

## The Challenge

USAID's program in Mozambique helps sustain positive economic growth and accelerate poverty reduction. Mozambique, USAID, and donors agree on development priorities: HIV/AIDS; increasing agricultural production and marketing; liberalizing the economy to attract investment and create jobs; improving health status; and governance. USAID technical assistance and training address each priority. HIV/AIDS treatment, care, and prevention programs reach ever greater numbers of Mozambicans. Small farmers increase their incomes and food security by producing and selling more. Mozambican enterprises create jobs and reach markets as the economy is liberalized. Families enjoy the benefits of better health care. Pressure is mounting on the government to curb corruption. USAID assistance complements much of the budget support to priority sectors from the twenty-plus donors. USAID programs in Mozambique promote gender equity, reduce corruption, build capacity, and prevent the spread of HIV/AIDS.

## Objectives, Sectors and Workforce

Mission Director: Jay Knott

MCA Status: Compact Eligible

PEPFAR Focus Country: Yes

Provided or Received Services From Other Missions: Received

### 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
656-006 Rural Incomes	15,780	10,767	8,806	9,759	-38.2%	1.41	Exceeded
656-007 Exports	6,981	4,411	2,509	2,644	-62.1%	0.97	Met
656-008 Maternal and Child Health	9,830	13,430	17,361	15,929	62.0%		0.14
656-009 HIV/AIDS	15,591	26,489	45,002	45,002	188.6%		0.09
656-010 Municipal Governance	2,211	2,257	992	1,000	-54.8%		0.42
PL 480 Title II not Allocated to a Strategic Objective	19,751	8,850	7,816	19,000	-3.8%		
<b>Country Total</b>	<b>70,144</b>	<b>66,204</b>	<b>82,486</b>	<b>93,334</b>	<b>33.1%</b>		

### 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	20,380	13,430	17,361	15,929	-21.8%
Development Assistance	24,572	17,435	12,307	13,403	-45.5%
Economic Support Fund	400	0	0	0	N/A
Global HIV/AIDS Initiative	5,041	26,489	45,002	45,002	792.7%
PL 480 Title II	19,751	8,850	7,816	19,000	-3.8%
<b>Total</b>	<b>70,144</b>	<b>66,204</b>	<b>82,486</b>	<b>93,334</b>	<b>33.1%</b>

### 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 DA	15,280	11,367	10,289	11,359	-25.7%
Economic Growth DA	7,481	3,811	1,026	1,044	-86.0%
Human Rights DA	0	250	0	0	N/A
Democracy and Governance DA	1,811	2,007	992	1,000	-44.8%
ESF	400	0	0	0	N/A
Family Planning / Reproductive Health CSH	4,600	5,600	5,536	4,767	3.6%
HIV / AIDS CSH	10,550	0	0	0	N/A
GHAI	5,041	26,489	45,002	45,002	792.7%
Child Survival and Maternal Health CSH	3,500	4,500	4,350	4,600	31.4%
Other Infectious Diseases CSH	1,730	3,330	7,475	6,562	279.3%
PL 480 Title II not Allocated to a Sector	19,751	8,850	7,816	19,000	-3.8%
<b>Total</b>	<b>70,144</b>	<b>66,204</b>	<b>82,486</b>	<b>93,334</b>	<b>33.1%</b>

### Workforce

	FY 2004	FY 2005	FY 2006	FY 2007	Percent Change FY 04-07
US Direct Hires	10	13	15	13	30.0%
US Non Direct Hires	11	11	14	13	18.2%
Foreign Nationals	108	103	112	112	3.7%
<b>Total</b>	<b>129</b>	<b>127</b>	<b>141</b>	<b>138</b>	<b>7.0%</b>

### Operating Expense

	FY 2004 (\$000)	FY 2005 (\$000)	FY 2006 (\$000)	FY 2007 (\$000)	Percent Change FY 04-07
Salaries and benefits	2,297	1,903	2,424	2,614	13.8%
Travel	307	411	452	452	47.2%
Transportation of things	68	179	168	168	147.1%
Rent	1,093	822	895	707	-35.3%
Security	381	319	270	270	-29.1%

Equipment	92	266	165	165	79.3%
ICASS - Operating Expense only	178	137	142	142	-20.2%
Other Operating Expense	1,658	656	540	538	-67.6%
<b>Total OE Budget</b>	<b>6,074</b>	<b>4,693</b>	<b>5,056</b>	<b>5,056</b>	<b>-16.8%</b>
US direct hire salary and benefits	1,451	1,741	1,711	1,604	10.5%
Program Funded Administrative Expenses				2,804	
<b>Country Total Administrative Budget</b>				9,464	
<b>Percent of Bureau OE Total</b>				6.6%	

**Mission Summary**

	FY 2004	FY 2005	FY 2006	FY 2007
Program per US Direct Hire (\$000)	7,014	5,093	5,499	7,180
Program per All US (\$000)	3,340	2,759	2,844	3,590
Program per Position (\$000)	544	521	585	676
Operating Expense as % of Program Funding				5.4%
Program Funded Admin Expense as % of Total Admin				29.6%
Total Admin Expense as % of Program Funding				10.1%

**Other Major Donors:**

Bilateral: United Kingdom, Japan, the Netherlands, Norway, Sweden.

Multilateral: World Bank, European Union, United Nations Development Program.