

# Honduras

## The Challenge

USAID's program in Honduras aims to increase economic growth by taking advantage of the benefits of regional and international trade in order to reduce poverty. Honduras faces a series of complex challenges including a lack of capacity to implement the Central America and Dominican Republic Free Trade Agreement (CAFTA-DR); a weak judicial system and widespread corruption; and the inability to deliver social services to all its citizens. To this end, USAID is working to support civil legal reform and strengthen civil society to combat corruption and promote human rights. Programs also aim to help the Government of Honduras (GOH) decentralize and build capacity to implement CAFTA-DR efficiently, assist small farmers and entrepreneurs grow and diversify their production, combat environmental degradation and unsustainable use of natural resources, improve the quality of basic education, help the GOH to better deliver health services, and increase food security to vulnerable communities.

## Objectives, Sectors and Workforce

Mission Director: Paul Tuebner

MCA Status: Signed Compact

PEPFAR Focus Country: No

Provided or Received Services From Other Missions: Both

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
						Score	Target	
522-021 Ruling Justly	5,640	4,622	1,980	2,448	-56.6%	2.00	Exceeded	0.39
522-022 Economic Freedom	11,357	9,799	4,964	3,014	-73.5%	1.12	Exceeded	0.21
522-023 Investing in People	19,577	20,127	25,020	19,998	2.2%	0.92	Met	0.17
PL 480 Title II	7,450	13,538	10,385	16,000	114.8%			
<b>Country Total</b>	<b>44,024</b>	<b>48,086</b>	<b>42,349</b>	<b>41,460</b>	<b>-5.8%</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	12,777	13,192	13,140	12,170	-4.8%
Development Assistance	22,797	20,856	18,824	13,290	-41.7%
Global HIV/AIDS Initiative	1,000	500	0	0	N/A
PL 480 Title II	7,450	13,538	10,385	16,000	114.8%
<b>Total</b>	<b>44,024</b>	<b>48,086</b>	<b>42,349</b>	<b>41,460</b>	<b>-5.8%</b>

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	5,800	6,435	11,880	7,828	35.0%
Agriculture and Environment DA	7,969	6,479	1,004	2,014	-74.7%
Economic Growth DA	3,388	3,320	3,960	1,000	-70.5%
Democracy and Governance DA	5,640	3,952	1,980	2,448	-56.6%
Conflict Management / Humanitarian Assistance DA	0	670	0	0	N/A
Family Planning / Reproductive Health CSH	4,750	4,158	4,112	3,246	-31.7%
HIV / AIDS CSH	4,200	5,158	5,156	5,136	22.3%
GHAI	1,000	500	0	0	N/A
Child Survival and Maternal Health CSH	3,142	3,143	3,377	3,288	4.6%
Other Infectious Diseases CSH	685	733	495	500	-27.0%
PL 480 Title II	7,450	13,538	10,385	16,000	114.8%
<b>Total</b>	<b>44,024</b>	<b>48,086</b>	<b>42,349</b>	<b>41,460</b>	<b>-5.8%</b>

Workforce	FY 2004	FY 2005	FY 2006	FY 2007	Percent Change FY 04-07
US Direct Hires	11	11	15	15	36.4%
US Non Direct Hires	8	8	7	7	-12.5%
Foreign Nationals	80	81	81	81	1.3%
<b>Total</b>	<b>99</b>	<b>100</b>	<b>103</b>	<b>103</b>	<b>4.0%</b>

<b>Operating Expense</b>	<b>FY 2004 (\$000)</b>	<b>FY 2005 (\$000)</b>	<b>FY 2006 (\$000)</b>	<b>FY 2007 (\$000)</b>	<b>Percent Change FY 04-07</b>
Salaries and benefits	1,804	1,668	1,495	1,489	-17.5%
Travel	231	163	91	91	-60.6%
Transportation of things	48	40	7	7	-85.4%
Rent	554	504	527	527	-4.9%
Security	137	105	118	118	-13.9%
Equipment	350	176	0	13	-96.3%
ICASS - Operating Expense only	165	157	158	148	-10.3%
Other Operating Expense	374	565	387	390	4.3%
<b>Total OE Budget</b>	<b>3,663</b>	<b>3,378</b>	<b>2,783</b>	<b>2,783</b>	<b>-24.0%</b>
US direct hire salary and benefits	1,665	1,570	1,879	1,943	16.7%
Program Funded Administrative Expenses				2,285	
<b>Country Total Administrative Budget</b>				7,011	
<b>Percent of Bureau OE Total</b>				6.7%	

<b>Mission Summary</b>	<b>FY 2004</b>	<b>FY 2005</b>	<b>FY 2006</b>	<b>FY 2007</b>
Program per US Direct Hire (\$000)	4,002	4,371	2,823	2,764
Program per All US (\$000)	2,317	2,531	1,925	1,885
Program per Position (\$000)	445	481	411	403
Operating Expense as % of Program Funding				6.7%
Program Funded Admin Expense as % of Total Admin				32.6%
Total Admin Expense as % of Program Funding				16.9%

**Other Major Donors:**

Bilateral: Japan, Spain, Sweden, Canada, Switzerland, Netherlands, and Italy. Honduras also has a signed Compact with the Millennium Challenge Corporation.

Multilateral: The principal multilateral donors/lenders (each of which have diversified portfolios) are the World Bank; the Interamerican Development Bank; the Central American Bank for Economic Integration; the European Union; the United Nations agencies (UNDP, FAO, WFP, UNICEF, WHO, UNFPA, IFAD); the Organization of American States; and the International Monetary Fund.

## Honduras 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	12,777	13,192	13,140	12,170
Development Assistance	22,797	20,856	18,824	13,290
Global HIV/AIDS Initiative	1,000	500	0	0
PL 480 Title II	7,450	13,538	10,385	16,000
<b>Total Program Funds</b>	<b>44,024</b>	<b>48,086</b>	<b>42,349</b>	<b>41,460</b>

### STRATEGIC OBJECTIVE SUMMARY

522-021 Ruling Justly				
DA	5,640	4,622	1,980	2,448
522-022 Economic Freedom				
DA	11,357	9,799	4,964	3,014
522-023 Investing in People				
CSH	12,777	13,192	13,140	12,170
DA	5,800	6,435	11,880	7,828
GHAI	1,000	500	0	0

Mission Director,  
Paul Tuebner

## Data Sheet

<b>USAID Mission:</b>	Honduras
<b>Program Title:</b>	Ruling Justly
<b>Pillar:</b>	Democracy, Conflict and Humanitarian Assistance
<b>Strategic Objective:</b>	522-021
<b>Status:</b>	Continuing
<b>Planned FY 2006 Obligation:</b>	\$1,980,000 DA
<b>Prior Year Unobligated:</b>	\$0
<b>Proposed FY 2007 Obligation:</b>	\$2,448,000 DA
<b>Year of Initial Obligation:</b>	2003
<b>Estimated Year of Final Obligation:</b>	2008

**Summary:** USAID provides assistance to strengthen and decentralize key Government of Honduras (GOH) responsibilities and authorities to the local level, improve the ability of the GOH and local governments to respond to the demands and needs of their citizens, encourage alliances between community groups and local governments, improve access to justice through alternative dispute resolution, and strengthen oversight by citizens in the management of public funds. To strengthen the justice sector and improve the rule of law in Honduras, USAID focuses on decreasing political interference through advocacy by civil society organizations, and supporting implementation of Central America and Dominican Republic Free Trade Agreement (CAFTA-DR) through introducing reform of the civil court system.

### **Inputs, Outputs, Activities:**

#### **FY 2006 Program:**

Strengthen the Justice Sector (\$600,000 DA). USAID will provide technical assistance to support legal reform, including a new Civil Procedure Code, that supports implementation of CAFTA-DR. Adoption of mediation and other alternative mechanisms for resolving civil disputes at the local level will be supported through the establishment of three alternative dispute resolution centers, which will provide mediation and other services to several municipalities. This assistance will be channeled through civil society organizations, such as the Federation of Private Development Organizations of Honduras (FOPRIDEH), to promote their effective advocacy for fighting corruption, reforming the justice sector, and improving human rights. Principal grantees will be local NGOs to be determined through a competitive process.

Support Democratic Local Government and Decentralization (\$1,380,000 DA). USAID provides technical assistance and small grants in order to increase citizen participation in local governments. USAID will also provide technical assistance and training to municipalities in financial administration, tax collection, and delivery of basic public services to citizens. USAID will assist more than 25 municipal governments during the post-election transition period, including assistance to increase citizen involvement in municipal government. USAID also assists the national municipal association to more effectively represent the interests of local governments to the federal government and to promote implementation of the National Decentralization Pact. USAID promotes regional alliances among municipalities that are too small to effectively manage and maintain public services. Principle contractors and grantees include Management Systems International (MSI), The Urban Institute, the National Association of Municipalities, and local nongovernmental organizations (NGOs).

#### **FY 2007 Program:**

Strengthen the Justice Sector (\$600,000 DA). USAID will provide technical assistance to support implementation of a new Civil Procedure Code that supports implementation of CAFTA-DR and provides a more transparent and efficient legal framework for commercial and private

transactions. Support also will be provided to civil society organizations to promote advocacy, dialogue, and public awareness of legal reform issues. Same partners as above.

Support Democratic Local Government and Decentralization (\$1,848,000 DA). USAID will continue to provide assistance to select large and small municipalities in order to increase citizen participation in decision making, the transparent administration of public funds, and the effective delivery of basic public services. In addition, continued strengthening of municipal associations/councils of governments will create economies of scale and service delivery improvements in small municipalities. Local economic development initiatives will be implemented via self-help models, and alliances will be strengthened between business entities, citizen groups, social leaders, and other stakeholders. Same partners as above.

**Performance and Results:** During 2005, citizens actively participated in the development of work plans in 32 municipalities and in transition activities in over 30 municipalities to encourage incoming administrations to retain policy and organizational expertise. In the areas of transparency and anti-corruption, oversight and monitoring of public municipal funds was improved by increasing citizen oversight and participation in anti-corruption councils; the expertise and capabilities of the Supreme Audit Institution (SAI) were strengthened via training on the auditing principles and practice; and by the reestablishment of the National Anti-Corruption Council (CAN).

Adoption of a new Criminal Procedure Code in 2002 led to 3,362 plea bargains and an increase in oral trials in 2005, which in turn contributed significantly to a reduction in the backlog of cases. The Supreme Court approved a draft Civil Procedure Code, and the new Judiciary Organic Law and companion Judicial Career Law were also drafted. The latter two laws are expected to improve the selection and promotion of judges based upon merit and improve the organizational structure of the courts, respectively. However, these important structural changes cannot substitute for a lack of political will to eliminate improper political influence in the justice sector. Continued support to civil society organizations and associations of judges, attorneys, and other legal professionals as advocates for change will be a key factor in ensuring the long-term sustainability of reforms. Finally, as a direct result of on-going USAID assistance, voters for the first time were able to directly elect their congressional representatives in the 2005 elections. USAID supported a voter education campaign on the new reforms, as well as a 5,600 person domestic observer program to ensure transparent elections.

## US Financing in Thousands of Dollars

Honduras

522-021 Ruling Justly	DA	ESF
<b>Through September 30, 2004</b>		
Obligations	8,890	0
Expenditures	22	0
Unliquidated	8,868	0
<b>Fiscal Year 2005</b>		
Obligations	4,622	150
Expenditures	4,046	123
<b>Through September 30, 2005</b>		
Obligations	13,512	150
Expenditures	4,068	123
Unliquidated	9,444	27
<b>Prior Year Unobligated Funds</b>		
Obligations	0	0
<b>Planned Fiscal Year 2006 NOA</b>		
Obligations	1,980	0
<b>Total Planned Fiscal Year 2006</b>		
Obligations	1,980	0
<b>Proposed Fiscal Year 2007 NOA</b>		
Obligations	2,448	0
Future Obligations	3,604	0
Est. Total Cost	21,544	150

## Data Sheet

<b>USAID Mission:</b>	Honduras
<b>Program Title:</b>	Economic Freedom
<b>Pillar:</b>	Economic Growth, Agriculture and Trade
<b>Strategic Objective:</b>	522-022
<b>Status:</b>	Continuing
<b>Planned FY 2006 Obligation:</b>	\$4,964,000 DA
<b>Prior Year Unobligated:</b>	\$0
<b>Proposed FY 2007 Obligation:</b>	\$3,014,000 DA
<b>Year of Initial Obligation:</b>	2003
<b>Estimated Year of Final Obligation:</b>	2008

**Summary:** USAID supports Honduras' competitiveness in global markets through improvements in trade policy analysis and the legal and regulatory framework for trade, investment, and competitiveness; promoting a more competitive rural economy; and improving the management of critical watersheds. The program will enhance Honduras' ability to both participate more effectively in free trade agreements and to take full advantage of the greater trade opportunities made available by more open global markets. USAID will provide technical support to improve the competitiveness of micro, small, and medium sized enterprises in rural areas to fully reap the benefits of freer trade achieved through economic diversification and better trade practices. USAID's integrated watershed resources management activities will focus on conservation of natural resources, including biodiversity, disaster preparedness, and the implementation of the Environmental Cooperation Agreement under the Central America and Dominican Republic Free Trade Agreement (CAFTA-DR).

### **Inputs, Outputs, Activities:**

#### **FY 2006 Program:**

Improve Sustainable Management of Natural Resources and Biodiversity (\$2,004,000 DA). USAID continues to improve the end-use management of critical watersheds. Laws and regulations impacting both natural resources and disaster preparedness will be improved, and more communities and municipalities will form committees and emergency operational centers. USAID's Integrated Watershed Resources Management Program provides technical assistance to local stakeholders for the development of at least 14 additional watershed management plans that will help communities have a stake in the protecting water for both health and income generating purposes. USAID is increasing the average income of parks by improving the management of five protected areas, completing flora and fauna inventories to establish biodiversity benchmarks in protected areas, and disseminating best practices for ecotourism. Principal contractors, grantees, and local partners include International Resources Group (prime), Winrock International, Development Associates, Inc., Zamorano University, the Honduran Agricultural Research Foundation, VIDA Foundation, Madera Verde, Rare Conservation, Amagavi, and AGA and Associates.

Increase Agricultural Productivity (\$1,960,000 DA). USAID continues to support micro, small and medium rural enterprises to be more competitive by promoting agricultural and product diversification, improving productivity and quality, and expanding market access. USAID continues to fund assistance to producers and exporters who need to meet increasingly strict international export and market standards in worker safety, bio-terrorism protection, food safety, labor, product traceability, and quality assurance practices. USAID trade capacity building activities with rural producers support the expansion and diversification into nontraditional value-added agricultural (e.g., Asian vegetables, melons, jalapeños) and non-agricultural products (e.g., handicrafts). Principal contractors, grantees, and local partners include: Fintrac Inc. (prime), Zamorano University (sub), the Honduran Agricultural Research Foundation (sub), World Vision

(sub), and the Ministry of Agriculture and Livestock.

Increase Trade and Investment (\$1,000,000 DA). USAID continues to support greater market openings for Honduran enterprises and the implementation of CAFTA-DR, through the Trade, Investment, and Competitiveness program. The Foundation for Investment and Development of Exports (FIDE), is working with the GOH's Secretariat of Industry and Commerce and the Secretariat of Agriculture and Livestock to encourage broad collaboration and participation of public and private sectors. USAID's program continues to provide assistance to the GOH in policy analysis so that businesses can take advantage of CAFTA-DR and become more competitive in international markets. USAID continues to provide assistance to improve Honduras' capacity to research and analyze trade information to formulate policy recommendations. USAID will support the Government of Honduras (GOH) and the private sector in trade capacity building activities for CAFTA-DR implementation and compliance. Grantees and partners include: FIDE (prime); Honduras Council for Private Enterprises (sub); Secretariats of Industry and Commerce and of Agriculture and Livestock.

**FY 2007 Program:**

Improve Sustainable Management of Natural Resources and Biodiversity (\$2,014,000 DA). USAID will continue to provide technical assistance and training to: improve the end-use management of critical watersheds increase harmonization and enforcement of environmental laws and regulations; and increase disaster preparedness and mitigation. USAID will continue to work through public and private organizations to implement activities in watershed areas that complement economic opportunities. USAID will also address the pressing need for intervention in poor communities occupying and surrounding critical watershed areas. Same partners as above.

Increase Trade and Investment (\$1,000,000 DA). USAID will continue its efforts, in coordination with other USG agencies such as the U.S. Department of Agriculture, the U.S. Trade Representative and the Food and Drug Administration, to assist the GOH to comply with export rules, regulations, and export certifications, particularly in the agricultural sector. USAID will continue coordinating with the regional program on streamlining customs procedures and supporting regional sanitary and phytosanitary initiatives. USAID will also continue supporting initiatives to comply with labor and environmental regulations and intellectual property rights, to assist Honduras to respond quickly and efficiently to international standards and fully benefit from the international trading system. Same partners as above.

**Performance and Results:** USAID's TCB assistance to the Honduran CAFTA-DR civil society outreach program was instrumental in building support and awareness for CAFTA-DR during the negotiation and ratification stages. USAID supported top quality assessments on critical trade and competitiveness topics to be faced by the incoming administration in areas of telecommunications, energy, etc. This enabled presidential and congressional candidates to conduct informed policy debate on priority economic issues. USAID agricultural diversification programs reached more than 7,738 growers and processors increased their income by an average of 40%. Improved production and processing activities introduced by USAID programs have resulted in increased sales of over \$11 million. In addition, USAID clients invested more than \$11 million. More than 2,600 full-time permanent positions, 30% of which were occupied by women, were attributed directly to USAID technical assistance. In the environment sector, eight micro-watershed plans were implemented encompassing over 14,000 hectares of land. USAID also provided support to the GOH forestry agency, partly with assistance from a U.S. Forest Service specialist, in combating forest fires and severe pest outbreaks in 210,000 hectares of pine forest in central and southern Honduras critical to Honduras' economic and natural resource future.

## US Financing in Thousands of Dollars

Honduras

	DA	DCA
522-022 Economic Freedom		
<b>Through September 30, 2004</b>		
Obligations	17,405	162
Expenditures	636	1
Unliquidated	16,769	161
<b>Fiscal Year 2005</b>		
Obligations	9,675	115
Expenditures	7,704	11
<b>Through September 30, 2005</b>		
Obligations	27,080	277
Expenditures	8,340	12
Unliquidated	18,740	265
<b>Prior Year Unobligated Funds</b>		
Obligations	0	0
<b>Planned Fiscal Year 2006 NOA</b>		
Obligations	4,964	0
<b>Total Planned Fiscal Year 2006</b>		
Obligations	4,964	0
<b>Proposed Fiscal Year 2007 NOA</b>		
Obligations	3,014	0
Future Obligations	19,752	0
Est. Total Cost	54,810	277

## Data Sheet

<b>USAID Mission:</b>	Honduras
<b>Program Title:</b>	Investing in People
<b>Pillar:</b>	Global Health
<b>Strategic Objective:</b>	522-023
<b>Status:</b>	Continuing
<b>Planned FY 2006 Obligation:</b>	\$13,140,000 CSH; \$11,880,000 DA
<b>Prior Year Unobligated:</b>	\$0
<b>Proposed FY 2007 Obligation:</b>	\$12,170,000 CSH; \$7,828,000 DA
<b>Year of Initial Obligation:</b>	2003
<b>Estimated Year of Final Obligation:</b>	2008

**Summary:** USAID seeks to increase quality maternal/child health services and family planning; enhance efficiency by decentralizing the Ministry of Health (MOH); increase private sector involvement; expand HIV prevention and treatment; improve MOH capacity to monitor and control HIV, tuberculosis (TB), and other infectious diseases; address food insecurity and malnutrition by improving food production, market infrastructure, and community health services; lower primary school repetition; increase access to quality secondary education; and develop standards and standardized tests for primary school.

### Inputs, Outputs, Activities:

#### FY 2006 Program:

Achieve Equitable Access to Quality Basic Education (\$11,880,000 DA). USAID directly supports Honduras' Education for All/Fast Track (EFA/FT) initiative which provides technical assistance to implement standards and standardized tests in math and Spanish for primary school and grades 7-12 and train teachers, departmental leaders, parents and volunteers to use them. In addition, USAID funds the GOH's implementation of the regional Centers for Excellence in Teacher's Training (CETT) model to improve the teaching of reading and writing in grades 1-3. USAID works with the GOH to develop an alternative high school program and expand the current alternative basic education program; both programs are aimed at out-of-school youth and adults. USAID assists civil society to participate in education policy development. Principal contractors and grantees: Academy for Education Development, Association of Institutes for Research, Ricardo Ernesto Maduro Andreu Education Foundation.

Improve Child Survival, Health and Nutrition (\$1,037,000 CSH). USAID is financing technical assistance to the MOH to expand community health services in poor areas and mass media campaigns to improve child care practices.

Improve Maternal Health and Nutrition (\$2,340,000 CSH). USAID is financing implementation of obstetric care standards, quality assurance, and mass media campaigns for the MOH to increase hospital deliveries and pre/postnatal care. USAID also provides commodities and technical assistance to the MOH's TB and new environmental health workers programs. USAID assistance provides training and commodities to the National Water and Sewerage Service for a rural water and sanitation quality control system.

Protect and Increase Food Security of Vulnerable Populations. USAID is improving food production and marketing and maternal/child health and nutrition in the poorest areas of Honduras. Grantees: CARE, Adventist Development and Relief Agency, World Vision International, Save the Children USA.

Reduce Transmission and Impact of HIV/AIDS (\$5,156,000 CSH). USAID funds technical assistance to local non-governmental organizations for expansion of behavior change programs, community care programs, and voluntary testing and counseling. Further, USAID assists the MOH to improve its monitoring of behavior change and HIV prevalence nationwide. Principal contractor and grantee: The Academy for Education Development.

Support Democratic Local Government and Decentralization (\$495,000 CSH). USAID provides technical

assistance and financial support for the decentralization of the MOH, including assistance to regional departments to operate local health systems and manage contracts with local organizations for service delivery.

Support Family Planning (\$4,112,000 CSH). USAID provides training, commodities, and technical assistance to the MOH and the Family Planning Association of Honduras to expand and improve family planning services and conduct mass media campaigns to promote these services.

**FY 2007 Program:**

Achieve Equitable Access to Quality Basic Education (\$7,828,000 DA). USAID will provide technical assistance and training to implement national education policies and testing strategies to achieve EFA-FTI goals and indicators. For continued GOH implementation of the CETT model nationally, USAID will continue to fund the GOH's efforts to implement a national CETT model for teacher training. Further USAID will assist the GOH to complete decentralization of alternative basic education for out-of-school and at-risk youth and adults and pilot a new alternative high school program. USAID will also assist civil society and private sector organizations to participate in education reform and work force development efforts. Same grantees as above.

Improve Child Survival, Health and Nutrition: (\$1,960,000 CSH). USAID will continue to assist the MOH to support child care awareness media campaigns and expand community health services in poor areas.

Improve Maternal Health and Nutrition (\$2,792,000 CSH). USAID will continue to finance the implementation of essential obstetric care standards, quality assurance, and media campaigns for the MOH to improve pre/postnatal care. USAID will also finance commodities and technical assistance for the MOH's TB program and support the National Water and Sewerage Service's efforts to expand rural water and sanitation systems.

Protect and Increase Food Security of Vulnerable Populations. USAID will continue to improve food production and maternal/child health and nutrition in the poorest areas of Honduras. Same grantees as above.

Reduce Transmission and Impact of HIV/AIDS (\$3,880,000 CSH). USAID will continue to support local non-governmental organizations to expand behavior change, community care, and voluntary testing and counseling among high-risk groups; assist the MOH to better monitor the extent of behavior change and HIV prevalence; and ensure access to the Global Fund to Fight AIDS, Tuberculosis, and Malaria anti-retroviral drugs. Same grantee as above.

Support Democratic Local Government and Decentralization (\$333,000 CSH). USAID will continue to provide technical assistance and financial support for the decentralization of the MOH.

Support Family Planning (\$3,205,000 CSH). USAID funds will enable the Family Planning Association of Honduras and the MOH to expand use of maternal health, family planning, and contraceptive social marketing.

**Performance and Results:** Continued USAID support has contributed to significant declines in fertility rates and child mortality, increased use of family planning, declining numbers of new TB cases, and high TB cure rates. A new cadre of environmental health workers to control malaria and dengue was hired and a successful AIDS prevention programs for high-risk groups launched. USAID concluded a pilot community pre-school program that attracted substantial donor funding. The alternative basic education program for out-of-school youth and adults has provided over 500,000 person-years of education, resulting in \$460 million of additional income for its beneficiaries. Over 89,000 teachers have been trained, student performance standards for primary school developed, and the prevalence of first graders repeating the grade has declined from 17% to 14%, the largest reduction ever recorded.

## US Financing in Thousands of Dollars

Honduras

522-023 Investing in People	CSH	DA	GHAI	PL 480
<b>Through September 30, 2004</b>				
Obligations	12,039	9,550	1,000	0
Expenditures	336	1,792	0	0
Unliquidated	11,703	7,758	1,000	0
<b>Fiscal Year 2005</b>				
Obligations	13,192	6,437	0	0
Expenditures	7,904	5,778	797	0
<b>Through September 30, 2005</b>				
Obligations	25,231	15,987	1,000	0
Expenditures	8,240	7,570	797	0
Unliquidated	16,991	8,417	203	0
<b>Prior Year Unobligated Funds</b>				
Obligations	0	0	0	0
<b>Planned Fiscal Year 2006 NOA</b>				
Obligations	13,140	11,880	0	10,385
<b>Total Planned Fiscal Year 2006</b>				
Obligations	13,140	11,880	0	10,385
<b>Proposed Fiscal Year 2007 NOA</b>				
Obligations	12,170	7,828	0	16,000
Future Obligations	28,299	9,021	0	7,626
Est. Total Cost	78,840	44,716	1,000	34,011