No. 958

UNITED STATES OF AMERICA
and
GREECE

Agreement for the use of funds made available in accordance with the Letter Credit Agreements signed on 16 May 1946, 25 September 1946, 4 October 1946, and 6 January 1948. Signed at Athens, on 23 April 1948

Official texts: English and Greek.
Registered by the United States of America on 26 October 1950.

ÉTATS-UNIS D'AMÉRIQUE
et
GRÈCE

Accord sur l'utilisation des fonds fournis en application des Accords concernant les lettres de crédit conclus le 16 mai 1946, le 25 septembre 1946, le 4 octobre 1946 et le 6 janvier 1948. Signé à Athènes, le 23 avril 1948

Textes officiels anglais et grec.
Enregistré par les Etats-Unis d'Amérique le 26 octobre 1950.

No 958. AGREEMENT[1] BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF GREECE FOR THE USE OF FUNDS MADE AVAILABLE IN ACCORDANCE WITH THE LETTER CREDIT AGREEMENTS SIGNED ON 16 MAY 1946,[2] 25 SEPTEMBER 1946,[2] 4 OCTOBER 1946[2] AND 6 JANUARY 1948[2] BETWEEN THE GOVERNMENT OF THE UNITED STATES OF AMERICA AND THE GOVERNMENT OF GREECE. SIGNED AT ATHENS, ON 23 APRIL 1948

The Government of the United States of America and the Government of Greece;

Desiring to promote further mutual understanding between the peoples of the United States of America and Greece by a wider exchange of knowledge and professional talents through educational contacts;

Considering that Section 32(b) of the United States Surplus Property Act of 1944, as amended by Public Law no. 584,[3] 79th Congress, provides that the Secretary of State of the United States of America may enter into an agreement with any foreign government for the use of currencies or credits for currencies of such foreign government acquired as a result of surplus property disposals for certain educational activities; and

Considering that under the provisions of the Letter Credit Agreement between the Government of Greece and the Government of the United States of America dated October 4, 1946, and similar Credit Agreements dated May 16, 1946, September 25, 1946 and January 6, 1948 (hereinafter designated "the Letter Credit Agreements") it is provided that in the event the Government of the United States wishes to receive local currency of the Government of Greece for the payment of any or all expenditures in Greece of the Government of the United States and its agencies, the Government of the United States may request at any time or times, and the Government of Greece agrees to furnish at such time or times, Greek currency in any amount not in excess of the net outstanding balance of principal (whether or not then due in United States dollars) payable under the terms of the Letter Credit Agreements; provided, however, that except by mutual agreement between the Government of the United States and the Government of Greece, the Government of the United States shall not be entitled to receive in any single calendar year, under the terms of paragraphs (4) and paragraphs (6) of the Letter Credit Agreements,

[1]Came into force on 23 April 1948, as from the date of signature, in accordance with article 16.
[2]Not printed by the Department of State of the United States of America.
[3]United States of America publication: 60 Stat. 754.

any local currency or property, the combined total value of which is in excess of $4,000,000.

Have agreed as follows:

Article 1

There shall be established a foundation to be known as the United States Educational Foundation in Greece (hereinafter designated "the Foundation"), which shall be recognized by the Government of the United States of America and the Government of Greece as an organization created and established to facilitate the administration of the educational program to be financed by funds made available by the Government of Greece in accordance with the Letter Credit Agreements signed on May 16, 1946, September 25, 1946, October 4, 1946, and January 6, 1948 between the Government of the United States of America and the Government of Greece. Except as provided in Article 3 hereof the Foundation shall be exempt from the domestic and local laws of the United States of America and Greece as they relate to the use and expenditure of currencies and credits for currencies for the purposes set forth in the present agreement.

All of the funds made available by the Government of Greece, within the conditions and limitations hereinafter set forth, shall be used by the Foundation or such other instrumentality as may be agreed upon by the Government of the United States of America and the Government of Greece for the purpose, as set forth in Section 32(b) of the United States Surplus Property Act of 1944, as amended, of

(1) financing studies, research, instruction, and other educational activities of or for citizens of the United States of America in schools and institutions of higher learning located in Greece or of the nationals of Greece in United States schools and institutions of higher learning located in Greece or of the nationals of Greece in United States schools and institutions of higher learning located outside the continental United States, Hawaii, Alaska (including the Aleutian Islands), Puerto Rico, and the Virgin Islands, including payment for transportation, tuition, maintenance, and other expenses incident to scholastic activities; or

(2) furnishing transportation for nationals of Greece who desire to attend United States schools and institutions of higher learning in the continental United States, Hawaii, Alaska (including the Aleutian Islands), Puerto Rico, and the Virgin Islands and whose attendance will not deprive citizens of the United States of America of an opportunity to attend such schools and institutions.

Article 2

In furtherance of the aforementioned purposes, the Foundation may, subject to the provisions of Article 10 of the present agreement, exercise all powers necessary to the carrying out of the purposes of the present agreement including the following:

(1) Receive funds.

(2) Open and operate bank accounts in the name of the Foundation in a depository or depositories to be designated by the Secretary of State of the United States of America.

(3) Disburse funds and make grants and advances of funds for the authorized purposes of the Foundation.

(4) Acquire, hold, and dispose of property in the name of the Foundation as the Board of Directors of the Foundation may consider necessary or desirable, provided however, that the acquisition of any real property shall be subject to the prior approval of the Secretary of State of the United States of America.

(5) Plan, adopt, and carry out programs, in accordance with the purposes of Section 32(b) of the United States Surplus Property Act of 1944, as amended, and the purposes of the present agreement.

(6) Recommend to the Board of Foreign Scholarships provided for in the United States Surplus Property Act of 1944, as amended, students, professors, research scholars, resident in Greece, and institutions of Greece to participate in the program in accordance with the aforesaid Act.

(7) Recommend to the aforesaid Board of Foreign Scholarships such qualifications for the selection of participants in the programs as it may deem necessary for achieving the purpose and objectives of the Foundation.

(8) Provide for periodic audits of the accounts of the Foundations as directed by auditors selected by the Secretary of State of the United States of America.

(9) Engage administrative and clerical staff and fix and pay the salaries and wages thereof.

Article 3

All expenditures by the Foundation shall be made pursuant to an annual budget to be approved by the Secretary of State of the United States of America pursuant to such regulations as he may prescribe.

Article 4

The Foundation shall not enter into any commitment or create any obligation which shall bind the Foundation in excess of the funds actually on hand nor acquire,