

# MINISTRY OF FINANCE AND PLANNING

MINISTRY PAPER NO.....

## DEFERRED FINANCING

### Introduction

The Government of Jamaica, faced with deteriorating physical infrastructure and the need to finance the development and maintenance of major infrastructure projects, and with limited budgetary resources, has in recent years sought alternative means of financing such projects. As a consequence, amendments were made to the Financial Administration and Audit (FAA) Act to formalize the deferred financing arrangements that were being undertaken to deal with the implementation of major infrastructural projects (excluding routine maintenance).

### Status Report

The Ministry of Finance and Planning now seeks to bring to the attention of the Honourable House of Representatives a summary report of the activities undertaken under the Deferred Financing arrangements up to March 31, 2003 (details in Appendices A-E), pursuant to Sub-Section 8 of Section 24E of the FAA Act, which requires the Minister to report to the House of Representatives on: -

- (a) the scope of the project;
- (b) the levels of financial commitments and the expenditure to date;
- (c) the physical targets; and
- (d) the phasing in of the Government's obligations in respect thereof within the annual estimates of revenue and expenditure.

The Honourable House is asked to note that the expenditures undertaken under the Deferred Financing arrangements have contributed to improving the country's infrastructure, and have rehabilitated several kilometers of infrastructure including some that were affected by recent natural and environmental disasters.

Between FY1997/98 and FY2002/2003, approval has been given for approximately \$11,680.32mn in *Deferred Financing Facilities* for thirty-two (32) contracts covering road construction and rehabilitation; the construction of schools and bridges; and the rehabilitation and dredging of major gullies, among others (Appendix B).



| Financial Years | Amounts Authorized       | Amounts Disbursed       | Amount included in Debt Stock |
|-----------------|--------------------------|-------------------------|-------------------------------|
| F/Y 1997/1998   | 316,252,113.31           | 50,635,238.14           | 0.00                          |
| F/Y 1998/1999   | 542,316,402.13           | 470,883,421.60          | 0.00                          |
| F/Y 1999/2000   | 1,579,030,013.25         | 440,669,579.31          | 754,442,516.68                |
| F/Y 2000/2001   | 2,218,416,542.17         | 1,118,621,008.10        | 173,469,938.83                |
| F/Y 2001/2002   | 854,724,491.52           | 2,591,075,275.13        | 1,438,542,294.80              |
| F/Y 2002/2003   | 6,169,576,362.81         | 2,004,815,778.50        | 1,436,258,762.63              |
| <b>Total</b>    | <b>11,680,315,925.19</b> | <b>6,676,700,300.78</b> | <b>3,802,713,512.94</b>       |

The following sectors have benefited from Deferred Financing arrangements in the period 1997/1998 to 2002/2003:

**1. Construction:**

- Rural Road Development Programme - Pamphret to Morant Bay, Negril to Savanna-la-mar and Cement Company to Harbour View Roundabout;
- Traffic Management Programme - Hope Road; Washington Boulevard/Mandela Highway; Trafalgar Road/Old Harbour Road/Mt. Rosser and Mt. Zion to Rose Hall;
- Kingston Coast Road Phase III
- HUB Programme - Arterial Roads Island-wide with total mileage of 268 km
- Northern Jamaica Development Project (NJDP) (North Coast Highway) approximately 298 km (and including Section 1, Negril to Davis Cove, Section 2, Davis Cove to Mosquito Cove, Section 3, Mosquito Cove to Bogue);
- South Gully - 1.2 km - Montego Bay Drainage and Flood Control;
- North Gully - Flood Damage Repair Construction;
- Dualisation of Howard Cooke Boulevard; and
- Dredging of Sandy Gully Phases I and II

**2. Education:** Schools Construction Programme (North Western Jamaica Schools) - Eighteen (18) schools are scheduled to be completed under this programme.

**3. Security & Justice:**

- Western Regional Police Headquarters; and
- Purchase of One Hundred and Eighty Six (186) Motor Vehicles for the Police Department

**4. Civil Aviation:** Rehabilitation of Domestic Aerodromes (Island-wide).



## Scope of Projects

All projects, with a few exceptions, have either been completed, or are progressing, within the scheduled time and with minor variations to the original approved estimated costs. As at March 31, 2003, twenty-four (24) of the projects had been completed with four (4) being over 90% complete and four (4) less than 30% complete. Three (3) of the projects – the North Western Jamaica Schools, the Sandy Gully Phase 11 and the Howard Cooke Boulevard Dualisation - are scheduled for completion between April 1, 2004 and July 26, 2004 (Appendix E).

It is to be noted that some of the projects, particularly the South Gully and the Northern Jamaica Development Projects, were undertaken by Deferred Financing as a result of difficulties encountered during their implementation. In the case of the NJDP the selected South Korean Contractor (Bosung Engineering) encountered financial problems following internal economic difficulties in South Korea and was unable to complete its contract.

The South Gully Project experienced cost overruns because of time extensions that became necessary as a result of delays in finalising land acquisitions; it was also affected by unfavourable movements in the exchange rate between the Japanese Yen and the US\$ that arose from internal economic challenges in the Japanese economy causing unexpected cost increases to the project.

In both instances, with the projects having already commenced and with the Government having been committed to complete them, the Government engaged local contractors with the required financial support and flexibility, to continue the works involved.

## Financial Commitments/Budgetary Provisions

Of the amount authorized to date, approximately \$6,676.7mn has been disbursed by participating financing providers to contractors islandwide (Appendix B). Of the amount disbursed a total amount of \$3,633.33mn will be included in the Final Supplementary Estimates for the years up to FY2002/2003 and in the 2003/2004 Estimates of Expenditure (Appendix D). Appendix D sets out the schedule of the phasing in of Government's obligations within the annual estimates of expenditure in respect of the capital expenditures on these projects. These capital amounts will

be charged to the particular ministry's appropriation in the financial years during which the corresponding loans are repayable, as the provisions of the FAA Act allow.

Subsection (5) of Section 24E provides as follows:

*"Where the Government enters into an agreement for deferred financing, any sum of money payable by the Government under the terms of the agreement and which-*

*(a) is a payment of a principal sum, shall be charged to an appropriation for the Ministry having responsibility for the relevant project;*

*(b) is not a payment of a principal sum, shall be recorded as a charge on the Consolidated Fund,*

*in any financial year during the period commencing from the date of transfer of ownership to the Government and ending on the date on which the final payment becomes due pursuant to the terms of the agreement."*

As at March 31, 2003, the Public Debt Stock had been increased by approximately \$ 3,802.71mn as a result of Deferred Financing related obligations (Appendix A) and a total amount of \$1,353.57mn had been paid out in principal and \$1,067.61mn in interest. A total of fourteen (14) Loan Agreements and marketable securities with a nominal value of \$ 3,802.71mn and maturities up to June 2017 have been entered into with, and issued to, financing providers in connection therewith (Appendix C).

#### Appendices

Appendix A – Deferred Financings included in Debt Stock

Appendix B – Deferred Financing Disbursements

Appendix C – Deferred Financing Arrangements For Which Agreements/Securities Have Been Issued

Appendix D – Schedule Of Budgetary Provisions For Deferred Financing Facilities

Appendix E - Status Report on Deferred Financing Projects

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Minister of Finance and Planning

July 11, 2003



## APPENDIX A

## DEFERRED FINANCINGS INCLUDED IN DEBT STOCK

| F/Y     | PROJECT/CONTRACTOR/FINANCIER   | MINISTRY/ DEPARTMENT                    | FACILITY/ LOAN AMOUNT | AMOUNT INCLUDED IN DEBT STOCK 1999/2000 | AMOUNT INCLUDED IN DEBT STOCK 2000/2001 | AMOUNT INCLUDED IN DEBT STOCK 2001/2002 | AMOUNT INCLUDED IN DEBT STOCK 2002/2003 | TOTAL AMOUNT INCLUDED IN DEBT STOCK | APPLICABLE INTEREST RATE |
|---------|--|---|-----------------------|---|---|---|---|-------------------------------------|--------------------------|
| 97/98   | NCB - Pamphre/ Morant Bay/ Yallahs Fording - Y.P. Seaton & Associates                              | Ministry of Transport & Works           | 212,078,457.85        | 212,078,457.85                          | 0.00                                    | 0.00                                    | 0.00                                    | 212,078,457.85                      | Tbdl + 2.875%            |
| 98/99   | NCB - Negril/Savanna-la-mar - Y.P. Seaton & Associates   | Ministry of Transport & Works           | 220,642,632.36        | 220,642,632.36                          | 0.00                                    | 0.00                                    | 0.00                                    | 220,642,632.36                      | Tbdl + 3%                |
| 98/99   | NCB - Harbour View/ Cement Co. - Y.P. Seaton & Associates  | Ministry of Transport & Works           | 9,918,898.79          | 9,918,898.79                            | 0.00                                    | 0.00                                    | 0.00                                    | 9,918,898.79                        | Tbdl + 3%                |
| 98/99   | NCB - St. James Police HQ - UDC  | Ministry of National Security & Justice | 185,000,000.00        | 184,740,512.46                          | 0.00                                    | 0.00                                    | 0.00                                    | 184,740,512.46                      | Tbdl + 3%                |
| 99/2000 | BNS/MHCON (Hope Rd)  | Ministry of Transport & Works           | 354,828,228.50        | 127,062,015.22                          | 173,469,938.83                          | 51,190,204.20                           | 0.00                                    | 351,722,158.25                      | Tbdl + 3%                |
| 99/2000 | NCB - Trafalgar/ Old Harbour/ Mt. Rosser - Pavement & Structures Limited                           | Ministry of Transport & Works           | 269,865,485.06        | 0.00                                    | 0.00                                    | 269,865,485.06                          | 0.00                                    | 269,865,485.06                      | Tbdl + 2.00%             |
| 99/2000 | THUB - NCB - St. Ann/ St. Catherine Clarendon - S. G. Simpson                                      | Ministry of Transport & Works           | 98,018,698.57         | 0.00                                    | 0.00                                    | 98,018,698.57                           | 0.00                                    | 98,018,698.57                       | Tbdl + 1.75%             |
| 99/2000 | THUB - NCB - St. Andrew/ St. Thomas - Clint's Construction Limited                                 | Ministry of Transport & Works           | 100,853,074.14        | 0.00                                    | 0.00                                    | 100,853,074.14                          | 0.00                                    | 100,853,074.14                      | Tbdl + 1.75%             |
| 99/2000 | NCB - Washington Blvd/Handels Highway - Surrey Paving & Aggregate Limited                          | Ministry of Transport & Works           | 306,636,861.60        | 0.00                                    | 0.00                                    | 306,636,861.60                          | 0.00                                    | 306,636,861.60                      | Tbdl + 2.00%             |
| 2000/01 | NDP ( North Coast Highway)- Pan Calb. Mer. Bank - Surrey Paving & Aggregate Ltd.                   | Ministry of Transport & Works           | 298,598,619.86        | 0.00                                    | 0.00                                    | 298,598,619.86                          | 0.00                                    | 298,598,619.86                      | Tbdl + 1.75%             |
| 2000/01 | NDP( North Coast Highway) - Investment Masters Limited - Lagan Holdings                            | Ministry of Transport & Works           | 137,433,290.66        | 0.00                                    | 0.00                                    | 0.00                                    | 137,433,290.66                          | 137,433,290.66                      | Tbdl + 2.00%             |
| 2000/01 | NDP (North Coast Highway) - M&M Jamaica  | Ministry of Transport & Works           | 197,462,769.69        | 0.00                                    | 0.00                                    | 197,462,769.69                          | 0.00                                    | 197,462,769.69                      | Tbdl + 2.00%             |
| 2000/01 | NDP(North Coast Highway) - Ashtroum Group  | Ministry of Transport & Works           | 115,916,581.68        | 0.00                                    | 0.00                                    | 115,916,581.68                          | 0.00                                    | 115,916,581.68                      | Tbdl + 2.00%             |
| 2000/01 | NDP(North Coast Highway) - Investment Masters Limited - Tankwell, Mogul                            | Ministry of Transport & Works           | 137,442,696.85        | 0.00                                    | 0.00                                    | 0.00                                    | 137,442,696.85                          | 137,442,696.85                      | Tbdl + 1.75%             |
| 2000/01 | NCB - Traffic Management & North Coast Highway- Pavement & Structures, Ashtroum Group, M&M Jamaica | Ministry of Transport & Works           | 1,161,382,775.12      | 0.00                                    | 0.00                                    | 0.00                                    | 1,161,382,775.12                        | 1,161,382,775.12                    | Tbdl + 1.50%             |
|         | TOTAL  |   | 3,806,079,070.73      | 754,442,516.68                          | 173,469,938.83                          | 1,438,542,294.80                        | 1,436,258,762.63                        | 3,802,713,512.94                    |                          |

Ministry of Finance and Planning

9-Apr-03



# APPENDIX B

## DEFERRED FINANCING DISBURSEMENTS

| F/Y     | PROJECT/CONTRACTOR/FINANCIER  | MINISTRY                      | Approved Amount | Amount Disbursed 97/98 | Amount Disbursed 98/99 | Amount Disbursed 99/00 | Amount Disbursed 00/01 | Amount Disbursed 01/02 | Amount Disbursed 02/03 |
|---------|---|-------------------------------|-----------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| 97/98   | NCB - Rehabilitation of Domestic Aerodromes - Pavement & Structures Limited | Ministry of Transport & Works | 135,000,000.00  | 19,785,863.70          | 49,819,292.13          | 3,725,810.96           | 0.00                   | 0.00                   | 0.00                   |
| 97/98   | NCB - Morant Bay Yallahs Fording - Y.P. Seaton & Associates                 | Ministry of Transport & Works | 181,252,113.31  | 30,849,374.44          | 141,620,729.39         | 8,535,985.62           | 0.00                   | 0.00                   | 0.00                   |
| 98/99   | NCB - Negrit to Savanna-la-Mar - Y.P. Seaton & Associates                   | Ministry of Transport & Works | 336,755,502.76  | 0.00                   | 110,185,753.39         | 186,410,866.96         | 0.00                   | 0.00                   | 0.00                   |
| 98/99   | NCB - Cement Co./ Harbour View - Y.P. Seaton & Associates                   | Ministry of Transport & Works | 20,560,899.37   | 0.00                   | 11,645,764.30          | 8,503,808.93           | 0.00                   | 0.00                   | 0.00                   |
| 98/99   | NCB-St. James Police Head Quarters - UDC                                    | Urban Development Corporation | 185,000,000.00  | 0.00                   | 157,611,882.39         | 27,128,630.07          | 0.00                   | 0.00                   | 0.00                   |
| 99/2000 | BNS - Widening of Hope Road - WIHCON  | Ministry of Transport & Works | 354,828,228.50  | 0.00                   | 0.00                   | 127,062,015.22         | 173,469,938.83         | 51,190,204.20          | 0.00                   |
| 99/2000 | BNS - "HUB" - Westmoreland - VO&J Heary Equipment Limited                   | Ministry of Transport & Works | 111,307,302.33  | 0.00                   | 0.00                   | 0.00                   | 43,142,344.74          | 53,866,357.17          | 0.00                   |
| 99/2000 | BNS - "HUB" - Portland/ St. Mary - Asphaltting Specialists Limited          | Ministry of Transport & Works | 269,352,843.24  | 0.00                   | 0.00                   | 0.00                   | 93,577,710.03          | 153,067,752.74         | 0.00                   |
| 99/2000 | BNS - "HUB" - St. James/ Hanover/Trelawny - D.R. Foote Construction         | Ministry of Transport & Works | 108,990,029.03  | 0.00                   | 0.00                   | 0.00                   | 31,269,519.62          | 77,637,802.88          | 0.00                   |
| 99/2000 | NCB - Trafalgar/Old Harbour/ Mt. Rosser - Pavement & Structures Limited     | Ministry of Transport & Works | 283,985,671.80  | 0.00                   | 0.00                   | 49,286,464.45          | 136,466,596.55         | 52,742,831.26          | 0.00                   |
| 99/2000 | NCB - "HUB" - St. Ann/ St. Catherine/Clarendon - S.G. Simpson Asphaltting   | Ministry of Transport & Works | 88,126,235.00   | 0.00                   | 0.00                   | 0.00                   | 64,657,910.93          | 23,468,324.07          | 0.00                   |
| 99/2000 | NCB - "HUB" - St. Andrew/ St. Thomas - Chin's Constuction Limited           | Ministry of Transport & Works | 94,317,332.35   | 0.00                   | 0.00                   | 0.00                   | 50,447,223.89          | 43,774,325.34          | 0.00                   |
| 99/2000 | NCB - Washington Blvd/Mandela Highway - Surrey Paving & Aggregate Limited   | Ministry of Transport & Works | 268,122,371.00  | 0.00                   | 0.00                   | 30,015,997.10          | 149,799,251.64         | 88,307,122.26          | 0.00                   |
| 2000/01 | NCB - NJDP (South Gully) - Ashtrom Group Ltd                                | Ministry of Transport & Works | 109,522,409.00  | 0.00                   | 0.00                   | 0.00                   | 26,405,284.61          | 80,395,134.13          | 0.00                   |
| 2000/01 | NCB - NJDP(North Coast Highway) - Ashtrom Group Ltd - Bridges               | Ministry of Transport & Works | 392,018,616.44  | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 363,783,989.80         | 24,360,940.55          |
| 2000/01 | NCB - NJDP (North Coast Highway) -Ashtrom Group Ltd - Earthworks            | Ministry of Transport & Works | 240,969,690.00  | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 240,969,690.00         | 0.00                   |
| 2000/01 | NCB - NJDP ( North Coast Highway) - M & M Jamaica Ltd                       | Ministry of Transport & Works | 394,312,421.88  | 0.00                   | 0.00                   | 0.00                   | 65,095,770.12          | 219,055,941.92         | 52,938,412.90          |
| 2000/01 | Investment Masters Lts - NJDP (north Coast Highway) - Tankweid Ltd.         | Ministry of Transport & Works | 106,237,940.14  | 0.00                   | 0.00                   | 0.00                   | 7,804,475.00           | 73,801,374.20          | 20,873,453.58          |



| F/Y     | PROJECT/CONTRACTOR/FINANCIER   | MINISTRY                                | Approved Amount   | Amount Disbursed 97/98 | Amount Disbursed 98/99 | Amount Disbursed 99/00 | Amount Disbursed 00/01 | Amount Disbursed 01/02 | Amount Disbursed 02/03 |
|---------|--|---|-------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| 2000/01 | Investment Masters Limited NJDP (North Coast highway) - Mogul Transport & Construction Limited     | Ministry of Transport & Works           | 94,622,387.41     | 0.00                   | 0.00                   | 0.00                   | 9,322,402.70           | 22,765,491.89          | 49,193,244.02          |
| 2000/01 | Manufacturers Sigma Mer Bank Ltd. - NJDP (North Coast Highway) - WHCON                             | Ministry of Transport & Works           | 128,756,428.12    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 78,631,145.06          | 50,060,335.12          |
| 2000/01 | NCB - NJDP (North Coast Highway) - Surrey Paving & Aggregate Ltd.                                  | Ministry of Transport & Works           | 312,213,493.61    | 0.00                   | 0.00                   | 0.00                   | 93,771,049.44          | 180,692,868.99         | 25,871,495.72          |
| 2000/01 | Investment Masters Limited -NJDP (North Coast Highway) - Surrey Paving & Aggregate & Tankweld Ltd. | Ministry of Transport & Works           | 87,017,880.64     | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 35,724,374.42          | 21,017,516.16          |
| 2000/01 | Investment masters Limited - NJDP (North Coast Highway) - Lagan Holdings Ltd                       | Ministry of Transport & Works           | 175,096,582.93    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 125,616,497.80         | 1,188,525.00           |
| 2000/01 | Citimerchant Bank / MNSJ Motor Vehicles  | Ministry of National Security & Justice | 177,648,692.00    | 0.00                   | 0.00                   | 0.00                   | 173,391,530.00         | 4,257,162.00           | 0.00                   |
| 2001/02 | BNS - Kingston Coast Road Phase III - WHCONIL  | Urban Development Corporation           | 330,701,995.00    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 155,207,476.82         | 161,787,418.21         |
| 2001/02 | International Trust & Merchant Bank- Road Maintenance & Repairs - Asphaltic Concrete               | Ministry of Transport & Works           | 86,837,202.33     | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 86,010,465.95          | 0.00                   |
| 2001/02 | George & Brandy Ltd "HUB" - Y.P. Seaton & Associates Limited                                       | Ministry of Transport & Works           | 143,791,914.45    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 118,025,299.23         | 25,766,615.24          |
| 2001/02 | NCB- Trafalgar/Old Harbour/ Mt. Rosser - Pavement & Structures Limited                             | Ministry of Transport & Works           | 293,393,379.74    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 262,083,643.00         | 27,486,166.30          |
| 2002/03 | Investment Masters Limited - NJDP (North Gully) - M&M Jamaica Ltd                                  | Ministry of Transport & Works           | 180,575,452.81    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 45,394,486.76          |
| 2002/03 | BNS - North Western Jamaica Schs - WHCONIL   | Ministry of Education                   | 3,495,209,655.00  | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 760,673,938.17         |
| 2002/03 | BNS - Howard Cooke Blvd. - WHCONIL   | Ministry of Transport & Works           | 718,291,251.00    | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 178,854,525.05         |
| 2002/03 | BNS - Dredging Sandy Gully - WHCONIL   | Ministry of Transport & Works           | 1,775,500,004.00  | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 0.00                   | 559,348,705.72         |
|         |  | TOTAL                                   | 11,680,315,925.19 | 50,635,238.14          | 470,883,421.60         | 440,669,579.31         | 1,118,621,008.10       | 2,591,075,275.13       | 2,004,815,778.50       |



# APPENDIX C

## DEFERRED FINANCING ARRANGEMENTS FOR WHICH AGREEMENTS HAVE BEEN ISSUED

| DATE      | SOURCE / PURPOSE OF LOAN  | MINISTRY                      | PROJECT PRINCIPAL | LOAN AMOUNT      | SECURITY        | MATU      |
|-----------|---|-------------------------------|-------------------|------------------|-----------------|-----------|
| 1-Apr-99  | Pamphret to Morant Bay & Yallahs Fording  | Ministry of Transport & Works | 181,006,089.45    | 212,078,457.85   | Loan Agreement  | 31        |
| 1-Apr-00  | Negril to Savanna-la-mar & Cement Co. to Harbour View Roundabout                                  | Ministry of Transport & Works | 213,057,740.05    | 220,642,632.36   | Loan Agreement  | 31-4      |
| 1-May-01  | Trafalgar/Old Harbour/ Mt. Rosser   | Ministry of Transport & Works | 238,495,892.26    | 269,865,485.06   | Loan Agreement  | 1-M       |
| 7-Sep-01  | HUB Chin's Construction   | Ministry of Transport & Works | 94,221,549.23     | 100,853,074.14   | Loan Agreement  | 7-Sep     |
| 21-Sep-01 | HUB - SG Simpson  | Ministry of Transport & Works | 88,126,235.00     | 98,018,698.57    | Loan Agreement  | 21-Sep    |
| 1-Nov-01  | Washington Blvd/ Mandela Highway  | Ministry of Transport & Works | 268,122,371.00    | 306,636,861.60   | Loan Agreement  | 1-Nov     |
| 24-Dec-01 | North Coast Highway - M&M Jamaica   | Ministry of Transport & Works | 184,948,181.49    | 197,462,769.69   | Loan Agreement  | 31-Oct    |
| 25-Jan-02 | North Coast Highway - Surrey Paving & Aggregate   | Ministry of Transport & Works | 274,463,918.43    | 298,598,619.86   | Promissory Note | 25-Apr    |
| 27-Feb-02 | North Coast Highway - Asitron Group   | Ministry of Transport & Works | 106,800,418.74    | 115,916,581.68   | Loan Agreement  | 27-Nov-4  |
| 17-May-02 | NDP( North Coast Highway) - Investment Masters Limited - Lagan Holdings                           | Ministry of Transport & Works | 126,805,022.80    | 137,433,290.66   | LRS             | 17-May-1  |
| 28-Jun-02 | NCB - Traffic Management & North Coast Highway- Pavement & Structures, Asitron Group, M&M Jamaica | Ministry of Transport & Works | 1,064,761,779.93  | 1,161,382,775.12 | LRS             | 28-Jun-04 |
| 28-Jun-02 | NDP(North Coast Highway) - Investment Masters Limited - Tankweld, Mogul                           | Ministry of Transport & Works | 132,886,386.84    | 137,442,696.85   | LRS             | 28-Jun-17 |
| 31-Aug-99 | Western Regional Police Headquarters  | Ministry of Transport & Works | 185,000,000.00    | 184,740,512.46   | Loan Agreement  | 30-May-04 |



**APPENDIX D**  
**SCHEDULE OF BUDGETARY PROVISIONS FOR DEFERRED FINANCING FACILITIES**

**1999/2000**

| Ministry                       | Project  | Amount<br>\$          |
|--------------------------------|--|-----------------------|
| Min of Transport and Works (A) | Rehabilitation of Domestic Aerodromes                                  | 73,330,967.00         |
| "                              | Negril to Savanna-la-Mar and Cement Company to Harbour View Roundabout | 143,847,137.00        |
| "                              | Negril to Savanna-la-Mar and Cement Company to Harbour View Roundabout | 38,426,922.00         |
| "                              | NCB - Washington Blvd/ Mandela Highway*                                | 140,624,118.00        |
| "                              | NCB - Pamphret/Morant Bay/Yallahs Fording                              | 42,415,692.00         |
| "                              | BNS/WIHCON Hope Road   | 127,062,016.00        |
| "                              | BNS/WIHCON (KCRP) - Loan to UDC  | 130,665,651.00        |
| "                              | NCB - St James Police HQ Loan to UDC                                   | 184,740,513.00        |
| <b>TOTAL 1999/2000</b>         |  | <b>881,113,016.00</b> |

\* This amount is an advance made by the Accountant General for the Project

**2000/2001**

| Ministry                             | Project  | Amount<br>\$          |
|--------------------------------------|--|-----------------------|
| Ministry of Finance and Planning (A) | BNS/WIHCON (KCRP) - Loan to UDC  | 43,075,598.00         |
| Ministry of Transport and Works (A)  | BNS/WIHCON Hope Road   | 173,469,939.00        |
| "                                    | Negril to Savanna-la-Mar and Cement Company to Harbour View Roundabout | 38,426,922.00         |
| "                                    | NCB - Pamphret/Morant Bay/Yallahs Fording                              | 42,415,692.00         |
| Ministry of National Security        | Citimerchant - MNSJ Motor Vehicles                                     | 173,391,530.00        |
| <b>TOTAL 2000/2001</b>               |  | <b>470,779,681.00</b> |

| Ministry                            | Project  | Amount<br>\$          |
|-------------------------------------|--|-----------------------|
| Ministry of National Security       | Citimerchant - MNSJ Motor Vehicles   | 4,257,162.00          |
| "                                   | Negril to Savanna-la-Mar and Cement Company to Harbour View Roundabout       | 38,426,922.00         |
| "                                   | NCB - Pamphret/Morant Bay/Yallahs Fording                                    | 42,415,692.00         |
| Ministry of Transport and Works (A) | "HUB" BNS Westmoreland   | 95,549,013.00         |
| "                                   | BNS/WIHCON Hope Road   | 51,190,205.00         |
| "                                   | "HUB" BNS Portland/St Mary   | 242,213,161.00        |
| "                                   | "HUB" BNS St. James/Trelawny   | 105,945,920.00        |
| "                                   | Northern Ja. Dev. Project - Tank Weld  | 60,446,111.00         |
| "                                   | Northern Ja Dev Projt - Mogul  | 32,087,895.00         |
| "                                   | Int'l Trust & Merchant Bank - Road Maintenance - Asphaltic Concrete Ent Ltd. | 75,477,488.00         |
| <b>TOTAL 2001/2002</b>              |  | <b>748,009,569.00</b> |

2002/03

| Ministry                            | Project   | Amount<br>\$   |
|-------------------------------------|---|----------------|
| Ministry of Transport and Works (A) | "HUB" BNS Westmoreland  | 1,459,690.00   |
| "                                   | "HUB" BNS Portland/St Mary                                      | 23,067,511.00  |
| "                                   | "HUB" BNS St. James/Trelawny                                    | 2,961,403.00   |
| "                                   | Int'l Trust & Merchant Bk-Road Maint Asphaltic Concrete Ent Ltd | 10,532,979.00  |
| "                                   | Northern Jamaica Dev Project - Surrey Paving & Aggregate Ltd.   | 25,871,496.00  |
| "                                   | "HUB" George & Brandy - YP Seaton                               | 143,791,915.00 |
| "                                   | NCB - Trafalgar/Old Harbour/Mt Rosser                           | 53,973,098.00  |
| "                                   | "HUB" NCB - St Ann/St Catherine/Clarendon S.G. Simpson          | 32,672,900.00  |



|                                     |   |                       |
|-------------------------------------|---|-----------------------|
| Ministry of Transport and Works (A) | Negril to Savanna-la-Mar/Cement Co to Harbour View Roundabout | 38,426,922.00         |
| "                                   | NCB - Pamphret/Morant Bay/Yallahs Fording                     | 42,415,692.00         |
| "                                   | "HUB" NCB - St Andrew/St Thomas                               | 33,617,734            |
| "                                   | NCB - Washington Blvd/Mandela Highway                         | 61,327,374            |
| "                                   | BNS Kingston Coast Road Project                               | 257,446,625.00        |
| "                                   | Northern Jamaica Dev Project - WIHCON Ltd.                    | 91,634,070.00         |
| <b>TOTAL 2002/03</b>                |   | <b>819,199,409.00</b> |

**2003/2004**

| Ministry                            | Project  | Amount<br>\$          |
|-------------------------------------|--|-----------------------|
| Ministry of Transport and Works (A) | Negril to Savanna-la-Mar and Cement Company to Harbour View Roundabout | 38,426,922.00         |
| "                                   | NCB - Trafalgar/Old Harbour/Mt Rosser                                  | 53,973,098.00         |
| "                                   | "HUB" NCB - St Ann/St Catherine/Clarendon S.G. Simpson                 | 32,672,900.00         |
| "                                   | "HUB" NCB - St Andrew/St Thomas  | 33,617,734            |
| "                                   | NCB - Washington Blvd/Mandela Highway                                  | 61,327,374            |
| "                                   | NCB - Pamphret/Morant Bay/Yallahs Fording                              | 42,415,692.00         |
| "                                   | North Coast Highway/NCB  | 39,492,554.00         |
| "                                   | North Coast Highway/PAN CARIB  | 74,649,655.00         |
| "                                   | North Coast Highway/NCB-2  | 28,979,146.00         |
| "                                   | North Coast Highway/IML  | 9,162,220.00          |
| "                                   | Traffic Management & North Coast Highway/NCB                           | 290,345,694.00        |
| "                                   | North Coast Highway/IML-2  | 9,162,697.00          |
| <b>TOTAL 2003/04</b>                |  | <b>714,225,686.00</b> |

| Ministry                            | Project  | Amount<br>\$          |
|-------------------------------------|--|-----------------------|
| Ministry of Transport and Works (A) | NCB – Washington Blvd/ Mandela Highway                                 | 61,327,374            |
| “                                   | Negril to Savanna-la-Mar and Cement Company to Harbour View Roundabout | 38,426,922.00         |
| “                                   | “HUB” NCB – St Andrew/St Thomas  | 33,617,734            |
| “                                   | NCB – Trafalgar/Old Harbour/Mt Rosser                                  | 53,973,098.00         |
| “                                   | “HUB” NCB – St Ann/St Catherine/Clarendon S.G. Simpson                 | 32,672,900.00         |
| “                                   | North Coast Highway  | 39,492,554.00         |
| “                                   | North Coast Highway  | 74,649,655.00         |
| “                                   | North Coast Highway  | 28,979,146.00         |
| “                                   | North Coast Highway  | 9,162,220.00          |
| “                                   | Traffic Management & North Coast Highway                               | 290,345,694.00        |
| “                                   | North Coast Highway  | 9,162,697.00          |
| <b>TOTAL 2004/05</b>                |  | <b>671,809,994.00</b> |

#### 2005/2006

| Ministry                            | Project                                  | Amount<br>\$          |
|-------------------------------------|--|-----------------------|
| Ministry of Transport and Works (A) | NCB – Washington Blvd/ Mandela Highway   | 61,327,374.00         |
| “                                   | NCB – Trafalgar/Old Harbour/Mt Rosser    | 53,973,098.00         |
| “                                   | North Coast Highway                      | 39,492,554.00         |
| “                                   | North Coast Highway                      | 74,649,655.00         |
| “                                   | North Coast Highway                      | 28,979,146.00         |
| “                                   | North Coast Highway                      | 9,162,220.00          |
| “                                   | Traffic Management & North Coast Highway | 290,345,694.00        |
| “                                   | North Coast Highway                      | 9,162,697.00          |
| <b>TOTAL 2005/06</b>                |  | <b>567,092,438.00</b> |



2006/2007

| Ministry                            | Project                                  | Amount<br>\$          |
|-------------------------------------|--|-----------------------|
| Ministry of Transport and Works (A) | NCB – Trafalgar/Old Harbour/Mt Rosser    | 53,973,098.00         |
| “                                   | NCB – Washington Blvd/ Mandela Highway   | 61,327,374.00         |
| “                                   | North Coast Highway                      | 39,492,554.00         |
| “                                   | North Coast Highway                      | 74,649,655.00         |
| “                                   | North Coast Highway                      | 28,979,146.00         |
| “                                   | North Coast Highway                      | 9,162,220.00          |
| “                                   | Traffic Management & North Coast Highway | 290,345,694.00        |
| “                                   | North Coast Highway                      | 9,162,697.00          |
| <b>TOTAL 2006/07</b>                |  | <b>567,092,438.00</b> |

2007/2008

| Ministry of Transport and Works (A) | Project                                  | Amount<br>\$          |
|-------------------------------------|--|-----------------------|
| “                                   | North Coast Highway                      | 39,492,554.00         |
| “                                   | North Coast Highway                      | 9,162,220.00          |
| “                                   | Traffic Management & North Coast Highway | 290,345,694.00        |
| “                                   | North Coast Highway                      | 9,162,697.00          |
| <b>TOTAL 2007/08</b>                |  | <b>348,163,165.00</b> |

2008/2009

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| “                                   | North Coast Highway | 9,162,220.00         |
| “                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2008/09</b>                |                     | <b>18,324,917.00</b> |

2009/2010

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2009/10</b>                |                     | <b>18,324,917.00</b> |

2010/2011

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2010/11</b>                |                     | <b>18,324,917.00</b> |

2011/2012

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2011/12</b>                |                     | <b>18,324,917.00</b> |

2012/2013

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2012/13</b>                |                     | <b>18,324,917.00</b> |

2013/2014

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2013/14</b>                |                     | <b>18,324,917.00</b> |



**2014/2015**

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2014/15</b>                |                     | <b>18,324,917.00</b> |

**2015/2016**

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2015/16</b>                |                     | <b>18,324,917.00</b> |

**2016/2017**

| Ministry of Transport and Works (A) | Project             | Amount<br>\$         |
|-------------------------------------|---------------------|----------------------|
| "                                   | North Coast Highway | 9,162,220.00         |
| "                                   | North Coast Highway | 9,162,697.00         |
| <b>TOTAL 2016/17</b>                |                     | <b>18,324,917.00</b> |

**Ministry of Finance and Planning**  
**April 9, 2003**

# ROAD AND BRIDGE FINANCING PROJECTS

| FY    | PROJECT/CONTRACTOR  | MINISTRY | Status        | Milage   | Description of Work  |
|-------|---|----------|---------------|----------|--|
| 97/98 | NCB - Morant Bay Yallahs Fording - Y.P. Seaton & Associates               | MoT&W    | Completed     | 12 km    | Stabilize marl for base and overlay  |
| 98/99 | NCB - Negril to Savanna-la-Mar - Y.P. Seaton & Associates                 | MoT&W    | Completed     | 20 km    | Micro Surfacing  |
| 98/99 | NCB - Cement Company/Harbour View - Y.P. Seaton & Associates              | MoT&W    | Completed     | 2 km     | Micro Surfacing  |
| 99/00 | BNS - Widening of Hope Road - WDHCON                                      | MoT&W    | Completed     | 1.2 km   | Rehabilitation including drainage, & pavement                                |
| 99/00 | BNS - "HUB" - Westmoreland - VO & J Heavy Equipment Limited               | MoT&W    | Completed     | 38.17 km | Rehabilitation including protective work drainage, earthworks & pavement     |
| 99/00 | BNS - "HUB" - Portland/St. Mary - Asphaltting Specialist Limited          | MoT&W    | Completed     | 34.01 km | Rehabilitation including protective work drainage, earthworks & pavement     |
| 99/00 | BNS - "HUB" - St. James/ Westmoreland/Trelawny - D.R. Foote Construction  | MoT&W    | Completed     | 25.26 km | Rehabilitation including protective work drainage, earthworks & pavement     |
| 99/00 | NCB - Trafalgar/Old Harbour/Mt. Rosser - Pavement & Structures Limited    | MoT&W    | 90% Completed | 70 km    | Rehabilitation including protective work drainage, earthworks & pavement     |
| 99/00 | NCB - "HUB" - St. Ann/ Catherine/Clarendn - S.G. Simpson Asphaltting      | MoT&W    | Completed     | 13.06 km | Rehabilitation including protective work drainage, earthworks & pavement     |
| 99/00 | NCB - "HUB" - St. Andrew/ Thomas - Chins Construction Limited             | MoT&W    | Completed     | 16.4 km  | Rehabilitation including protective work drainage, earthworks & pavement     |
| 99/00 | NCB - Washington Blvd/Mandela Highway - Surrey Paving & Aggregate Limited | MoT&W    | 95% Completed | 4 km     | Improvement of roadway including widening upgrading of pavement and drainage |
| 00/01 | NCB - NJDP (North Gully - Ashtröm Group Ltd)                              | MoT&W    | Completed     |          | Earthworks   |



# STATUS REPORT ON DEFERRED FINANCING PROJECTS

| Project  | (1)<br>Original Scope<br>(and Variations).         | (2)<br>Original Schedule for<br>Completion. | (3)<br>Extent of Works<br>completed at March 31,<br>2003.          | (4)<br>Works to be completed and<br>completion period.  | (5)<br>Amount spent on project<br>to March 31, 2003. | (6)<br>Explanation of<br>where funds spent that<br>be out of proportion to<br>completed. |
|--|--|---|--|---|--|--|
| Sandy Gully  |  |   |  |   |  |  |
| Phase 1  | J\$84,109,417.00<br>No variations                  | 3 months ending<br>January 31, 2003         | 100% complete  | Certificate of Completion Issued<br>and 50% retention paid. Final<br>payment of J\$2,102,735.43 will<br>be due at the end of the defects<br>liability period which will end on<br>January 26, 2004. | J\$82,006,681.81                                     |  |
| Phase 2  | J\$1,691,390,587.00<br>No variations               | 20 months ending<br>July 26, 2004           | 08% complete   | Progress is generally on schedule.  | J\$477,342,023.91                                    |  |
| Kingston Coast Road<br>Phase III                   | J\$330,701,955.00<br>Variations<br>J\$2,929,702.00 | 12 months ending<br>July 17, 2002           | Practical Completion<br>inspection achieved on<br>October 4, 2002. | Defects liability period will<br>expire October 4, 2003.  | J\$316,994,895.04                                    |  |
| North Western Jamaica<br>Schools                   | J\$3,495,209,655.00<br>No Variations               | 156 weeks ending<br>June 24, 2005           | Work at Froume and<br>Irwin in progress.                           | 17 schools to be built.   | J\$760,673,938.17                                    |  |
| Howard Cooke<br>Boulevard/<br>Alice Eldemire Drive | J\$718,291,251.00<br>No variations                 | 20 months ending<br>April 1, 2004           | 24% complete   | Progress is generally on schedule.  | J\$178,854,525.05                                    |  |

| F/Y     | PROJECT/CONTRACTOR/<br>FINANCIER  | MINISTRY | Status    | Milage | Description of Work     |
|---------|---|----------|-----------|--------|-------------------------|
| 00/01   | NCB - NJDP (North Coast Highway) -<br>Ashtrom Group Ltd - Bridges   | MoT&W    | Completed |        | Construction of bridges |
| 00/01   | NCB - NJDP (North Coast Highway) -<br>Ashtrom Group Ltd - Earthworks                                      | MoT&W    | Completed |        | Excavation work         |
| 00/01   | NCB - NJDP (North Coast Highway) -<br>M&M Jamaica Ltd.  | MoT&W    | Completed |        | Earthworks              |
| 00/01   | Investment Masters Ltd - NJDP<br>(North Coast Highway) - Tankweld<br>Ltd.                                 | MoT&W    | Completed |        | Box Culvert             |
| 00/01   | Investment Masters Ltd - NJDP<br>(North Coast Highway) - Mogul<br>Transport & Construction Limited        | MoT&W    | Completed |        | Base and Sub base       |
| 00/01   | Manufacturers Sigma Merchant Bank<br>Ltd - NJDP (North Coast Highway) -<br>WIHCON                         | MoT&W    | Completed |        | Box Culvert             |
| 00/01   | NCB - NJDP (North Coast Highway) -<br>Surrey Paving & Aggregate   | MoT&W    | Completed |        | Asphalting work         |
| 00/01   | Investment Masters Ltd - NJDP<br>(North Coast Highway) - Surrey<br>Paving & Aggregates & Tankweld<br>Ltd. | MoT&W    | Completed |        | Asphalting work         |
| 00/01   | Investment Masters Ltd - NJDP<br>(North Coast Highway) - Lagan<br>Holdings Ltd.                           | MoT&W    | Completed |        | Asphalting work         |
| 2001/02 | International Trust & Merchant bank -<br>Road Maintenance & Repairs -<br>Asphaltic Concrete               | MoT&W    | Completed | 20 km  | Asphalting work         |



# REPAIRING SUBJECTS

| F/Y     | PROJECT/CONTRACTOR/<br>FINANCIER   | MINISTRY | Status        | Milage | Description of Work   |
|---------|--|----------|---------------|--------|---|
| 2001/02 | George & Brandy Ltd "HUB" - Y.P.<br>Seaton & Associates Limited              | MoT&W    | Completed     | 52 km  | Rehabilitation including protective work<br>drainage, earthworks & pavement |
| 2001/02 | NCB - Trafalgar/Old Harbour/Mt.<br>Rosser - Pavement & Structures<br>Limited | MoT&W    | 95% Completed | 1.2km  | Rehabilitation including protective work<br>drainage, earthworks & pavement |
| 2002/03 | Investment Masters Ltd - NJDP<br>(North Gully) - M&M Jamaica Ltd.            | MoT&W    | 40% Completed |        | Cleaning and repairing of North Gully                                       |
| 2002/03 | BNS - North Western Jamaica Schs -<br>WIHCON                                 | UDC      |               |        |   |
| 2002/03 | BNS - Howard Cooke Blvd-<br>WIHCON   | UDC      |               |        |   |
| 2002/03 | BNS - Dredging Sandy Gully-<br>WIHCON  | UDC      |               |        |   |