Title	Number of private sector enterprises with improved participation in the local economy as a
	result of USG assistance
Indicator Number	PSE-3
Status	Edited
Working Group	PSE
Indicator Type	Output
Reporting Type	Integer
SPS Category	Cross-Cutting Indicators
SPS Area	Private Sector Engagement
SPS Element	
Justification	This indicator is linked to USAID's Private Sector Engagement (PSE) Policy, the DOS-USAID Joint Strategic Plan, and USAID Country Development and Cooperation Strategies. This indicator will be used to monitor implementation of the USAID PSE Policy, a finding from The Office of Inspector General's Audit on the USAID PSE Policy.
Definition	This indicator measures whether USG private sector engagement improved economic participation for enterprises that we worked with during the reporting year. This indicator is a subset of the number of private sector enterprises that engaged with the USG to support U.S. Foreign Assistance objectives (PSE-2). Instances where private sector enterprises are solely beneficiaries do not count under this indicator, such as activities limited to technical assistance or capacity building for private sector actors (see standard program elements EG.5.1: Business Enabling Environment and EG.5.2: Private Sector Opportunity). For additional information on defining engagements, please refer to PSE-1 and our PSE reporting FAQ. A private sector enterprise is defined as "for-profit, commercial entities and their affiliated foundations; financial institutions, investors and intermediaries; business associations and
	cooperatives; micro, small, medium and large enterprises that operate in the formal and informal sectors; American, local, regional, and multinational businesses; and For-profit approaches that

generate sustainable income (e.g., a venture fund run by a non-governmental organization (NGO) or a social enterprise)" (See USAID's Private Sector Engagement Policy: https://www.usaid.gov/sites/default/files/documents/1865/usaid_psepolicy_final.pdf).

Participation refers to a private sector enterprise's exchange of goods or services in the local economy. Private sector enterprises with improved participation have changed their relationships or processes to either maximize efficiency or create new opportunities. The local economy is defined as a national or sub-national economy of a country. A market system may be part of the local economy depending on the boundaries of the system. For the purposes of this indicator, this is limited to the formal economy.

There are three disaggregate associated with this indicator:

- 1. **Type of private sector enterprise:** This refers to the types of entities that form the private sector, including for-profit commercial entities, private financial institutions, and corporate foundations. *Count the enterprise only once under this disaggregate.*
- Origin of private sector enterprise: This disaggregate inquires as to whether the
 enterprise is based in the US, the host country, or in a third country. Local branches of
 American multinationals should be counted as US-based. Count the enterprise only once
 under this disaggregate.
- 3. **Type of Improvement:** This refers to the private sector enterprise's type of improvement utilized to either maximize efficiency or create new opportunities. *Count all types of improvement that apply to the enterprise under this disaggregate.* These include:
 - Internal Management Processes: refers to changes to their business operations such as their supply chain management, input distribution system, business to business services, or quality and standards that improve the private sector institution's services or products offered or processes in place.
 - Access to New Markets: refers to creation of new products or services, expanded

	geographical reach, expanded customer/client base, or entry into the local economy.					
	Government Advocacy: refers to changes in the private sector's institution					
	relationship with the host country government—either national or sub-national—and					
	ability to engage in regulatory and legislative policy processes.					
	 Access to Finance: unlocking or mobilizing investment opportunities for the 					
	enterprise.					
Long Term Linkages	This indicator is linked to USAID's Private Sector Engagement (PSE) Policy, the DOS-USAID Joint					
	Strategic Plan, and USAID Country Development and Cooperation Strategies. It captures the					
	breadth of private sector engagement to advance U.S. foreign assistance objectives.					
Use Of Indicator	This is an Agency-wide cross-cutting indicator that applies to all sectors and standardized program					
	areas. This indicator will be used to monitor implementation of the USAID PSE Policy, a finding					
	from The Office of Inspector General's Audit on the USAID PSE Policy.					
Data Source	Operating Units and Implementing Partners records					
FA.Gov (Indicator)	Yes					
APP/APR	No					
HQ Assigned OUs	Afghanistan					
	Africa Union					
	Albania					
	Angola					
	Armenia					
	Azerbaijan					
	Bangladesh					
	Barbados and Eastern Caribbean					
	Belarus					
	Benin					
	Bosnia and Herzegovina					
	Botswana					
	Drawil					
	Brazil					

Burkina Faso Burma Cambodia Cameroon Central African Republic Central Asia Regional China Colombia Cote d'Ivoire Democratic Republic of the Congo Djibouti Dominican Republic Ecuador Egypt El Salvador Ethiopia Europe & Eurasia Regional Georgia Ghana Guatemala Guinea Haiti Honduras India Indonesia Iraq Jamaica Jordan Kenya

Kosovo Laos Lebanon Liberia Madagascar Malawi Maldives Mali Mexico Moldova Mongolia Morocco Mozambique Namibia Nepal Nigeria North Macedonia Pacific Island Regional Pakistan Papua New Guinea Paraguay Peru Philippines Republic of the Congo Rwanda Senegal Serbia Sierra Leone Somalia

South Africa

South Sudan

Sri Lanka

State East Asia and Pacific Regional

Sudan

Tajikistan

Tanzania

Thailand

Timor-Leste

Tunisia

Uganda

Ukraine

USAID Africa Regional

USAID Asia Regional

USAID Bureau for Democracy, Development, and Innovation (DDI)

USAID Bureau for Humanitarian Assistance (HA)

USAID Bureau for Resilience and Food Security

USAID Caribbean Development Program

USAID Central Africa Regional

USAID Central America Regional

USAID East Africa Regional

USAID Global Health (GH)

USAID Latin America and Caribbean Regional

USAID Middle East Regional (MER)

USAID Policy, Planning and Learning (PPL)

USAID Regional Development Mission-Asia (RDM/A)

USAID Sahel Regional Office

USAID South America Regional

USAID South Asia Regional

USAID Southern Africa Regional
USAID West Africa Regional
Uzbekistan
Vietnam
West Bank and Gaza
Zambia

Indicator Owner	Name	Bureau and Office	Agency	POC Email	
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	Disaggregate Title	Disaggregate number	Status	Reporting Type	FA.Gov
	Type of Private Sector Enterprise:		Active	Integer/Number	No
	 For-profit commercial entities (excluding financial institutions and social enterprises) Private financial institutions (excluding social enterprises) Private social enterprises Corporate foundations and corporate 				

 philanthropic entities Private grant-making foundations Business, Trade and Industry Associations (including Chambers of Commerce) Private Cooperatives Other 			
 Origin of Private Sector Enterprise: US-Based Host Country-Based Third-Country-Based 	Active	Integer/Number	No
Type of Improvements: Internal Management Processes Access to New Markets Government Advocacy Access to Finance Other	Active	Integer/Number	No