
LEGISLATION AND POLICY

Fiscal Year 2001 Security Assistance Funding Allocations

By

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INTRODUCTION

The last *DISAM Journal*, Winter 2000/2001 Edition, provided an extensive description and analysis of the numerous pieces of security assistance-related legislation enacted during 2000 for FY2001. While funding for the fiscal year was appropriated by the *Foreign Operations, Export Financing, and Related Appropriations Act, 2001*, P.L. 106-429, 6 November 2000, the allocation of funding for specific countries and programs was not completed and published by the Department of State until the third week of February 2001 by message DTG SECSTATE WASHDC 240207ZFEB01. As was the case with last year, the allocation process was especially difficult in that a 0.22 percent across-the-board budget rescission was later mandated by *Miscellaneous Appropriations for Fiscal Year 2001*, Section 1(a)(4), P.L. 106-552, 21 December 2000. Nearly all programs were to experience this reduction in funding with the four major appropriated security assistance programs each being equally affected by an overall total of \$13.377 million. The allocation process was further complicated with the change in administration and its associated overhaul in political and policy leadership. P.L. 106-429, *Title VI, Emergency Supplemental Appropriation, Military Assistance*, augmented funding in support of a Southeast Europe Initiative (SEI) by increasing both the Foreign Military Financing Program (FMFP) and the International Military Education and Training (IMET) program by \$31 million and \$2.875 million, respectively, expressly for the countries of the Balkans and southeast Europe.

FY2001 SECURITY ASSISTANCE FUNDING

Table 1 is an overall presentation of the entire funding security program for FY2001. Also displayed in the table for comparison are the program funding levels from FY2000 (less the Wye River overall supplemental of \$1.825 billion), the Administration's request for funding, and the proposals from both the Senate and the House of Representatives prior to the conference held to iron out the differences. It must be noted that the budget proposed by the *FY2001 Congressional Budget Justification for Foreign Operations* [in the past, referred to as the *Congressional Presentation Document (CPD)*] was published early in the calendar year of 2000 and did not include the Southeast Europe Initiative (SEI) supplement. The final figures in the right hand column reflect the final appropriations to include the SEI but not the mandated rescissions.

Disregarding the supplemental funding for both years, overall security assistance funding approved for FY2001 is \$64.163 million more than the level approved for FY2000 and \$7.8 million more than initially requested by the Administration. Both the FMFP and IMET levels are higher for FY2001 than for FY2000, while the reverse is the case for Economic Support (ESF) and Peacekeeping Operations (PKO).

Table 1

**SECURITY ASSISTANCE PROGRAM APPROPRIATIONS
Fiscal Years 2000 and 2001 Funding Levels
(Dollars in Millions)**

	FY2000 Actual Funding [1]	FY2000 Budget Proposal [2]	HRpt 106-997 Senate Proposal	HRpt 106-997 House Proposal	P.L. 106-429 6 Nov 00 FY2001 Funding
FMFP	\$3,419.303	\$3,538.200	\$3,519.000	\$3,268.000	\$3,576.000 [3]
IMET	50.000	55.000	55.000	47.250	57.875 [4]
ESF	2,365.000	2,313.000	2,208.900	2,220.000	2,320.000 [5]
PKO	<u>150.534</u>	<u>134.000</u>	<u>85.000</u>	<u>117.000</u>	<u>127.000</u>
TOTAL	\$5,984.837	\$6,040.200	\$5,867.900	\$5,652.250	\$6,080.875

[1] Does not include the Wye River supplemental of \$1,375.000 million in FMFP for Israel, Jordan, and Egypt and \$450.000 in ESF for Jordan and West Bank and Gaza.

[2] The budget proposal figures are from the *FY2001 Congressional Budget Justification for Foreign Operations*. These proposal figures do not include the Administration's subsequent request for supplemental FMFP and IMET funding for the countries of the Balkans and southeast Europe [Southeast Europe Initiative (SEI)].

[3] Includes \$31.000 million in supplemental FMFP funding for the SEI to remain available until 30 September 2002.

[4] Includes \$2.875 million in supplemental IMET funding for the SEI to remain available until 30 September 2002.

[5] Includes \$25.000 million in ESF funding appropriated as the U.S. contribution to the International Fund for Ireland to remain available until 30 September 2002.

FY2001 FOREIGN MILITARY FINANCING PROGRAM (FMFP)

Table 2 provides the FY2001 FMFP funding allocated by country or program displayed by region. The mandated 0.22 percent rescission for FY2001 FMFP is \$7.867 million bringing the total funding to be allocated for the year to \$3,568.133 million. After its rescission, final FY2000 FMFP was \$3,413.297 million or \$154.836 million less than final FY2001 funding. When comparing the middle *Budget Request* column with the right hand *Funding* column, the only programs not negatively affected by the FY2001 rescission are Israel (unchanged); Morocco, Tunisia, Kyrgyzstan, and Uzbekistan (all four increased); and Croatia, Malta, and East Timor (no funding initially requested for any of the three). The SEI supplemental also experienced a \$0.154 million rescission reduction. The State Department allocation message states the current U.S. policy regarding provision of FMFP to new NATO members permits Partnership-for-Peace (PfP) partners, only upon accession to NATO, to use FMFP grant funding to purchase lethal defense articles and FMFP grants or loans to acquire fighter aircraft.

Table 2

**FOREIGN MILITARY FINANCING PROGRAM FUNDING
FY2001 Funding Allocation
(Dollars in Millions)**

<u>Country/Program by Geographical Region</u>	<u>FY2000 FMFP Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 FMFP Funding</u>
<u>NEAR EAST</u>			
Egypt	1,300.000	\$1,300.000	\$1,293.592
(Wye River supplemental)	(25.000)		
Israel		1,920.000	1,980.000
1,980.000			
(Wye River supplemental)	(1,200.000)		
Jordan	74.715	75.000	74.630
(Wye River supplemental)	(150.000)		
Morocco	1.500	2.500	2.488
Tunisia	<u>3.000</u>	<u>2.500</u>	<u>3.483</u>
Subtotal, Near East	3,299.215 [1]	3,360.000	3,354.193
<u>EUROPE</u>			
Partnership for Peace (PfP)	[33.400]	[62.000]	[62.689]
Albania	1.600	4.500	4.229
Bulgaria	4.800	8.500	7.762
Croatia	4.000	0.000	3.980
Estonia	4.000	6.350	6.169
Latvia	4.000	5.350	5.174
Lithuania	4.400	6.500	6.468
Macedonia	0.000	7.900	7.612
Romania	6.000	11.000	9.453
Slovakia	2.600	8.400	8.359
Slovenia	2.000	3.500	3.483
Bosnia	0.000	3.000	2.985
Malta	0.450	0.000	2.985
Czech Republic	6.000	9.000	8.956
Hungary	6.000	9.000	8.956
Poland	<u>8.000</u>	<u>12.300</u>	<u>12.240</u>
Subtotal, Europe	53.850	95.300	98.811
<u>INDEPENDENT STATES OF THE FORMER SOVIET UNION</u>			
Partnership for Peace (PfP)	[12.350]	[15.900]	[16.818]
Georgia	3.000	4.500	4.478
Kazakhstan	1.500	1.900	1.891
Kyrgyzstan	1.000	1.600	1.841
Moldoval	.250	1.500	1.493

Table 2 (Continued)
FOREIGN MILITARY FINANCING PROGRAM FUNDING
FY2001 Funding Allocation
(Dollars in Millions)

<u>Country/Program by Geographical Region</u>	<u>FY2000 FMFP Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 FMFP Funding</u>
Ukraine	3.250	4.000	3.980
Uzbekistan	<u>1.750</u>	<u>1.700</u>	<u>2.438</u>
Subtotal, Independent States of the former Soviet Union	12.350	15.900	16.818
<u>WESTERN HEMISPHERE</u>			
Argentina	0.450	1.000	.995
Caribbean Regional	[1.700]	[2.450]	[2.438]
Bahamas	0.050	0.140	0.139
Belize	0.100	0.200	0.199
Dominican Republic	0.400	0.650	0.647
Guyana	0.100	0.125	0.124
Haiti	0.300	0.450	0.448
Jamaica	0.500	0.585	0.582
Trinidad and Tobago	0.250	0.300	0.299
Eastern Caribbean	<u>1.300</u>	<u>1.550</u>	<u>1.542</u>
Subtotal, Western Hemisphere	3.450	5.000	4.975
<u>AFRICA</u>			
Africa Regional Stability	0.000	18.000	17.911
Nigeria	<u>10.000</u>	<u>0.00</u>	<u>0.000</u>
Subtotal, Africa	10.000	18.000	17.911
<u>EAST ASIA AND THE PACIFIC</u>			
East Timor	0.000	0.000	1.791
Mongolia	0.000	2.000	1.990
Philippine	<u>1.437</u>	<u>2.000</u>	<u>1.990</u>
Subtotal, East Asia and the Pacific	1.437	4.000	5.771
<u>SOUTHEAST EUROPE INITIATIVE (SEI) SUPPLEMENTAL APPROPRIATION</u>			
Bosnia			2.985
Albania			4.378
Bulgaria			5.672
Macedonia			5.970
Romania			7.463
Slovakia			2.388
Slovenia			<u>1.990</u>
Subtotal SEI supplemental			30.846

Table 2 (Continued)
FOREIGN MILITARY FINANCING PROGRAM FUNDING
FY2001 Funding Allocation
(Dollars in Millions)

<u>Country/Program by Geographical Region</u>	<u>FY2000 FMFP Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 FMFP Funding</u>
<u>OTHER</u>			
FMFP Administrative Costs	30.495	33.000	32.838
Enhanced International Peacekeeping Capabilities (EIPC)	<u>2.500</u>	<u>6.000</u>	<u>5.970</u>
Subtotal, Other	32.995	39.000	38.808
<u>RESCISSION</u>	<u>6.006</u>	<u>0.000</u>	<u>7.867</u>
TOTAL FMFP	\$3,419.303 [1]	\$3,538.200	\$3,576.000

[1] FY2000 totals do not reflect the Wye River supplemental.

INTERNATIONAL MILITARY AND EDUCATION TRAINING (IMET)

Table 3 provides the FY2001 funding allocations for IMET, again, by region, country, and program. The SEI supplemental added \$2.875 million to the initial appropriated level of \$55.000 million. After the mandated rescission of \$0.127 million, a total of \$57.748 million remained for final allocation. This final FY2001 IMET figure exceeded the FY2000 level of, after rescission, \$49.810 million and the FY2001 request for \$55.000 million. When comparing the middle *Budget Request* column with the right hand *Funding* column by region, the following regions experienced a decrease in IMET funding: Africa (\$425 thousand), East Asia and the Pacific (\$200 thousand), and Western Hemisphere (\$60 thousand). The Near East and Former Soviet Union regions experienced no changes while the South Asia region had a \$60 thousand increase. The European region initially had a \$1.000 million decrease, but with a SEI supplement of \$2.875 million, the resultant was a \$1.785 million increase. The appropriated SEI supplemental was unaffected by the mandated 0.22 percent rescission during the allocation process. In comparing the left hand *FY2000 Funding* column with the right hand *FY2001 Funding* column, all of the regions experienced an increase in funding.

Table 3

INTERNATIONAL MILITARY AND EDUCATION TRAINING (IMET)
 FY2001 Funding Allocation
 (Dollars in Thousands)

<u>Country/Program by Geographical Region</u>	<u>FY2000 IMET Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 IMET Funding</u>
<u>AFRICA</u>			
Angola	00	50	50
Benin	356	350	390
Botswana	479	500	580
Burkina Faso	00	70	00
Burundi	00	70	00
Cameroon	189	160	180
Cape Verde	123	100	120
Central African Republic	103	100	110
Chad	100	75	130
Congo (Brazzaville)	00	75	110
Congo (Kinshasa)	00	75	00
Côte d'Ivoire	22	100	00
Djibouti	163	125	150
Eritrea	27	345	155
Ethiopia	152	400	175
Gabon	47	75	150
Ghana	450	425	450
Guinea	179	175	230
Guinea-Bissau	22	50	50
Kenya	422	425	450
Lesotho	86	85	85
Liberia	00	75	00
Madagascar	160	125	160
Malawi	354	350	350
Mali	270	300	320
Mauritania	00	75	100
Mauritius	79	60	80
Mozambique	178	200	200
Namibia	175	195	195
Niger	00	60	100
Nigeria	525	650	650
Rwanda	164	250	100
Sao Tome	45	85	85
Senegal	764	750	800
Seychelles	72	60	60
Sierra Leone	00	100	170
South Africa	904	825	1,200
Swaziland	105	85	85
Tanzania	167	175	200

Table 3 (Continued)

INTERNATIONAL MILITARY EDUCATION AND TRAINING (IMET)
 FY2001 Funding Allocation
 (Dollars in Thousands)

<u>Country/Program by Geographical Region</u>	<u>FY2000 IMET Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 IMET Funding</u>
Togo	00	50	0
Uganda	247	385	100
Zambia	137	160	175
Zimbabwe	<u>286</u>	<u>325</u>	<u>00</u>
Subtotal, Africa	7,543	9,170	8,745
<u>EAST ASIA AND THE PACIFIC</u>			
Cambodia	00	100	00
Fiji	8	160	00
Indonesia	00	400	200
Laos	00	50	50
Malaysia	740	700	700
Mongolia	512	525	650
Papua New Guinea	177	180	180
Philippines	1,415	1,400	1,500
Samoa	85	120	120
Solomon Islands	53	150	150
Thailand	1,730	1,560	1,595
Tonga	103	100	100
Vanuatu	63	100	100
Vietnam	<u>00</u>	<u>50</u>	<u>50</u>
Subtotal, East Asia and the Pacific	4,956	5,595	5,395
<u>EUROPE</u>			
Albania	646	800	800
Bosnian and Herzegovina	601	800	800
Bulgaria	1,000	1,100	1,100
Croatia	514	525	525
Czech Republic [1]	1,441	1,700	1,400
Estonia	789	800	750
Greece	25	25	25
Hungary [1]	1,398	1,700	1,400
Latvia	749	750	750
Lithuania	750	750	800
Macedonia	504	550	550
Malta	100	100	150
Poland [1]	1,670	1,700	1,300
Portugal	656	750	750

Table 3 (Continued)

INTERNATIONAL MILITARY EDUCATION AND TRAINING (IMET)
 FY2001 Funding Allocation
 (Dollars in Thousands)

<u>Country/Program by Geographical Region</u>	<u>FY2000 IMET Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 IMET Funding</u>
Romania	1,093	1,300	1,250
Slovakia	633	700	700
Slovenia	579	700	700
Turkey	<u>1,554</u>	<u>1,600</u>	<u>1,600</u>
Subtotal, Europe	14,702	16,350	15,350
<u>INDEPENDENT STATES OF THE FORMER SOVIET UNION</u>			
Georgia	409	475	475
Kazakhstan	567	600	600
Kyrgyzstan	358	400	400
Moldova	487	600	600
Russian Federation	717	800	800
Turkmenistan	313	325	325
Ukraine	1,338	1,500	1,500
Uzbekistan	<u>547</u>	<u>550</u>	<u>550</u>
Subtotal, Independent States of the Former Soviet Union	4,736	5,250	5,250
<u>WESTERN HEMISPHERE</u>			
Argentina	740	750	800
Bahamas	112	115	115
Belize	161	275	275
Bolivia	548	600	650
Brazil	223	250	250
Chile	499	500	550
Colombia	900	1,040	1,040
Costa Rica	280	200	200
Diminican Republic	487	450	450
Eastern Caribbean	487	560	560
Ecuador	518	550	550
El Salvador	523	525	525
Guatemala	228	250	250
Guyana	168	195	195
Haiti	222	300	00
Honduras	548	525	525
Jamaica	461	500	500
Mexico	865	1,000	1,000
Nicaragua	194	220	220
Panama	117	110	150
Paraguay	210	200	200

Table 3 (Continued)

INTERNATIONAL MILITARY EDUCATION AND TRAINING (IMET)
 FY2001 Funding Allocation
 (Dollars in Thousands)

<u>Country/Program by Geographical Region</u>	<u>FY2000 IMET Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 IMET Funding</u>
Peru	455	475	475
Suriname	102	100	100
Trinidad & Tobago	132	125	125
Uruguay	326	300	350
Venezuela	<u>384</u>	<u>400</u>	<u>400</u>
Subtotal, Western Hemisphere	9,890	10,515	10,455
<u>NEAR EAST</u>			
Algeria	115	125	125
Bahrain	216	235	235
Egypt	1,006	1,100	1,100
Jordan	1,679	1,700	1,700
Lebanon	582	575	575
Morocco	904	955	955
Oman	230	250	250
Tunisia	906	955	955
Yemen	<u>125</u>	<u>135</u>	<u>135</u>
Subtotal, Near East	5,763	6,030	6,030
<u>SOUTH ASIA</u>			
Bangladesh	456	460	475
India	480	475	500
Maldives	100	110	110
Nepal	216	200	220
Sri Lanka	<u>203</u>	<u>245</u>	<u>245</u>
Subtotal, South Asia	1,455	1,490	1,550
<u>SOUTHEAST EUROPE INITIATIVE (SEI) SUPPLEMENTAL APPROPRIATION</u>			
Albania			400
Bosnia			375
Bulgaria			500
Croatia			500
Macedonia			200
Romania			300
Slovakia			250
Slovenia			<u>350</u>
Subtotal, SEI supplemental			2,875

Table 3 (Continued)

**INTERNATIONAL MILITARY EDUCATION AND TRAINING (IMET)
FY2001 Funding Allocation
(Dollars in Thousands)**

Country/Program by Geographical Region	FY2000 IMET Funding	FY2001 Budget Request	FY2001 IMET Funding
<u>NON-REGIONAL</u>			
General Costs	765	600	298
E-IMET schools [2]			<u>1,800</u>
Subtotal, Non-regional	765	600	2,098
<u>RESCISSION</u>	190	00	127
TOTAL IMET	\$50,000	\$55,000	\$57,875

[1] The Czech Republic, Hungary, and Poland also received \$300,000, \$300,000, and \$400,000 respectively from prior year "no-year funding" so each country receives \$1.700 million in IMET funding during FY2001 as authorized by Section 511, P.L. 106-280. This "no-year" funding is the result of \$1.000 million in annual IMET since FY1999 remaining available until expended.

[2] Includes \$1.000 million in FY2001 funding and \$800,000 in general cost funding.

ECONOMIC SUPPORT FUND (ESF)

Table 4 provides the FY2000 ESF allocations also by regions, countries, and programs. The mandated .22 percent rescission was \$5.104 million bringing the total for final allocation to \$2,314.896 million. Unlike FMFP and IMET, this year's security assistance program for ESF experienced no supplemental funding. While this year's funding was slightly greater than requested by the Administration, it was overall, after its rescission, \$27.191 million less than last year's funding level of \$2,342.087 million, after its rescission. The Near East, Europe, and Western Hemisphere regions received less funding than last year while the regions of East Asia and the Pacific, South Asia, and Africa were higher. Israel is in its third year of agreed upon reductions in ESF support. With an annual ESF reduction of \$120 million, Israel is to be removed from the ESF in ten years. This year, Israel received \$840 million in ESF funding. However, the agreement also requires that Israeli's FMFP funding is to increase annually by \$60 million during the same ten year period.

Table 4

**ECONOMIC SUPPORT FUND (ESF)
FY2001 Funding Allocation
(Dollars in Millions)**

<u>Country/Program by Geographical Region</u>	<u>FY2000 ESF Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 ESF Funding</u>
<u>NEAR EAST</u>			
Egypt	727.267	695.000	692.603
Israel	949.056	840.000	840.000
Jordan	149.500	150.000	149.483
(Wye River supplemental)	(50.000)		
Lebanon	15.000	12.000	34.879
Yemen	0.000	4.000	3.986
Middle East Fact Finding	0.000	0.000	2.790
Middle East Democracy	6.000	4.000	3.986
Middle East Multi-laterals	4.000	4.000	2.990
Middle East Regional Coop	10.000	5.000	4.983
Iraq Opposition	10.000	10.000	24.914
West Bank-Gaza	85.000	100.000	84.707
(Wye River supplemental)	(400.000)		
U.S.-North Africa Partner	<u>5.000</u>	<u>4.000</u>	<u>3.986</u>
Subtotal, Near East	1,960.823 [1]	1,828.000	1,849.307
<u>EUROPE</u>			
Cyprus	14.950	15.000	14.948
Ireland	19.525	19.600	24.914
Irish Visa Program	4.000	5.000	4.983
Europe Regional	<u>21.139</u>	<u>0.000</u>	<u>0.000</u>
Subtotal, Europe	59.614	39.600	44.845
<u>AFRICA</u>			
Angola	0.000	5.000	3.986
Nigeria	20.000	25.000	24.914
Sierra Leone	1.500	0.000	0.000
SADC Initiative [2]	1.000	1.000	0.997
Safe Skies	2.000	2.000	1.993
Organization for African Unity	0.000	2.000	0.997
Regional Organizations	0.000	1.000	0.997
Governments in Transition	10.000	20.000	15.945
Education for Development And Democracy	10.000	15.000	14.947
Great Lakes Initiative	10.000	10.000	9.966
Presidential Economic Growth Opportunity	2.000	2.000	1.993
Africa Regional	<u>6.000</u>	<u>15.000</u>	<u>13.951</u>
Subtotal, Africa	62.000	98.000	90.686

Table 4 (Continued)

**ECONOMIC SUPPORT FUND (ESF)
FY2001 Funding Allocation
(Dollars in Millions)**

Country/Program by Geographical Region	FY2000 ESF Funding	FY2001 Budget Request	FY2001 ESF Funding
<u>SOUTH ASIA</u>			
India	0.000	5.000	4.983
South Asia Democracy	8.000	5.000	4.983
South Asia Regional	3.000	0.000	0.000
South Asia Energy and Environment	0.000	4.000	3.488
South Asia Regional Stability	0.000	1.000	0.997
Women and Children Fund	<u>0.000</u>	<u>5.000</u>	<u>4.484</u>
Subtotal, South Asia	11.000	20.000	18.935
<u>WESTERN HEMISPHERE</u>			
West Hemisphere Regional	27.000	43.650	8.367
Guatemala	20.000	20.000	14.948
Haiti	60.000	50.000	49.827
Peru/Ecuador Peace	11.000	10.000	9.966
AOJ/ICITAP [3]	<u>6.500</u>	<u>10.000</u>	<u>6.976</u>
Subtotal, Western Hemisphere	124.500	133.650	120.084
<u>EAST ASIA AND THE PACIFIC</u>			
Burma	3.500	3.500	3.488
Cambodia	10.000	20.000	14.948
Indonesia	23.000	50.000	49.828
Mongolia	6.000	12.000	11.959
Philippines	0.000	5.000	3.986
Regional Democracy	3.000	5.000	5.882
Accelerate Economic Recovery	5.000	8.000	4.982
East Timor	25.000	10.000	24.914
Chinese Compensation	0.000	28.000	28.000
China NGO (Tibet Culture)	0.000	0.000	0.000
EAP Environmental Initiative	3.500	6.000	3.488
Regional Security	0.250	0.250	0.249
Regional Women's Issues	2.500	4.000	2.990
So. Pacific Fisheries Treaty	<u>14.000</u>	<u>14.000</u>	<u>13.952</u>
Subtotal, East Asia and the Pacific	95.750	165.750	168.666
<u>GLOBAL</u>			
Human Rights and Democracy	9.000	18.000	13.404
Holocaust Victims Trust Fund	11.000	0.000	0.000

Table 4 (Continued)

**ECONOMIC SUPPORT FUND (ESF)
FY2001 Funding Allocation
(Dollars in Millions)**

Country/Program by Geographical Region	FY2000 ESF Funding	FY2001 Budget Request	FY2001 ESF Funding
Partnerships to Eliminate Sweatshops	4.000	5.000	3.986
Environmental Diplomacy	<u>4.000</u>	<u>5.000</u>	<u>4.983</u>
Subtotal, Global	28.000	28.000	22.373
RESCISSION	22.913	0.000	5.104
TOTAL ESF	\$2,365.000 [1]	\$2,313.000	\$2,320.000

[1] FY2000 totals do not reflect the Wye River supplemental.

[2] SADC - Southern African Development Community.

[3] AOJ/ICITAP - Administration of Justice/International Criminal Investigation Training Assistance Program of the U.S. Department of Justice.

PEACEKEEPING OPERATIONS (PKO)

Table 5 presents the FY2001 funding allocations for international PKO authorized by Section 551, FAA. Like ESF, this year's PKO program was not a part of the SEI supplemental. The program, though, was reduced by \$0.279 million as a part of the mandated 0.22 percent rescission, bringing the final allocation level to \$126.721 million for FY2001. This figure represents a \$23.231 million or 15.5 percent decrease from last year's final funding level of \$149.952 million. The Africa Regional PKO program received the only increase in funding with the four Organization for Security and Cooperation in Europe (OSCE) programs together receiving a significant reduction of \$30.646 million.

Table 5

**PEACEKEEPING OPERATIONS (PKO)
FY2001 Funding Allocation
(Dollars in millions)**

Program	FY2000 PKO Funding	FY2001 Budget Request	FY2001 PKO Funding
Africa Regional	\$16.654	\$15.000	\$26.500
African Crisis Response Initiative	20.000	20.000	20.000
East Timor [1]	8.500	18.000	8.500
Haiti	3.800	4.000	1.721
Israel-Lebanon Monitoring Group	0.450	1.000	0.000
Multinational Force and Observers	15.902	16.000	16.000

Table 5 (Continued)

**PEACEKEEPING OPERATIONS (PKO)
FY2001 Funding Allocation
(Dollars in millions)**

<u>Program</u>	<u>FY2000 PKO Funding</u>	<u>FY2001 Budget Request</u>	<u>FY2001 PKO Funding</u>
OSCE Regional [2]	0.000	10.000	16.700
OSCE (Bosnia)	51.271	21.000	18.500
OSCE (Croatia)	0.000	0.000	3.300
OSCE (Kosovo)	33.375	29.000	15.500
RESCISSION	<u>0.582</u>	<u>0.000</u>	<u>0.279</u>
TOTAL PKO	\$150.534	\$134.000	\$127.000

[1] Includes \$500,000 for the Office of Defense Force Development.

[2] OSCE - Organization for Security and Cooperation in Europe

Rescissions

Finally, Table 6 recaps all four appropriated programs, but reflecting the P.L. 106-552 mandated 0.22 percent rescission. The table demonstrates how the rescission percentage, unlike last year, was uniformly applied to the four programs at 0.22 percent. It also shows the original program figures appropriated by the annual appropriations act for security assistance, P.L. 106-429; the dollar value by program for each rescission; and finally the program funding amounts actually available for allocation to countries and programs.

Table 6

**SECURITY ASSISTANCE FUNDING RESCISSIONS FOR FY 2001
(Dollars in Millions)**

<u>Program</u>	<u>Initial Appropriation Level</u>	<u>Rescission Funding Value</u>	<u>Rescission Percentage</u>	<u>Funds Remaining For Allocation</u>
FMFP	\$3,576.000	\$7.867	.2200	\$3,568.133
IMET	57.875	0.127	.2194	57.748
ESF	2,320.000	5.104	.2200	2,314.896
PKO	<u>127.000</u>	<u>.279</u>	.2197	<u>126.721</u>
TOTAL	\$6,080.875	\$13.377	.2200	\$6,067.498

CONCLUSION

Taking rescissions into consideration, this year's security assistance funding of \$6,067.498 million represents an increase of \$109.089 million more than last year's level of \$5,958.409. FY2001 Southeast Europe Initiative (SEI) supplemental of \$30.808 million for FMFP and \$2.875 million for IMET does not compare to the FY2000 Wye River supplemental of \$1,375.000 million for FMFP and \$450.000 for ESF. Both FY2000 and FY2001 did experience subsequently enacted mandatory rescissions of 0.38 percent and 0.22 percent respectively amounting to \$29.691 million and \$13.377 million respectively. Overall, the FY2001 FMFP and IMET programs realized increased funding over the FY2000 programs. The FY2001 IMET increase of \$7.938 million or nearly 16 percent over FY2000 funding is especially noteworthy.

About the Author

Ken Martin is an associate professor with nearly thirteen years of service on the DISAM faculty. His duties include Legislation and Foreign Policy functional manager and editor of the annually republished DISAM "green textbook", *The Management of Security Assistance*. Ken retired from the U.S. Navy in 1991 after over 24 years of active duty as a surface warfare officer. He received his undergraduate degree in economics from the Illinois Institute of Technology and his Masters in Administration from Central Michigan University.