

participation, including nongovernmental organizations, private and voluntary organizations, academia, women's and student organizations, local trade and labor unions, and the business community.

**(c) Additional provision relating to prohibition on taxation**

In addition to the elements described in subsection (c), each Compact shall contain a provision that states that assistance provided by the United States under the Compact shall be exempt from taxation by the government of the eligible country.

**(d) Local input**

In entering into a Compact, the United States shall seek to ensure that the government of an eligible country—

- (1) takes into account the local-level perspectives of the rural and urban poor, including women, in the eligible country; and
- (2) consults with private and voluntary organizations, the business community, and other donors in the eligible country.

**(e) Consultation**

During any discussions with a country for the purpose of entering into a Compact with the country, officials of the Corporation participating in such discussions shall, at a minimum, consult with appropriate officials of the United States Agency for International Development, particularly with those officials responsible for the appropriate region or country on development issues related to the Compact.

**(f) Coordination with other donors**

To the maximum extent feasible, activities undertaken to achieve the objectives of the Compact shall be undertaken in coordination with the assistance activities of other donors.

**(g) Assistance for development of compact**

Notwithstanding subsection (a), the Chief Executive Officer may enter into contracts or make grants for any eligible country for the purpose of facilitating the development and implementation of the Compact between the United States and the country.

**(h) Requirement for approval by the Board**

Each Compact shall be approved by the Board before the United States enters into the Compact.

**(i) Increase or extension of assistance under a Compact**

Not later than 15 days after making a determination to increase or extend assistance under a Compact with an eligible country, the Board, acting through the Chief Executive Officer—

- (1) shall prepare and transmit to the appropriate congressional committees a written report and justification that contains a detailed summary of the proposed increase in or extension of assistance under the Compact and a copy of the full text of the amendment to the Compact; and
- (2) shall publish a detailed summary, full text, and justification of the proposed increase in or extension of assistance under the Compact in the Federal Register and on the Internet website of the Corporation.

**(j) Duration of Compact**

The duration of a Compact shall not exceed 5 years.

**(k) Subsequent Compacts**

An eligible country and the United States may enter into and have in effect only one Compact at any given time under this section. An eligible country and the United States may enter into one or more subsequent Compacts in accordance with the requirements of this chapter after the expiration of the existing Compact.

(Pub. L. 108–199, div. D, title VI, §609, Jan. 23, 2004, 118 Stat. 218.)

REFERENCES IN TEXT

This chapter, referred to in subsecs. (a) and (k), was in the original “this title”, meaning title VI of Pub. L. 108–199, div. D, Jan. 23, 2004, 118 Stat. 211, which is classified generally to this chapter. For complete classification of this title to the Code, see Short Title note set out under section 7701 of this title and Tables.

**§ 7709. Congressional and public notification of Compact**

**(a) Congressional consultation prior to Compact negotiations**

Not later than 15 days prior to the start of negotiations of a Compact with an eligible country, the Board, acting through the Chief Executive Officer—

- (1) shall consult with the appropriate congressional committees with respect to the proposed Compact negotiation; and
- (2) shall identify the objectives and mechanisms to be used for the negotiation of the Compact.

**(b) Congressional and public notification after entering into a Compact**

Not later than 10 days after entering into a Compact with an eligible country, the Board, acting through the Chief Executive Officer—

- (1) shall provide notification of the Compact to the appropriate congressional committees, including a detailed summary of the Compact and a copy of the text of the Compact; and
- (2) shall publish such detailed summary and the text of the Compact in the Federal Register and on the Internet website of the Corporation.

(Pub. L. 108–199, div. D, title VI, §610, Jan. 23, 2004, 118 Stat. 220.)

**§ 7710. Suspension and termination of assistance**

**(a) Suspension and termination of assistance**

After consultation with the Board, the Chief Executive Officer may suspend or terminate assistance in whole or in part for a country or entity under section 7704 of this title if the Chief Executive Officer determines that—

- (1) the country or entity is engaged in activities which are contrary to the national security interests of the United States;
- (2) the country or entity has engaged in a pattern of actions inconsistent with the criteria used to determine the eligibility of the country or entity, as the case may be; or
- (3) the country or entity has failed to adhere to its responsibilities under the Compact.