

Encls. at of A/351, de 31/10/61

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Return to PL 480 Division
Sales and Grants Branch

INTERNATIONAL COOPERATION ADMINISTRATION
Washington 25, D. C.

TRANSFER AUTHORIZATION

ICA No. 527-0102-000-1.13
(USDA No. _____)
Program Determination dated: _____

Executive Vice President
Commodity Credit Corporation
U. S. Department of Agriculture

In accordance with the provisions of Title II, PL 480 (as amended), Section 2 of Executive Order 10560, Executive Order 10610 and State Department Delegation Order No. 85 of June 30, 1955, the Commodity Credit Corporation is hereby authorized to transfer and deliver WHEAT FLOUR to PERU in an amount not to exceed \$45,000 pursuant to the following instructions:

1. Quantity - Metric tons not to exceed:

Previous Total	Increase	Decrease	Total to Date
	327		327

2. Delivery Period:

To meet shipping schedule per advice to be provided subsequently to USDA by the Cereals Branch, Office of Food and Agriculture, ICA.

3. Specifications:

A. Wheat flour to be 72 percent extraction, enriched, unbleached, minimum protein 11 percent, maximum ash 0.48 percent (on 14 percent moisture basis, comparable to 0.60 percent on moisture-free basis), maximum moisture 13.5 percent, packed in 100 lb. cotton bags suitable for export and adequate for rough and repeated handling.

B. Wheat flour authorized hereunder must have been milled from wheat grown within the continental boundaries of the United States.

May 12, 1961
Date Issued

Walter M. Dorn
Signature for the Director, ICA

REQUEST AND ACCEPTANCE: The assistance described in this authorization is hereby requested and the terms and conditions set forth herein, including those set forth on the reverse side hereof, are hereby accepted.

May 12, 1961
DATE

Ag. Sullivan
For the Government of Peru

B-714-

4. Shipping Instructions:

- A. Ocean transportation to be arranged by the USDA, the costs of which will be covered by separate transfer authorization to be issued to the USDA.
- B. In conformity with Sec. 103, PL 480, all costs incurred in making these commodities available for export, FOB or FAS vessel, including processing, packaging, transportation and handling costs, shall be borne by the Commodity Credit Corporation. The United States will pay the cost of ocean transportation and shall be responsible for General Average.
- C. Consign to: Government of Peru
Attention:

Port of Discharge: Matarani

- D. Ocean shipment of the commodity authorized herein is subject to Public Law 661, 83rd Congress.

5. Special Conditions:

- A. Marking Instructions: In accordance with Section 305 of Public Law 480, the bags accompanying each shipment shall be marked with the ICA emblem, and the name of the commodity "Wheat Flour" and the statement "Donated by the people of the United States of America," both in Spanish.
- B. No Displacement of Sales: This authorization shall not interfere with or displace sales of wheat or wheat products which might otherwise have taken place.
- C. Program Costs Within Peru: The Government of Peru shall be responsible for all costs including, but not limited to:
 - (1) The distribution of the commodity authorized herein, including but not limited to, demurrage and port charges at discharging port, discharge free out to vessel, warehousing, transportation;
 - (2) Food processing such as baking rolls, reconstitution of milk or preparation of other foods utilizing surplus commodities;
 - (3) Purchase or rental of equipment; and
 - (4) The administrative costs of maintaining day-to-day supervision over all phases of the program.

D. Distribution:

- (1) The commodity authorized herein shall be utilized under the direction and supervision of the Government of Peru for school feeding to be provided at schools in the Puno Department. Distribution shall be approximately as follows:

Number of Recipients	Daily Ration	Feeding Period	Wheat Flour Required Metric Tons
30,000	2 rolls	20 days monthly for 6 months	327

(2) Wheat flour authorized hereunder also may be used to replace locally available wheat flour distributed in accordance with the terms set forth herein after the issuance of the Transfer Authorization and prior to the arrival of the first shipment thereunder from the United States.

(3) Except as indicated under item 5 D. (2) above wheat flour authorized hereunder may not be sold or bartered.

5. Information and Observation: The Government of the United States shall be provided with complete information on the progress of this program. Adequate facilities will be made available to United States personnel in Peru for observing and reviewing the disposition of this commodity.

6. Future Cooperation:

This agreement is considered to be a pilot operation for the current school term ending December 15, 1961. Assuming success of the pilot phase, it is currently the intention of the Governments of Peru and the United States to continue and as mutually agreed to expand the program thereafter under a longer term cooperative arrangement. Such continuation shall be dependent, however, upon (a) commodity availability from the United States, (b) continued existence in both countries of legal authority and/or appropriations for this type of activity, and (c) reaching agreement on terms mutually satisfactory to both governments. In connection with this anticipated future cooperation, the Governments of Peru and the United States recognize that the feeding of school children in Peru is a Peruvian responsibility and that the Government of Peru, therefore, should at an appropriate time in the future begin progressively to assume increased responsibility for the program and to take over full responsibility as quickly thereafter as circumstances permit.

7. Documentation and Reports: (For USDA)

Documentation and reports will be furnished pursuant to existing ICA-USDA procedures.