

**IN THE THIRD SESSION OF THE SECOND PARLIAMENT
OF THE FOURTH REPUBLIC OF GHANA**

**REPORT OF THE FINANCE COMMITTEE
ON THE MIXED CREDIT FACILITY OF US\$10,000,000.00
FROM THE GOVERNMENT OF SPAIN AND DEUTSCHE
MORGAN GRENFELL BANK S.A.E. FOR FINANCING
THE PURCHASE OF FIRE FIGHTING EQUIPMENT AND
VEHICLES FOR THE GHANA NATIONAL FIRE SERVICE**

1.0 INTRODUCTION

The above-mentioned Credit Agreement was laid in the House on 2nd December, 1999 in accordance with Article 181 of the Constitution and referred to the Finance Committee for consideration and report pursuant to Order No. 171 of the Standing Orders.

The Committee subsequently met to consider the Agreement together with the Minister of Interior Hon. Nii Okaija Adamafo, the Deputy Minister of Interior Hon. Bonful and the Chief Fire Officer, Brigadier Adda and his technical staff and a representative from the Ministry of Finance and reports as follows:

2.0 BACKGROUND

The vehicular state and other logistic capacity of the Ghana National Fire Service are most unsatisfactory, thereby seriously hampering the performance of statutory responsibility of the service to prevent and manage undesired fires in the country.

In the light of national financial constraints, which has prevented the acquisition of fire tenders, through the budget the Ministry of the Interior has been sourcing for foreign funding to help improve the situation.

The Ministries of the Interior and Finance therefore initiated consultations with the Spanish Government, represented by the Spanish Export Credit Agency (CESCE) and Official Credit Institute of Spain (I.C.O.) to provide a soft loan under its Developing Aid Fund (FAD) to supplement a Buyers' Credit Facility from Deutsche Bank SAE to constitute a Mixed Credit to finance the purchase of equipment from Spain to be supplied by Messrs ROSENBAUER S.A.

3.0 PURPOSE OF THE MIXED CREDIT AGREEMENT

The purpose of the Mixed Credit facility under consideration is to finance the supply of the following vehicles and accessories from Messrs ROSENBAUER S.A. for the Ghana National Fire Service:

- (i) Forty-six (46) ROSENBAUER Fire Fighting Vehicles
- (ii) Accessories for the forty-six (46) Fire Fighting Vehicles
- (iii) Ten (10) ROSENBAUER Water and Foam Monitors with carriers
- (iv) Spare Parts

4.0 TERMS AND CONDITIONS OF THE MIXED CREDIT FACILITY

4.1 FAD Soft Loan

- Amount (50%) of the Contract sum - US\$5.0 million
- Interest - 0.75% per annum
- Repayment - 30 years with 10 years Moratorium
- Commitment Fee - Nil
- Management Fee - Nil

4.2 Export Credit Portion

- Amount (50% of Contract Sum) - US\$5.0 million
- Interest - OECD (CIRR)

- Consensus Rate prevailing at the time of agreement. Current OECD Consensus Rate is 6.38% per annum.
- Repayment - 7 years in 14 equal, consecutive and semi-annual instalments.
 - Grace Period - 1 year
 - Management Fee - Nil
 - Commitment Fee - Nil

5.0 OBSERVATIONS

The Committee noted that in the event of default in the payment of any part(s) of the Principal, Interest, Fees or other cost or expenses, the Government of Ghana shall pay to the Lender, from and including the due days up to the date of actual payment at a rate to be determined by the Lender as being the higher of :

- (i) USD 6 months LIBOR plus 2% per annum and
 - (ii) The relevant fixed interest rate as approved by ICO plus 2% per annum.
- The Committee also noted that the Mixed Credit facility is more than the Government's Concessionary threshold of 35% required by the Ministry of Finance.
 - The Committee noted that under the Contract document, the Government is expected to grant a tax waiver on fire fighting equipment, vehicles and spare parts as attached as Annex A.

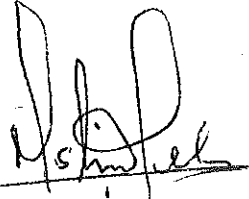
6.0 RECOMMENDATION

The Committee having thoroughly considered the terms and conditions of the Agreement, and noting the urgent need for the National Fire Service to improve on its vehicle and equipment status wishes to recommend:

- (a) The approval of the Mixed Credit Facility of **US\$10,000,000.00 (Ten Million US Dollars)** from the Government of Spain and Deutsche Morgan Grenfell Bank S.A.E. for financing the purchase of the fire fighting equipment and vehicles for the Ghana National Fire Service in accordance with Article 181 of the Constitution and Section 7 of the Loans Act, 1970 Act 335.

(b) Tax exemption for the forty-six (46) fire fighting vehicles,
equipment and spare parts as per attached (Appendix A) in accordance
with Article 174 (2) of the Constitution.

Respectfully submitted.



HON. CDRE S.G. OBIMPEH (RTD)
CHAIRMAN



ASANTE AMOAKO-ATTA
CLERK TO THE COMMITTEE

th
13 DECEMBER, 1999

SPARE PARTS FOR IVECO CHASSIS

REF.	DESCRIPTION	QTY	UNIT. PRICE	TOTAL
1905282	COLLARIN EMBRAGUE	1	439	439
1905685	ADHESIVO LOCTITE	4	29	116
1906201	LOTE FORRO FRENO	1	526	526
1906202	LOTE FORRO FRENO	1	642	642
1908547	CARTUCHO	30	56	1.680
1903629	FILTRO	30	49	1.470
1907640	CARTUCHO	60	32	1.920
2961590	REMACHE	1200	1	1.200
4782803	MOTOR DE ARRANQUE	1	1.647	1.647
4837951	TRANSMISOR TEMP.	1	23	23
4852650	CENTRALITA INTE.	1	266	266
4853408	BOMBIN EMBRAGUE	1	290	290
4854694	CORREA	8	74	592
10860790	LAMPARA	12	3	36
11054590	FUSIBLE 3A	12	0	0
11054790	FUSIBLE 5A	12	1	12
11054890	FUSIBLE 7,5A	12	1	12
11054990	FUSIBLES	12	1	12
11055090	FUSIBLE 15A	12	1	12
11055290	FUSIBLE 25A	12	2	24
14142490	LAMPARA	25	2	50
14143890	LAMPARA	25	2	50
14148290	LAMPARA	25	2	50
14152190	LAMPARA	10	25	250
93161150	JGO. REP. ALTERNA.	4	5	20
93161553	KIT REPARACION	4	18	72
93163260	TULIPA PILOTO DERECHO	1	72	72
93163261	TULIPA PILOTO IZQUIERDO	1	72	72
93163524	INDICADOR	1	101	101
93191558	TULIPA PIL. INTE.	5	6	30
93194135	LAMPARA	25	2	50
98414526	AMORTIGUADOR	1	317	317
98419234	PILOTO	1	42	42
98419235	PILOTO	1	42	42
98439536	FUSIBLE 40A	10	1	10
98443250	PILOTO	1	16	16
98443252	PILOTO	1	16	16
41005350	BALLESTA (A)	1	1.193	1.193
8169269	BALLESTA (P)	1	2.094	2.094
98459454	CORREA TRAPEZO.	12	26	312
98472981	ESPEJO	2	254	508
98472976	ESPEJO	2	194	388
98474986	CABLE ACELERADO	4	41	164
98475086	FARO DERECHO	4	37	148

SPARE PARTS FOR NISSAN CHASSIS

R.F.F.	DESCRIPTION	QTY	UNIT. PRICE	TOTAL
M-174100137-2	CJTO. BOMBA AGUA	2	449	
M-74100079-1	TORICA B. AGUA	4	5	
M-77700081-0	VENTILADOR	2	195	
-21082-D8800	EMBRAGUE VISCOSO	2	317	
-11500691-0	BOMBA SERVO DIRECCION	1	676	
-20020-D6402	CJTO. TUBO INTERM.	1	133	
-20040-D8803	TUBO SALIDA SILENCIOSO	1	229	
-20020-D6400	CJTO. TUBO SALIDA	1	196	
-20102-Z5573	SILENCIOSO	1	803	
M-09100903-0	JUNTA	4	6	
M-01601512-0	GOMA VENTANA	2	60	
M-016155-0	PERFIL	2	4	
-79712-D8800	CRISTAL VENTANA	2	33	
-85022-D8701	PARACHOQUES TRAS.	1	157	
M-06600820-0	VALVULA AUTOMATICA	2	427	
-30502-D8800	COJINETE EMBRAGUE	2	225	
M-70010095-R2	PTA. DCHA. CON BISA.	1	689	
-70010096-R2	PTA. IZQ. CON BISA.	1	1066	
48510-D8800	CJTO. BARRA DIREC.	1	168	
-48561-D9200	CONJ. BARRA TRAN.	1	390	
M-11200319-0	CJTO. TORULA ARMADA	4	103	
-11500732-0	CJTO. ROTULA ROSCA	4	139	
-40010-D9200	MANGUETA DCHA. COMPLETA	1	2025	
-40011-D9200	MANGUETA IZDA. COMPLETA	1	2025	
M-43254-D6400	RETEN	4	42	
-06200456-0	CUBO TRASERO	1	298	
M-6100389-1	ESPARRAGO RUEDA	20	6	
M-1443592-X1	ARANDELA	4	3	
-06100387-0	RODAMIENTO EXTERIOR	4	59	
-06200458-0	RODAMIENTO INTERNO	4	133	
M-43254-D6400	RETEN	4	42	
-11041-D8801	CJTO. CULATA	1	1485	
M-11044-D8800	JUNTA CULATA	2	107	
-11044-D8801	JUNTA CULATA E=1	2	127	
M-15255-D8701	TAPA LLENADO ACEITE	2	8	
M-70202011-0	CARCASA RETEN TR.	2	46	
M-9900266	RETEN TRASERO	2	53	
-11110-D8601	CJTO. CARTER DE ACEITE	1	581	
M-11128-D9700	TAPON	8	9	
M-11026-D9700	ARANDELA	20	1	
-73400092-0	VARILLA NIVEL ACEITE	2	6	
-11150-D8801	CONJ. TUBO NIVEL.	2	37	
-14461-D6400	INTERENFRIADOR	1	2031	
-14071-D6401	MANGUERA AGUA	1	64	

SPARE PARTS FOR NISSAN CHASSIS

REF.	DESCRIPTION	QTY	UNIT. PRICE	TOTAL
M-13270-D8801	JUNTA TAPA BALANCINES	12	15	180
M-11720-D8800	CORREA VENTILADOR	12	37	444
M-16403-G9900	FILTRO GASOIL	30	29	870
M-16546-D9200	FILTRO DE AIRE	30	92	2760
M-17010-D8800	BOMBA ELEVADORA	1	41	41
M-10200597-0	CABLE	1	29	29
M-180201-D8801	CABLE	1	56	56
-16680-D8804	TUBO INYECCION N° 1	1	29	29
-16681-D8804	TUBO INYECCION N° 2	1	29	29
-16682-D8804	TUBO INYECCION N° 3	1	29	29
-16683-D8804	TUBO INYECCION N° 4	1	29	29
-16684-D8804	TUBO INYECCION N° 5	1	28	28
-16685-D8804	TUBO INYECCION N° 6	1	29	29
-21200-D8702	TERMOSTATO	2	24	48
-21306-08001	MANG. AGUA CALEFACCION	2	37	74
M-12100772-1	MANGUITO	4	37	148
-21501-D6400	MANGUITO ENTRADA	4	35	140
M-12100466-0	MANGUITO	4	27	108
-12100457-2	DEPOSITO RESERVA	1	82	82
M-73500071-0	ELEMENTO ACEITE	40	22	880
M-13902033-0	OPTICA FARO	2	57	114
M-13902034-0	OPTICA FARO	2	55	110
M-01500798-3	INDICADOR DEL.	2	18	36
M-01500799-3	INDICADOR D.	2	18	36
-26150-D8600	FARO ANTINEBLA	2	138	276
M-01905293-0	TULIPAS	4	39	156
M-01500891-1	LUZ MATRICULA	2	17	34
M-11920-D8800	CORREA VENTILADOR	12	17	204
M-11902307-0	FILTRO	8	18	144
M-01902462-0	DEFLECTOR DERECHO	1	52	52
M-01902463-0	DEFLECTOR IZQUIERDO	1	52	52
M-01902479-0	LATERAL IZQUIERDO CALA.	1	60	60
M-01902480-0	LATERAL DERECHO CALA.	1	60	60
M-01902481-0	CALANDRA CENTRAL	1	93	93
-01601461-0	CJTO. ELEVACION	2	68	136
-01601462-0	CJTO. ELEVACION	2	64	128
M-83372-D8600	CRISTAL IZQUIERDO. DERC.	2	24	48
-80500-D8600	CERRADURA PTA. DERECHA	2	51	102
-80501-D8600	CERRADURA PTA. IZQUIERDA	2	51	102
M-01601409-0	CILINDRO CIERRE	2	46	92
-01601410-0	CILINDRO CIERRE	2	46	92
M-30610-D6400	CILINDRO MAESTRO	2	87	174
M-30620-D6400	CILINDRO ESCLAVO	2	102	204
M-01601373-0	RETROVISOR	3	99	297

SPARE PARTS FOR NISSAN CHASSIS

REF.	DESCRIPTION	QTY	UNIT. PRICE	TOTAL
M-01601458-0	RETROVISOR	3	78	234
M A-785-501	ESCOBILLA LIMPIA.	16	16	256
V D-13400-24	JGO. LAMPARAS 24 V	16	21	336
M-24319-9C100	FUSIBLE	20	1	20
M-ACC69-23004	LIQUIDO FRENOS	20	5	100
M A-1150019-D	LIQUIDO HIDRAULICO	20	6	120
M-13800276-0	PILOTO T. DERECHO	2	131	262
M-13800274-0	PILOTO T. IZQUIERDO	2	131	262
M-06903006-0	KIT PASTILLAS DELANTERAS	8	433	3.464
-40206-D9200	DISCO DE FRENO	4	138	552
M-06902851-0	KIT FORROS TRASEROS	4	574	2.296
M-06601433-0	VALVULA AUTOMATICA	2	235	470
M-06600538-0B	VALVULA CUADRUPLE	2	490	980
-03600450-0	SILENTBLOCK	2	68	136
-03600453-0	SILENTBLOCK	2	49	98
M-02300465-1	ACABADO PARACHOQUE	1	15	15
-62016-D9300	LATERAL PARACHOQUE	1	222	222
-62017-D6401	LATERAL PARACHOQUE	1	193	193
M-72712-D8800	PRABRISAS	3	383	1149
M-01601138-2	GOMA PARABRISAS	3	99	297
-77300096-0	ALTERNADOR	2	585	1170
M-77200004-0	MOTOR ARRANQUE	2	619	1238
M-03902965-0	REGULADOR 24V	4	118	472
-23120-9C600	COJINETE BOLAS	2	31	62
-23120-D9700	RODAMIENTO	2	26	52
M-23142-69T00	ESCOBILLA F	2	9	18
M-03902452-0	RELE	2	150	300
M-1832630-M1	PIÑON DE ENGRANE	2	148	296
M-239533-0	ESCOBILLAS	2	64	128
-28880-D6200	BRAZO LIMPIAPARABRISAS	2	39	78
-28902-D8800	DEPOSITO Y BOMBA	2	58	116
-16200175-1	PRENSA DE EMBRAGUE	1	702	702
M-16200176-0	DISCO EMBRAGUE	1	512	512
-48561-D9200	CONJ. BARRA TRAN.	1	390	390
M-04200317-0	SOPORTE BRIDA	2	13	26
-04200324-1	ABRAZADERA FIJ. SUP.	4	14	56
-04200329-1	AMORTIGUADOR BALLESTAS	4	15	60
M-56100-D9200	AMORTIGUADOR DEL.	4	170	680
-14200581-0	SILENTBLOCK	4	14	56
-21400-D6400	CJTO. RADIADOR	1	1062	1062
-10100581-0	DEPOSITO COMBUSTIBLE	1	843	843
M-10111779-0	FLOTADOR	2	97	194
M-80606-07J00	CJTO. MANETA DER.	2	87	174
M-80607-07J00	CJTO. MANETA IZQUIERDA	2	87	174

SPARE PARTS FOR NISSAN CHASSIS

REF.	DESCRIPTION	QTY	UNIT. PRICE	TOT.
-14071-D6400	TUBO SALIDA AGUA	1	417	417
-16575-D6405	TUBO ENTRADA	1	72	72
M-71000082-0	CJTO. BOMBA ENGRASE	1	319	319
-11010-D8808	CJTO. BLOQUE	1	5315	5315
	TOTAL			6123

SPARE PARTS FOR IVECO CHASSIS

REF.	DESCRIPTION	QTY	UNIT. PRICE	
98475088	FARO IZQUIERDO	4	37	148
99439209	ESCOBILLA LIMP.	12	38	456
99445713	DISCO EMBRAGUE	1	936	936
500302656	TAPON DEPOSITO	1	74	74
98413209	TOBERA	12	90	1.080
93190981	ESPEJO RETRO.	1	165	165
4845736	BRAZO LIMPIA	3	38	114
4859164	MOTOR LIMPIA	2	488	976
98414185	CONJ. INYECTOR	3	285	855
99453947	LUNA PARABRISAS	1	576	576
	TOTAL			