

Data Sheet

USAID Mission:	Peru
Program Title:	Environment and Natural Resources
Pillar:	Economic Growth, Agriculture and Trade
Strategic Objective:	527-012
Proposed FY 2004 Obligation:	\$4,060,000 DA
Prior Year Unobligated:	\$0
Proposed FY 2005 Obligation:	\$3,525,000 DA
Year of Initial Obligation:	FY 2002
Year of Final Obligation:	FY 2007

Summary: USAID finances activities to improve environmental policy and build the capacity of Peru's environmental institutions; strengthen local environmental management systems to promote sustainable forest management, protect biodiversity, control pollution, and mitigate environmental threats to public health; and increase environmental awareness. USAID support will enhance Peru's ability to sustainably utilize its natural resources to attract investment and generate jobs and income.

Inputs, Outputs, Activities:

FY 2004 Program:

Renewable natural resources (\$2,700,000 DA). USAID ongoing support for sustainable forest and management of protected areas will include the implementation and expansion of a nationwide system to issue controlled concessions for forest production, curb illegal logging, and develop a timber certification process. In addition, USAID will finance park personnel training and technical assistance to strengthen the Natural Resources Institute (INRENA). Major contractors/grantees include INRENA, World Wildlife Fund, U.S. Department of the Interior, Field Museum of Chicago, U.S. Forest Service, Chemonics International, The Nature Conservancy, and International Resources Group (IRG).

Industrial and urban pollution (\$1,360,000 DA). USAID provides technical assistance to Peruvian public sector agencies to improve their capacity to address industrial and urban environmental concerns. USAID also encourages the adoption of environmentally-friendly production technologies by supporting the National Clean Production Center and providing a Development Credit Authority loan guarantee for capital improvements. Environmental health activities, including the development of model water sanitation and waste management systems, will be completed in 2004. In FY 2004, USAID will initiate an assistance package to mitigate the negative environmental impact on Paracas Bay by industry, including the establishment of safeguards related to a new natural gas processing plant in the reserve's buffer zone. Major contractors/grantees include National Environment Council (CONAM), Directorate of Environmental Health in the Ministry of Health (DIGESA), CARE, PA Consultants, Inc., Centers for Disease Control and Prevention, Peruvian Clean Production Center, and International Resources Group (IRG).

To the extent that work is carried out in Peru's major coca-growing areas in support of counternarcotics objectives, sustainable forest management/wood certification and biodiversity protection activities will also be financed by ACI funds referenced in the Alternative Development Data Sheet (527-013).

FY 2005 Program:

Renewable natural resources (\$2,855,000 DA). Support for a nationwide forest management and wood certification system will continue with efforts expanded to include additional forest concessions. USAID also plans to continue providing assistance to improve national park and protected area management systems. Major contractors/grantees are the same as above.

Industrial and urban pollution (\$670,000 DA). USAID will continue to support CONAM and mitigation measures in the Paracas Bay Reserve. This will be the final year of USAID assistance to the National Clean Production Center. DIGESA will no longer receive direct support, but other major contractors/grantees are the same as above.

To the extent that work is carried out in Peru's major coca-growing areas in support of counternarcotics objectives, sustainable forest management/wood certification and biodiversity protection activities will also be financed by ACI funds referenced in the Alternative Development Data Sheet (527-013).

Performance and Results: USAID's environmental activities achieved important results in 2003, contributing to a strengthened capability to sustainably manage Peru's environmental assets and natural resources. As of October 2003, approximately five million hectares of forest were under sustainable management, with associated certified timber sales of approximately \$5 million and the creation of 400 full-time-equivalent jobs. Peru's National Council for the Environment has continued its decentralization process by opening an additional five regional centers, which completes coverage of all departments in Peru. With USAID-funded assistance from the Clean Production Center, nine industrial plants have reduced their pollution by 10% or more.

By 2007, USAID will increase the area of sustainably managed forest to 9.0 million hectares, 50 industrial plants will have reduced pollution by 10% or more, and Paracas Bay will have 30 systems in place to protect against industrial, urban, and agricultural pollution.

US Financing in Thousands of Dollars

Peru

	DA	DCA
527-012 Environment and Natural Resources		
Through September 30, 2002		
Obligations	4,704	73
Expenditures	488	0
Unliquidated	4,216	73
Fiscal Year 2003		
Obligations	3,804	0
Expenditures	1,978	0
Through September 30, 2003		
Obligations	8,508	73
Expenditures	2,466	0
Unliquidated	6,042	73
Prior Year Unobligated Funds		
Obligations	0	0
Planned Fiscal Year 2004 NOA		
Obligations	4,060	0
Total Planned Fiscal Year 2004		
Obligations	4,060	0
Proposed Fiscal Year 2005 NOA		
Obligations	3,525	0
Future Obligations	0	0
Est. Total Cost	16,093	73