

**April 26, 1966**

**EXCHANGE OF NOTES CONSTITUTING THE BASIS FOR  
NEGOTIATIONS ON THE USES OF THE SPECIAL FUND FOR  
EDUCATION**

Agreement effected by exchange of note Signed 26 April 1966:

Entered into force 26 April 1966.

**EXCHANGE OF NOTES CONSTITUTING THE BASIS FOR NEGOTIATIONS ON  
THE USES OF THE SPECIAL FUND FOR EDUCATION**

The American Ambassador to the Secretary of Foreign Affairs of the Philippines

Manila, April 26, 1966

No. 839

Excellency:

I have the honor to refer to the conversations which have recently taken place between representatives of our two Governments relating to the Special Fund for Education authorized by Public Law 88-94, approved August 12, 1963, as an amendment to the Philippine War Damage legislation of 1962. I also have the honor to confirm the following understandings reached as a result of these conversations:

1. The monies made available to the Special Fund provided in the amendment to the Act shall be used for the purpose of furthering educational programs to the mutual advantage of the Republic of the Philippines and the United States of America.
2. The funds shall be used to further enduring educational projects in the broadest sense which shall promote the general development of the Philippines. Such projects shall be developed and determined by means of consultation between the two Governments.
3. Disbursements from the Fund by the authorized disbursing agent of the United States Government for approved projects shall be made from time to time as provided in a schedule of payments to be mutually agreed upon for each project, and deposited by the United States Government in such banking institutions in the Philippines as may be agreed upon by the two Governments. The two Governments agree to negotiate the release and utilization of the Special Fund for Education within the minimum time consistent with the formulation and implementation of each project developed.
4. A report covering the status of each project developed pursuant to negotiations to be supported by the Fund shall be furnished periodically by the Philippine Government to the United States Government until such time as the funds authorized by the two Governments for the support of such projects have been fully utilized. A final and comprehensive status report on the completed utilization of the fund shall be subsequently provided by the Government of the Philippines.