

FY2003 Authorizations Request

For FY2003 Treasury will be requesting Congressional authorizations for two concessional windows of the multilateral development banks (MDBs), the International Development Association (IDA) and the African Development Fund (AfDF), which are expected to complete replenishment negotiations in early 2002:

International Development Association (IDA-13): \$2.55 billion, with the potential for an increase up to \$2.85 billion based on achievement of performance indicators, over 3 years (FY2003-05).

- IDA-13 puts in place a number of commitments secured by the U.S. in critical areas, including establishing a system of performance indicators to track results in poverty alleviation and development effectiveness. Other key U.S. policy goals in the IDA-13 replenishment negotiation include:
 - Bolder, more aggressive use of grants at a level higher than in past replenishments;
 - Stepping up collaboration with the International Finance Corporation to promote a vibrant private sector;
 - Assisting borrowers in building their capacity to manage and monitor public expenditures; and
 - Including borrowing countries in the replenishment negotiations.

See Tab 10 for a more detailed description of the International Development Association.

African Development Fund (AfDF-9): \$354 million over 3 years (FY2003-2005)

- Key U.S. policy goals in AfDF-9 negotiations include:
 - Improved focus on operations that raise productivity and in so doing reduce poverty;
 - Commitment to align performance based criteria consistent with those of IDA with regard to transparency and disclosure of outcomes;
 - Enhanced development effectiveness with measurable development indicators in monitoring and evaluating the Fund's operations in each sector;
 - A leadership role in promoting good governance in borrowing countries.

See Tab 10 for a more detailed description of the African Development Fund.

Authorization for the Global Environment Facility's third replenishment (GEF-3; \$430 million over 4 years, FY2003-2006) is provided by prior legislation. Accordingly, no new authorization will be requested.

An authorization request is pending before the Congress for the eighth replenishment of the Asian Development Fund (AsDF-8)