



**MILLENNIUM  
CHALLENGE  
CORPORATION**

REDUCING POVERTY THROUGH GROWTH

**CONGRESSIONAL NOTIFICATION TRANSMITTAL SHEET**

We wish to inform of the intent to allocate up to \$18,000,000 in FY 2005 Millennium Challenge Account (MCA) program funds, and up to \$175,230,000 in FY 2006 MCA program funds to the United States Agency for International Development (USAID). Obligations will be incurred by USAID for assistance authorized by section 616 of the Millennium Challenge Act of 2003 (the "Act") for the Millennium Challenge Corporation (MCC) Threshold Program.

On June 16, 2006, the MCC Board of Directors approved the reservation of an additional \$18,000,000 in FY 2005 MCA program funds for the FY 2005 Threshold Program, and \$175,230,000 in FY 2006 MCA program funds for the FY 2006 Threshold Program.

USAID will use the Threshold funds to assist candidate countries that the MCC Board of Directors has determined demonstrate a significant commitment to improve their policy performance and potentially qualify as eligible countries under the Act. Assistance will be provided to help these countries improve their performance on the policy indicators that are central to eligibility. Pursuant to section 515 of P.L. 108-447 and section 515 of P.L. 109-102, USAID will notify Congress of specific obligations, by country, incurred from this allocation. The attached notification is being sent to the Congress on June 16, 2006.

Allocation of such funds may be incurred fifteen days from the date of this notice.

Sincerely,

Frances C. McNaught  
Vice President  
Congressional and Public Affairs

Enclosure:  
As stated

**MILLENNIUM CHALLENGE CORPORATION  
CONGRESSIONAL NOTIFICATION**

June 16, 2006

PROGRAM: "Threshold" Program

APPROPRIATIONS CATEGORY: Program Funds

INTENDED FY 2006 ALLOCATIONS TO USAID: up to \$18,000,000 for FY 2005 and  
up to \$175,230,000 for FY 2006

In accordance with section 619(b)(2) of the Millennium Challenge Act of 2003 (the "Act"), this is to advise that the Millennium Challenge Corporation (MCC) intends to allocate to the United States Agency for International Development (USAID) up to an additional \$18,000,000 in FY 2005 Millennium Challenge Account (MCA) program funds, and up to \$175,230,000 in FY 2006 MCA program funds, to administer the program authorized under Section 616 of the Act (the "Threshold Program"). Allocated funds will be obligated by USAID to assist selected "threshold" candidate countries improve their performance on the indicators that are central to eligibility for Compact assistance under the Act.