carryover). USAID will implement the new reproductive health/family planning (RH/FP) project to reduce abortion and sexually transmitted infections rates in Ukraine. USAID activities seek to improve health professionals' capacity; improve client knowledge and utilization; as well as increase the accessibility of modern contraceptives in at least two oblasts. USAID will address gender issues by including men in reproductive health service provision.

The implementing partner is John Snow Inc. (JSI) (prime), AED (sub), and Harvard School of Public Health (sub).

FY 2007 Program:

Improve Maternal Health and Nutrition (\$1,670,000 FSA). USAID, with the private sector, will support the national roll-out of the successful evidence-based practices to improve mother and newborn health in additional regions in Ukraine. The contractor is JSI (prime), AED (sub), and TNK-BP (sub).

Prevent and Control Infectious Diseases of Major Importance (\$1,400,000 FSA). USAID will continue to support national level TB policy development, as well as efforts to improve implementation of essential DOTS in five selected regions. USAID will remain poised to mitigate potential epidemics such as Avian Bird Flu in order to prevent a global pandemic. The implementing partners are the WHO, the U.S. Centers for Disease Control and Prevention, the Program for Appropriate Technologies for Health (PATH), and the Futures Group International (all prime).

Program Support (\$416,000 FSA). USAID will provide funds for administrative support, evaluations and assessments, and USAID information technology support.

Reduce Trafficking In Persons (\$1,000,000 FSA). USAID will continue to support trafficking prevention activities and victims' assistance through civil society organizations. The implementing partner is the IOM (prime).

Support Family Planning (\$1,250,000 FSA). The reproductive health/family planning project will expand to a total of five regions. The private sector will be engaged in improving the accessibility of modern contraceptives in Ukraine. The implementing partner is JSI (prime), AED (sub), and Harvard School of Public Health (sub).

Performance and Results: In FY 2005, USAID made progress in selected pilot sites addressing U.S. Government health priorities. Coverage of the internationally recognized TB treatment, DOTS, in the Donetsk pilot region increased from 80% to 100% (according to 2004 data) Regional TB case-detection rates also improved from 40% to 52% (2004 data). Maternal mortality was kept at the lowest rates, and normal deliveries increased by about 3-4 times in all project sites. In addition, USAID began its new integrated reproductive health/family planning project at the end of FY 2005 to work with local and national level government officials, and NGOs to reduce the high incidence of abortions and sexually transmitted infections in Ukraine.

Regarding social sector priorities, USAID helped the GOU launch a new Orphans and Vulnerable Children project, in line with the Hague Convention. Also, USAID strengthened the capacity of NGOs and FBOs to identify and support trafficked victims. Thirty-five new grants were made to NGOs expanding the network of organizations contributing to anti-trafficking efforts to about 60 throughout all regions of Ukraine. As a result, these NGOs identified and supported over 285 victims of trafficking. Finally, USAID helped the GOU to support a three-tier pension system for some 13.5 million pensioners, or 30% of the population. One major outcome was that the average old-age benefit increased twice in FY 2005, and for the first time exceeded the poverty level for the elderly by 15%.

US Financing in Thousands of Dollars

Ukraine

121-0325 Social Protection and Health	CSH	ESF	FSA
Through September 30, 2004			
Obligations	1,750	0	18,555
Expenditures	0	0	8,864
Unliquidated	1,750	0	9,691
Fiscal Year 2005			
Obligations	0	985	5,704
Expenditures	1,708	0	0
Through September 30, 2005			
Obligations	1,750	985	24,259
Expenditures	1,708	0	8,864
Unliquidated	42	985	15,395
Prior Year Unobligated Funds			
Obligations	2,465	0	908
Planned Fiscal Year 2006 NOA			
Obligations	0	0	6,675
Total Planned Fiscal Year 2006			
Obligations	2,465	0	7,583
Proposed Fiscal Year 2007 NOA			
Obligations	0	0	5,736
Future Obligations	0	0	0
Est. Total Cost	4,215	985	37,578

Data Sheet

USAID Mission:	Ukraine
Program Title:	HIV/AIDS Prevention and Care
Pillar:	Global Health
Strategic Objective:	121-0328
Status:	Continuing
Planned FY 2006 Obligation:	\$2,176,000 CSH; \$1,938,000 FSA
Prior Year Unobligated:	\$200,000 CSH; \$28,000 FSA
Proposed FY 2007 Obligation:	\$2,176,000 CSH; \$3,068,000 FSA
Year of Initial Obligation:	2004
Estimated Year of Final Obligation:	2008

Summary: This objective aims to reduce transmission of the Human Immunodeficiency Virus (HIV) through the adoption, promotion, and facilitation of protective behaviors, and mitigate the impact of HIV and Acquired Immuno-Deficiency Syndrome (AIDS) on those affected. It seeks to strengthen the delivery of HIV/AIDS information and services, improve the enabling environment, and reduce stigma and discrimination associated with HIV/AIDS. It focuses on prevention, gives priority to local-level programs, and promotes the active involvement of both public and private sectors.

Inputs, Outputs, Activities: **FY 2006 Program:**

Program Support (\$395,000 FSA, \$28,143 FSA carryover, \$177,142 CSH, \$200,000 CSH carryover). USAID will provide funds for administrative support, evaluations and assessments, and USAID information technology support.

Reduce Transmission and Impact of HIV/AIDS (\$1,543,000 FSA, \$1,998,858 CSH). In order to cohesively strengthen the delivery of HIV/AIDS information and services, USAID will provide 60% of high-risk groups with preventive information and services in regions of highest HIV prevalence. At the end of the project's first year, it has reached approximately 25% coverage. A broader range of organizations are engaged including community-based (CBOs), faith-based (FBOs), and non-governmental (NGOs). Likewise, USAID strengthened prevention of mother-to-child transmission (PMTCT), and voluntary counseling and testing (VCT) services. These projects also include strengthening community support for HIV-positive pregnant women and integrating PMTCT interventions in prenatal, delivery, and post-partum health services. In target eight oblasts, USAID seeks to achieve a decrease in the rate of infected infants born to HIV-positive mothers with a target of less than 6% transmission by the end of the project. To provide a continuum of care to HIV-affected children, USAID will work with the Ministry of Family, Children and Youth Affairs and the Ministry of Health (MOH) to develop a framework to promote alternative family based care for abandoned HIV-positive children and will build Ukrainian systems and commitment to keep children born to HIV+ mothers within the biological family environment. The overall goal of these projects is to provide broad coverage of HIV services to the most affected groups.

Building a supportive enabling environment for HIV/AIDS program implementation is essential for combating HIV/AIDS pandemic. USAID will assist the MOH in designing a new PMTCT program and VCT protocols. In addition, technical assistance will be provided to the HIV NGO Coalition, the HIV/AIDS monitoring and evaluation systems, Oblast AIDS Coordination Councils, multi-sectoral working groups, and the National AIDS Coordination Council (NCC). Several knowledge-based studies have been conducted in order to further support the enabling environment. This includes the implementation of National Health Accounts in order to determine available financial resources and their distribution for HIV/AIDS. It is also anticipated that in summer 2006 a mid-strategy review will be conducted for USAID/Ukraine's HIV/AIDS Strategy 2003-2008.

Reducing stigma and discrimination toward those affected remains a key for all HIV/AIDS efforts. To address this issue, USAID will continue to promote accepting attitudes towards people living with HIV/AIDS (PLWHA) to reach 80% of the general population in two high prevalence regions. The USAID

program will include education and communication campaigns; peer education; and assistance to engender a supportive legal environment. Additionally, civil society organizations will advance initiatives on behalf of those with HIV/AIDS, to more effectively advocate for their rights, and to affect positive change in their communities.

Implementers: the International HIV/AIDS Alliance, Program for Appropriate Technology in Health (PATH), the All-Ukrainian Network of People Living with HIV/AIDS, John Snow, Inc. (JSI), American International Health Alliance (AIHA), the Academy for Educational Development (AED), Holt International, Doctors of the World, the Futures Group International, PSP-One, The Synergy Project, Partners in Health Reform Plus, International Relief and Development, and The Institute for Sustainable Communities (ISC) (all prime).

FY 2007 Program:

Reduce Transmission and Impact of HIV/AIDS (\$3,068,000 FSA, \$2,176,000 CSH). USAID will increase access to care and support for HIV-positive people, and will expand support groups for HIV-positive pregnant women and mothers by strengthening peer outreach. Another project will extend its activities to additional schools and workplaces. Wide dissemination of new VCT protocols will increase the involvement of NGOs in service delivery. Implementers: the International HIV/AIDS Alliance (prime), PATH (prime and sub), the All-Ukrainian Network of People Living with HIV/AIDS (sub), JSI (prime), AED (sub), International Relief and Development (prime), the Futures Group International (prime), AIHA (prime), Doctors of the World (prime), Holt International (prime), ISC (prime), and Partners for Health Reform Plus (prime).

Performance and Results: USAID's project launched the Participatory Site Assessment, which included the development of the comprehensive package of services and identification of the intervention gaps. Based on the assessment, the project doubled coverage of these services. USAID's PMTCT programs resulted in training for key decision-makers and an increase in the number of health facilities offering PMTCT services. USAID program raised awareness about the needs of HIV-affected children and their families. USAID trained local social service providers to provide psycho-social support. Eleven journalists from the three pilot regions were trained on how to report on families and children affected by HIV/AIDS. USAID prepared a network of 62 master-trainers on HIV/AIDS related stigma and discrimination. The master-trainers trained in turn more than 4,250 individuals. Additionally, 25 TV programs, 13 radio programs, 49 newspaper articles, and 24 websites articles raised ideas of tolerance towards PLWHA. USAID trained 16 lawyers and 28 journalists on HIV/AIDS related stigma and discrimination issues. All of these activities will contribute to increasing accepting attitudes toward PLWHA among 80% of the population in the project sites.

US Financing in Thousands of Dollars

Ukraine

121-0328 HIV/AIDS Prevention and Care	CSH	FSA
Through September 30, 2004		
Obligations	1,475	2,695
Expenditures	0	1
Unliquidated	1,475	2,694
Fiscal Year 2005		
Obligations	2,273	4,656
Expenditures	1,380	1,045
Through September 30, 2005		
Obligations	3,748	7,351
Expenditures	1,380	1,046
Unliquidated	2,368	6,305
Prior Year Unobligated Funds		
Obligations	200	28
Planned Fiscal Year 2006 NOA		
Obligations	2,176	1,938
Total Planned Fiscal Year 2006		
Obligations	2,376	1,966
Proposed Fiscal Year 2007 NOA		
Obligations	2,176	3,068
Future Obligations	0	0
Est. Total Cost	8,300	12,385

Data Sheet

USAID Mission:	Ukraine
Program Title:	Program Support Initiatives
Pillar:	Economic Growth, Agriculture and Trade
Strategic Objective:	121-0427
Status:	Continuing
Planned FY 2006 Obligation:	\$2,030,000 FSA
Prior Year Unobligated:	\$1,100,000 FSA
Proposed FY 2007 Obligation:	\$2,074,000 FSA
Year of Initial Obligation:	2003
Estimated Year of Final Obligation:	2007

Summary: USAID/Ukraine will continue to implement selected activities that support multiple strategic objectives.

Inputs, Outputs, Activities:

FY 2006 Program:

Program Support (\$2,030,000 FSA, \$839,682 FSA carryover; \$260,000 FSA carryover supplemental). The broad public diplomacy goal of the Community Connections Program (CC) is to contribute to economic and democratic reform, and to promote mutual understanding in Eurasia through exposure to U.S. society, and contacts with U.S. citizens. In FY 2006, approximately 150 men and women entrepreneurs, local government officials, legal professionals, non-governmental organizations' leaders, and other professionals from Ukraine will participate in a three to five week training program in the U.S. tailored to their professional or business interests. Implementer: World Learning for International Development (prime).

Funds will be also provided for the design and monitoring of the program across strategic objectives and for the payment of program-related technical staff, overhead, and administrative services for the Mission.

FY 2007 Program:

Program Support (\$2,074,000 FSA). Community Connections Program will serve to develop human capacity, strengthen institutions, and advance USAID strategic objectives. Approximately 150 men and women entrepreneurs, local government officials, legal professionals, non-government organization' leaders, and other professionals from Ukraine will attend a three to five week training program in the United States tailored to their professional or business interests. Implementer: World Learning for International Development (prime).

Funds will be also provided for the design and monitoring of the program across strategic objectives and for the payment of program-related technical staff, overhead, and administrative services for the Mission.

Performance and Results: USAID promoted transfer of Polish experience in economic and democratic reform to Ukraine, and enhanced Ukraine's ties with Europe and the Euro-Atlantic community through Poland-America-Ukraine Cooperative Initiative (PAUCI). During FY 2005, PAUCI grantees contributed to the development of new regulations and laws, the translation of several laws with cross-boarder impact, and the start-up of many new business enterprises.

US Financing in Thousands of Dollars

Ukraine

121-0427 Program Support Initiatives	FSA
Through September 30, 2004	
Obligations	6,358
Expenditures	3,212
Unliquidated	3,146
Fiscal Year 2005	
Obligations	1,950
Expenditures	0
Through September 30, 2005	
Obligations	8,308
Expenditures	3,212
Unliquidated	5,096
Prior Year Unobligated Funds	
Obligations	1,100
Planned Fiscal Year 2006 NOA	
Obligations	2,030
Total Planned Fiscal Year 2006	
Obligations	3,130
Proposed Fiscal Year 2007 NOA	
Obligations	2,074
Future Obligations	0
Est. Total Cost	13,512