

No. 3432

UNITED STATES OF AMERICA
and
IRELAND

Agreement governing disposition of the balance in the counterpart special account. Signed at Dublin, on 17 June 1954

Official text: English.

Registered by the United States of America on 22 May 1956.

ÉTATS-UNIS D'AMÉRIQUE
et
IRLANDE

Accord régissant l'affectation du solde du compte spécial de contrepartie. Signé à Dublin, le 17 juin 1954

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 22 mai 1956.

No. 3432. AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND IRELAND GOVERNING DISPOSITION OF THE BALANCE IN THE COUNTERPART SPECIAL ACCOUNT. SIGNED AT DUBLIN, ON 17 JUNE 1954

The Governments of the United States of America and Ireland :

Recognizing that pursuant to the Economic Cooperation Agreement between the United States of America and Ireland,² the Government of Ireland has deposited or will deposit into the Special Account established in its name under Article IV thereof the sum of approximately six million Irish pounds (£6,000,000), which is the amount commensurate to assistance furnished by the United States of America on a grant basis thereunder;

Recognizing that the program of assistance to Ireland by the United States of America pursuant to the aforesaid agreement has terminated and that no additional deposit obligation will be incurred;

Desiring that the balance remaining on deposit in the Special Account in the name of the Government of Ireland (hereinafter referred to as the counterpart) be used for the benefit of the Irish economy;

Have agreed as follows :

Article I

1. The counterpart shall be used by the Irish Government for the following purposes : (i) scholarship exchange between the United States and Ireland, (ii) other programs and projects (including the establishment of an Agricultural Institute) to improve and develop the agricultural production and marketing potential of Ireland and to increase the production and efficiency of Irish industry, (iii) development programs and projects in aid of the foregoing objectives.

Article II

1. The Irish Government shall carry out the projects and programs contemplated by this agreement in a manner designed to assure a continuing contribution to the Irish economy, including, insofar as practicable, the utilization of revolving loans funds for the benefit of private enterprise.

¹ Came into force on 16 February 1955, in accordance with the provisions of article V.

² United Nations, *Treaty Series*, Vol. 24, p. 3; Vol. 79, p. 302, and Vol. 140, p. 432.

Article III

1. Except as specified in paragraph 4 of this Article, prior to the expenditure of counterpart pursuant to this agreement, the two Governments will negotiate agreements subsidiary hereto, each of which shall set forth, among other things, a detailed specification of the nature of the projects or programs for which counterpart shall be expended, including a detailed budget and a plan of expenditure.
2. With the exception of the reserve fund established pursuant to paragraph 4 of this Article, the aforementioned sub-agreements shall as a group provide for the utilization of the entire amount of the counterpart, including the reutilization of any repayments of counterpart disbursed on a repayable basis.
3. No expenditure of counterpart funds pursuant to a sub-agreement shall be made to reimburse for outlays made prior to the date of the signing of such sub-agreement.
4. There shall be established a counterpart reserve fund in an amount not to exceed six (6) per cent of the total counterpart which may be used by the Irish Government (a) to meet unforeseen increases in the costs of agreed projects or programs, or (b) for other projects or programs in the categories specified in Article I.

Article IV

1. The Irish Government, upon the request of the Government of the United States of America, shall make an annual report to the Government of the United States of America on the status of the projects and programs covered by this agreement, which report will include full statements as to the amounts and use of counterpart expended in furtherance of such projects and programs.

Article V

1. This agreement shall be subject to approval by both Governments and shall become effective on the date of the exchange of ratifications. As far as the Government of the United States of America is concerned, the agreement is subject to approval by Act or Joint Resolution by the Congress.

IN WITNESS WHEREOF, the respective representatives, duly authorised for the purpose, have signed the present agreement.

DONE at Dublin, in duplicate, this seventeenth day of June, 1954.

For the Government
of the United States of America :
William H. TAFT III

For the Government
of Ireland :
Liam COSGRAVE