

IN THE FOURTH SESSION OF THE SEVENTH PARLIAMENT OF THE FOURTH
REPUBLIC OF GHANA



REPORT OF THE FINANCE COMMITTEE

ON THE

I. Credit Facility Agreement between the **Government of the Republic of Ghana** (represented by the Ministry of Finance) and **Raiffeisenbank International AB, Austria** for an amount of *Eleven Million, Five Hundred Thousand Euros (€11,500,000.00)* to finance the execution of the **Four Constituencies Water Supply Scheme, Phase III** for **Central Tongu, Adaklu, Agotime-Ziope Districts** and **Ho Municipality;**

AND

ii. **Request for waiver of Import Duties, Import VAT, GETFund Levy, NHIL, EXIM Levy, Special Import Levy and Domestic VAT** amounting to the Ghana Cedi equivalent of *Three Million, One Hundred and Twenty-Three Thousand, Three Hundred Euros and Ninety Cents (€3,123,300.90)* on materials, equipment and project vehicles to be procured for the execution of **Four Constituencies Water Supply Scheme, Phase III** for **Central Tongu, Adaklu, Agotime-Ziope Districts** and **Ho Municipality**

APRIL 2020

1.0 INTRODUCTION

The

- i. **Credit Facility Agreement** between the **Government of the Republic of Ghana** (represented by the Ministry of Finance) and **Raiffeisenbank International AB, Austria** for an amount of *Eleven Million, Five Hundred Thousand Euros (€11,500,000.00)* to finance the execution of the **Four Constituencies Water Supply Scheme, Phase III** for **Central Tongu, Adaklu, Agotime-Ziope Districts** and **Ho Municipality**; AND
- ii. Request for **waiver of Import Duties, Import VAT, GETFund Levy, NHIL, EXIM Levy, Special Import Levy and Domestic VAT** amounting to the Ghana Cedi equivalent of *Three Million, One Hundred and Twenty-Three Thousand, Three Hundred Euros and Ninety Cents (€3,123,300.90)* on materials, equipment and project vehicles to be procured for the execution of **Four Constituencies Water Supply Scheme, Phase III** for **Central Tongu, Adaklu, Agotime-Ziope Districts** and **Ho Municipality**

were *presented* to the House on Wednesday 1st April 2020 by the Hon. Deputy Minister for Finance, Mrs. Abena Osei-Asare on behalf of the Minister responsible for Finance.

Pursuant to Article 103 of the 1992 Constitution and Orders 169 and 171(1) of the Standing Orders of the House, the Agreement and the request were *referred* to the Finance Committee for consideration and report.

The Committee subsequently met and discussed the Agreement and the request with a Deputy Minister for Finance, Hon. Kwaku Agyeman Kwarteng, a Deputy Minister for Sanitation and Water Resources, Hon. Patrick Yaw Boamah as well as officials from the Ministries of Finance and Sanitation and Water Resources and the Ghana Revenue Authority (GRA). Also in attendance were the Chief Executive Officer and other officials of the Community Water and Sanitation Agency (CWSA).

The Committee is grateful to the above-named Hon. Deputy Ministers and the officials for attending upon and assisting the Committee in its deliberations.

The Committee hereby submits this report to the House pursuant to Order 161(1) the Standing Orders of the House.

2.0 REFERENCES

The Committee referred to and was guided by the following documents *inter alia* during its deliberations on the Agreement and the request:

- The 1992 Constitution of the Republic of Ghana
- The Standing Orders of the Parliament of Ghana
- The Public Financial Management Act, 2016 (Act 921)

3.0 BACKGROUND

The Communities in the Central Tongu and Adaklu Anyigbe Districts have existing isolated piped water systems, which are connected to inadequate water sources. Most of these sources have low water yields with poor water quality and are prone to drying up in the dry seasons. The

communities therefore rely mainly on seasonal ponds, dug-outs and small earth dams and household rain water catchments to supplement their daily water needs.

Various efforts by Government to improve the water situation have not yielded the desired results due to low yields of boreholes and higher than acceptable limits of salt, iron and manganese concentrations in the drilled wells.

The use of these water facilities as their main sources of water supply have resulted in the high incidence of water borne and water related diseases which have adversely affected community members, more especially women and children. These diseases include bilharzia, malaria, intestinal worms and diarrhoea among others.

To alleviate the suffering of the people, Messrs. STRABAG AG Water Technology based in Vienna, Austria was engaged by the Community Water and Sanitation Agency (CWSA) to construct and deliver potable water to the communities in the proposed project area.

Due to financial constraints, the project was divided into three (3) phases. Under Phases I and II, the intake and treatment facilities were constructed at Mafi Adidome in the Central Tongu District with a total capacity of 5,000m³/day (1.1 million gallons/day). A total of 85.37 kilometres of transmission mains were laid, and 9 water towers or storage tanks were also constructed at vantage locations with 46 standpipes provided.

The cost of phases I and II was €16.87 million and the communities covered under those phases were Dadoboe, Mawoekpor, Mafi Zongo, Mafi Kutime, Mafi Kumasi, Avedo Bakpa, Kpoviadzi, Adidome, Kanikope, Bagalikope, and Manase Zongo.

The third phase of the project presently being considered by the House will provide potable water to the unserved 52,657 people in the remaining beneficiary communities under the project.

3.1 OBJECT OF THE LOAN

The object of the loan is to finance the implementation of Phase III of the **Four Constituencies Water Supply Scheme** by putting in place the transmission and distribution network that will bring the water to all the beneficiary communities.

4.0 TERMS AND CONDITIONS OF THE LOAN

The financing terms of the Facility are as follows:

| | |
|----------------------|----------------|
| Facility Amount | €11,500,000.00 |
| Borrowing Currency | Euro |
| Grace Period | 8.0 years |
| Repayment Period | 14.5 years |
| Tenor | 22.5 years |
| Interest Rate: | Nil |
| Commitment Fee | 0.38% p.a. |
| Management Fee | 0.60% Flat |
| Insurance Margin | 1.00% p.a. |
| Grant Element | 41.05% |

5.0 PROJECT DESCRIPTION AND SCOPE

The scope of activities/works involved in the Project include but not limited to the following:

- a. Completion of distribution network based on the approved Master Plan, within the area of Phases I & II, consisting of a total of 110 kilometers and including 73 Public Standpipes
- b. Construction of Distribution Network and Transmission Main for Adaklu District
- c. Extension of Transmission Main (Kutime – Waya)
- d. Water Towers 15m high at Avezi (60m³) and Kpatove (50m³)
- e. Water Reservoir at BPS 4 with 240m³
- f. Distribution Network: 37km including 90 Public Standpipes
- g. Pumping Stations BPS 4
- h. Supply of Accessories and Services
- i. Extension of transmission main pipelines including booster stations at:
 - Kutime – Sofa
 - Sofa – Waya
- j. Completion of distribution networks for communities in Central Tongu District
- k. Provision of water towers and ground storage tanks
- l. Construction of 163 Standpipes
- m. Supply Spare Parts and Accessories
- n. Training and Commissioning
- o. Technical Assistance by Local Consultant for a period of 12 months and capacity training for Water Systems Management Staff during the construction period.

6.0 OBSERVATIONS

6.1 Project Execution Period

The Committee was informed that other things being equal, the project is expected to be completed by the Contractor, **Strabag AG Water Technology**, within twenty-four (24) months from the date of commencement. There will also be a post construction warranty period of twelve (12) months.

6.2 Beneficiary Communities

In all, 183 towns and communities would benefit from this project. **[Attached as APPENDIX A is a list of the beneficiary communities]**

6.3 Expected Benefits from the Project

The completion of the Four Constituencies Water Supply Scheme would improve potable water supply to areas that were not originally served under Phases I and II of the Project. This would lead to a reduction in the prevalence of common water-borne diseases, enhance opportunities for agro processing businesses and generally improve the social well-being of the people of the project area. It would also aid and improve on the services of health facilities.

In addition to the provision of reliable water supply, the project will further help to improve economic activities within the project catchment area as direct and indirect jobs would be created during the construction period.

6.4 Significant Intervention

The Committee observed that this Project will complete the **Four Constituencies Water Supply Scheme**. Its successful implementation is expected to contribute to the achievement of the *Water for All by 2030* agenda of Government.

6.5 TAX WAIVER

The Committee noted Clause 14 of the *General Conditions* of the Contract (Conditions of Contract for EPC/Turnkey Projects) which stipulates that

"All goods imported by the Contractor into the Country shall be exempt from customs and other import duties, if the Employer's prior written approval is obtained for import. The Employer shall endorse the necessary exemption documents prepared by the Contractor for presentation in order to clear the Goods through Customs ..."

The Clause further provides that *"If exemption is not then granted, the customs duties payable and paid shall be reimbursed by the Employer."*

The Committee observed that there is the need for the House to grant the request for the waiver of the applicable taxes and duties to ensure the smooth and timely implementation of the Project to bring the needed relief to the beneficiary communities.

The total amount of taxes and duties involved in the Project as assessed by the Ghana Revenue Authority (GRA) is the Ghana Cedi equivalent of *Three Million, One Hundred and Twenty-Three Thousand, Three Hundred Euros and Ninety Cents (€3,123,300.90)*. ***[Attached as APPENDIX B is a copy of the assessment of the relevant taxes and duties]***

7.0 CONCLUSION

Considering the immense health and other socio-economic benefits to be derived from the Project, the Committee respectfully recommends to the House to adopt this report and approve by resolution, the **Credit Facility Agreement** between the **Government of the Republic of Ghana** (represented by the Ministry of Finance) and **Raiffeisenbank International AB, Austria** for an amount of *Eleven Million, Five Hundred Thousand Euros (€11,500,000.00)* to finance the execution of the **Four Constituencies Water Supply Scheme, Phase III** for **Central Tongu, Adaklu, Agotime-Ziope Districts** and **Ho Municipality** in accordance with Article 181 of the 1992 Constitution of the Republic of Ghana.

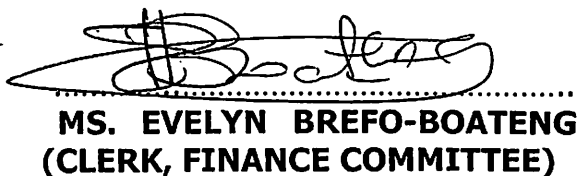
The Committee further recommends to the House to approve by resolution, the request for **waiver of Import Duties, Import VAT, GETFund Levy, NHIL, EXIM Levy, Special Import Levy and Domestic VAT** amounting to the Ghana Cedi equivalent of *Three Million, One Hundred and Twenty-Three Thousand, Three Hundred Euros and Ninety Cents (€3,123,300.90)* on materials, equipment and project vehicles to be procured for the execution of the **Four Constituencies Water Supply Scheme, Phase III** for **Central Tongu, Adaklu,**

Agotime-Ziope Districts and Ho Municipality in accordance with Article 174(2) of the 1992 Constitution of the Republic of Ghana

Respectfully submitted.



.....
HON. DR. MARK ASSIBEY-YEBOAH
(CHAIRMAN, FINANCE COMMITTEE)



.....
MS. EVELYN BREFO-BOATENG
(CLERK, FINANCE COMMITTEE)

3RD APRIL, 2020

APPENDIX A

DETAILS OF COMMUNITIES TO BE CONNECTED IN PHASE III (STRABAG) ZONE A: COMMUNITIES YET TO BE CONNECTED

| ZONE/AREA | COMMUNITY | POPULATION | DISTRICT |
|-------------------|------------------|--------------|------------------|
| A1a (BAGALIKOPE) | Bagalikope | 199 | CENTRAL TONGU |
| | Mafi Tove | 811 | |
| | Yevuyiborkope | 246 | |
| | Kusenukope | 269 | |
| | Glime | 120 | |
| | Tove Wukpo | 452 | |
| | Tsikope | 133 | |
| | Yorkutikpo | 213 | |
| | SUB TOTAL | 2,443 | |
| A1b (AVEDO BAKPA) | Bakpa Avedo | 284 | CENTRAL TONGU |
| | Seva Sakitikope | 136 | |
| | Avornyokope | 258 | |
| | Wenu Hekope | 171 | |
| | Bakpa Amkpo | 188 | |
| | Venu/Wenu | 356 | |
| | Mafi Avedo | 590 | |
| | Mafide | 470 | |
| | Lokokope | 362 | |
| | Mafi Waya | 286 | |
| | Agortakpo | 314 | |
| | Dekpevia | 206 | |
| | Vegodo | 155 | |
| Tsawodzi | 550 | | |

| ZONE/AREA | COMMUNITY | POPULATION | DISTRICT |
|----------------------------------|------------------|---------------|------------------|
| | Gafatsikope | 676 | |
| | Adakpo | 805 | |
| | Sodzikope | 83 | |
| | Klagbokope | 96 | |
| | Mafi Tempo | 123 | |
| | Bakpa Dokpo | 178 | |
| | Vogome Vudukpo | 374 | |
| | Atiglinyikope | 424 | |
| | SUB TOTAL | 7,085 | |
| A1c (KPOVIADZI) | Kpoviadzi | 1897 | CENTRAL TONGU |
| | Kpewukope | 95 | |
| | Tozinu | 158 | |
| | Kopedeke | 73 | |
| | Hayiborkope | 558 | |
| | SUB TOTAL | 2,781 | |
| A2/A2a (MAFI ADIDOME/AKYEMFO) | Adidome | 10550 | CENTRAL TONGU |
| | Tsetsekpo | 721 | |
| | Kpogede | 160 | |
| | Avakpedome | 1868 | |
| | SUB TOTAL | 13,299 | |
| | Dudevi | 213 | |
| | Manase Kpotsuenu | 60 | |
| | Zortikpo | 116 | |
| | Adehokpodzi | 166 | |

| ZONE/AREA | COMMUNITY | POPULATION | DISTRICT |
|-------------------|-------------------------|--------------|------------------|
| A3 (MANASE ZONGO) | Adeho | 366 | CENTRAL TONGU |
| | Adidopui | 115 | |
| | Dugblekope | 95 | |
| | Adudornu | 800 | |
| | Atiteti | 95 | |
| | Avenorkope | 465 | |
| | Fakpo No. 1/No. 2 | 219 | |
| | Adumasi | 68 | |
| | Dadome | 876 | |
| | Atigakope | 111 | |
| | SUB TOTAL | 3,765 | |
| A5 (KPEDZEGLO) | Kpedzeglo | 1227 | CENTRAL TONGU |
| | Doviekope | 221 | |
| | Norviwode | 35 | |
| | Dzogolokope/Kodokope | 416 | |
| | Kodogolikope/Kpeglokope | 356 | |
| | Anyorme | 66 | |
| | Kozakope | 150 | |
| | Alavanyo | 171 | |
| | Mamesikope | 126 | |
| | Dzabukpo | 347 | |
| | Odumase | 329 | |
| | Agortorkpor | 238 | |
| | Meyikpor | 402 | |

| ZONE/AREA | COMMUNITY | POPULATION | DISTRICT |
|---------------|-------------------------|--------------|------------------|
| | Mawoekpor | 682 | |
| | Yorkutikpo | 213 | |
| | Tsakpodzi | 291 | |
| | SUB TOTAL | 5,270 | |
| A7 (KANIKOPE) | Gbadagokope/Aveta No. 2 | 229 | CENTRAL TONGU |
| | Kanikope | 183 | |
| | Norgbedzi | 384 | |
| | Ahekope | 424 | |
| | Ametefekope | 113 | |
| | Bakpa Dzave | 705 | |
| | Selekope/Aveta No. 1 | 167 | |
| | By Plan | 83 | |
| | Matekope | 146 | |
| | Kwaoadadekope | 286 | |
| | Vudede | 176 | |
| Funkorkope | 100 | | |
| | SUB TOTAL | 2,996 | |

| AREA/ZONE | COMMUNITY | POPULATION | DISTRICT |
|-----------|------------------|------------|----------|
| | 1. Kutime | 623 | |
| | 2. Wukpo | | |
| | 3. Sasakope | 384 | |
| | 4. Kpordiwlor | | |
| | 5. Deveme | 1,952 | |
| | 6. Zakope | | |
| | 7. Srekpe | 447 | |
| | 8. Kpevenu Tsati | | |
| | 9. Aformanorkope | | |

| | | | |
|-------------|--------------------|--------------|------------------|
| A9 (KUTIME) | 10. Adzorkpo | 786 | CENTRAL TONGU |
| | 11. Dawudukope | | |
| | 12. Klepo | 201 | |
| | 13. Meyikpor | | |
| | 14. Gidikope No. 2 | 773 | |
| | 15. Gidikope No. 1 | | |
| | 16. Amegakope | 168 | |
| | 17. Tsakpo | | |
| | | 266 | |
| | | 151 | |
| | | 261 | |
| | | 467 | |
| | | 402 | |
| | 540 | | |
| | 253 | | |
| | 1,039 | | |
| | 1,179 | | |
| | SUB TOTAL | 9,892 | |

ZONE B – COMMUNITIES YET TO BE CONNECTED

| AREA/ZONE | COMMUNITY | POPULATION | DISTRICT |
|---------------------|---------------|------------|----------|
| B1 (ADAKLU SOFA) | 1. Kpeleho 1 | 548 | ADAKLU |
| | 2. Kpeleho 2 | | |
| | 3. Hlihave | 240 | |
| | 4. Ahornkope | | |
| | 5. Aziedukope | 1,071 | |
| | 6. Vudede | | |
| | 7. Avedzi | 211 | |
| | 8. Avege | | |
| | 9. Ablornu | 256 | |
| | 10. Sofa | 170 | |
| | 11. Kpatove | | |
| | 12. Alavanyo | 512 | |
| | 373 | | |

| | | | |
|----------------------------|------------------|--------------|--------|
| | | 1,406 | |
| | | 1,370 | |
| | | 1,018 | |
| | | 88 | |
| | SUB TOTAL | 7,263 | |
| B2 (WAYA-AFEYIME) | 1. Adaklu Waya | 1,984 | ADAKLU |
| | 2. Gbagbedeve | 128 | |
| | 3. Anfoe | 1,787 | |
| | 4. Agatoo | 256 | |
| | 5. Kpodzi | 1,497 | |
| | 6. Afeyime | 719 | |
| | 7. Torda | 1848 | |
| | SUB TOTAL | 8,219 | |
| B3 (WAYA-AKUETE-HO-KPETOE) | 1. Huve | 93 | ADAKLU |
| | 2. Duafanu | 528 | |
| | 3. Abuadi | 1,263 | |
| | 4. Kodeagbe | 897 | |
| | 5. Tako | 768 | |
| | 6. Akwena | - | |
| | 7. Helimele-Dist | - | |
| | SUB TOTAL | 3,549 | |

| AREA/ZONE | COMMUNITY | POPULATION | DISTRICT |
|-----------|-------------------|------------|----------|
| | 1. Amudevi/ Amude | 371 | |
| | 2. Blidokope | 328 | |
| | 3. Gavorkope | | |
| | 4. Asegbale | | |

| | | | |
|----------------------------|--|-----|--------|
| B4 (WAYA-AKUETE-HO-KPETOE) | 5. Akuete | 248 | ADAKLU |
| | 6. Manowoha | | |
| | 7. Vakpo | 443 | |
| | 8. Kpogadzi | | |
| | 9. Nyekornakpoe | 663 | |
| | 10. Tadefeme | | |
| | 11. Wumenu | 154 | |
| | 12. Wayanu | 96 | |
| | 13. Agbakope | | |
| | 14. Hegolokope | 176 | |
| | 15. Titri | | |
| | 16. Mangotideka Agotime | 96 | |
| | 17. District Assembly (Agotime-Ziope) | 138 | |
| | 18. Sarakope | | |
| | 19. Akpokope | 496 | |
| | 20. To Ho Communities | | |
| | 21. Afegame Agotime | 256 | |
| | 22. Agotime Agbesia | | |
| | 23. Mangoase | 339 | |
| | 24. Oblema Kpetoe | 112 | |
| | 25. Wotikpo | | |
| | 26. Agotime Beh | 83 | |
| | | 96 | |
| | | 96 | |
| | | 330 | |
| | | 261 | |
| | 560 | | |
| | 2,576 | | |
| | 663 | | |
| | 288 | | |
| | 250 | | |
| | 384 | | |
| | 423 | | |

| | | | |
|--|------------------|--------------|--|
| | SUB TOTAL | 9,926 | |
|--|------------------|--------------|--|

| AREA/ZONE | COMMUNITY | POPULATION | DISTRICT |
|--------------------------------|-----------------------|-------------------|-----------------|
| B8 (ADAKLU AHUNDA AREA) | 1. Kusrum | 208 | ADAKLU |
| | 2. Ahunda Boso | | |
| | 3. Ahunda Kpodzi | 1,681 | |
| | 4. Tevikpo | | |
| | 5. Meyikpo | 1,804 | |
| | 6. Hihekpoe | | |
| | 7. Kpeyikpo | 125 | |
| | 8. Kpetsu/Kpeyibor | 288 | |
| | 9. Ahloepe | | |
| | 10. Helekpe | 336 | |
| | 11. Sikaman | | |
| | 12. Afiadenyigba | 96 | |
| | 13. Tsrefe | | |
| | 14. Kordiabe | 669 | |
| | 15. Adakope | | |
| | 16. Dawanu | 519 | |
| | 17. Dome | | |
| | 18. Golokope | 1,812 | |
| | 19. Kpedzi | | |
| | 20. Wuvekope | 573 | |
| | 21. Klokpo | | |
| | 22. Sevakope | 96 | |
| | 23. Sevegukope | | |
| | 24. Wuedi | 556 | |
| | 25. Elavanyo | | |
| | Wordekekope | 536 | |
| | 26. Adaklu Mangoasi | | |
| | 27. Aflamgbetonu | 134 | |
| | 28. Dzokor | | |
| | 29. Kpetoe & Amezevie | 338 | |
| | 30. Klokpo | | |
| | 31. Dzakpo | 99 | |
| | 32. Agbletoe | | |
| 33. Kpetoe | 259 | | |
| | 144 | | |
| | 99 | | |

| | | | |
|--|------------------|---------------|--|
| | | 80 | |
| | | 191 | |
| | | 104 | |
| | | 168 | |
| | | 88 | |
| | | 88 | |
| | | 178 | |
| | | 242 | |
| | | 152 | |
| | | 99 | |
| | | 623 | |
| | | 131 | |
| | | 101 | |
| | SUB TOTAL | 12,619 | |

SUMMARY

ZONE A – COMMUNITIES YET TO BE CONNECTED

| ZONE/AREA | NO. OF COMMUNITIES | POPULATION |
|---------------------------|--------------------|---------------|
| A1a (Bagalikope) | 8 | 2,443 |
| A1b (Avedo Bakpa) | 22 | 7,085 |
| A1c (Kpoviadzi) | 5 | 2,781 |
| A2/A2a (Mafi Adidome) | 4 | 13,299 |
| A3 (Manase Zongo) | 14 | 3,765 |
| A5 (Kpedzeglo) | 16 | 5,270 |
| A7 (Kanikope) | 12 | 2,996 |
| A9 (Kutime) | 17 | 9,892 |
| SUB TOTAL (ZONE A) | 98 | 47,531 |

ZONE B - COMMUNITIES NOT YET CONNECTED

GRAND SUMMARY

| ZONE/ AREA | TOTAL NO. OF COMMUNITIES | TOTAL POPULATION |
|--------------|--------------------------|------------------|
| A | 98 | 47,531 |
| B | 85 | 41,576 |
| TOTAL | 183 | 89,107 |

| ZONE /AREA | NO. OF COMMUNITIES | POPULATION |
|-----------------------------|--------------------|---------------|
| B1 (Adaklu Sofa Area) | 12 | 7,263 |
| B2 (Waya – Afeyime) | 7 | 8,219 |
| B3 (Waya-Akuete-Ho-Kpetoe) | 7 | 3,549 |
| B4 (Waya-Akuete-Ho-Kpetoe) | 26 | 9,926 |
| B8 (Ahunda Area) | 33 | 12,619 |
| SUB TOTAL (ZONE B) | 85 | 41,576 |

APPENDIX B

CDTRD-EXIM-191025 **GHANA REVENUE AUTHORITY**

Our Ref. No.

Your Ref. No.



GRA

October 25, 2019

The Hon. Minister
Ministry of Finance
Accra

Attention: Daniel Nuer
Head, Tax Policy Unit

Dear Sir,

RE: REQUEST FOR TAX ASSESSMENT FOR THE CONSTRUCTION OF PHASE III OF THE FOUR(4) CONSTITUENCIES WATER SUPPLY SCHEME FOR CENTRAL TONGU, ADAKLU ANYIGBE, AGOTIME-ZIOPE DISTRICTS AND HO MUNICIPALITY.

We refer to your letter dated October 22, 2019 and referenced RMERD/TPU/TA//4C/GRA/019 (and the Master List which accompanied it) on the above subject in which you requested Ghana Revenue Authority (GRA) to do an assessment of taxes on the above mentioned project to be considered by Parliament for purposes of exempting the project from the applicable domestic taxes and levies.

Our analysis of the Master List furnished us resulted in the following assessment:

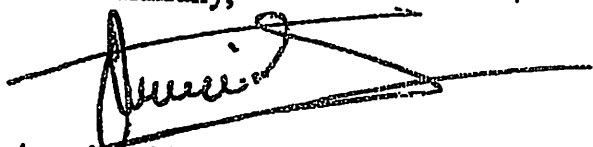
Table 1: TAX ASSESSMENT FOR THE CONSTRUCTION OF PHASE III OF THE FOUR(4) CONSTITUENCIES WATER SUPPLY SCHEME FOR CENTRAL TONGU, ADAKLU ANYIGBE, AGOTIME-ZIOPE DISTRICTS AND HO MUNICIPALITY.

| | Tax Type | Assessed Tax in (EUR€) | Exchange Rate | Assessed Tax in (GH¢) |
|---|------------------|------------------------|---------------|-----------------------|
| 1 | Domestic VAT | 367,500.00 | 5.9115 | 2,172,476.25 |
| 2 | Domestic NHIL | 70,000.00 | 5.9115 | 413,805.00 |
| 3 | Domestic GETFUND | 70,000.00 | 5.9115 | 413,805.00 |
| | TOTAL | 507,500.00 | 5.9115 | 3,000,086.25 |

Attached herewith is appendix 1 of the detailed computations resulting in the above assessment.

NOTE: The prevailing Bank of Ghana published daily interbank mid-rate of GH 5.9115 to 1 (EUR€) as at Thursday, October 24, 2019 was used in the assessment above.

Yours faithfully,



Amashaddai Owusu-Amoah
Ag. Commissioner-General

cc: The Hon. Minister of Finance

The Hon. Minister of Health

The Hon. Deputy Minister of Finance

The Chief Director, Ministry of Finance

The Director, RMERD, Ministry of Finance

The Commissioner-General, GRA

| Local materials | | APPENDIX 1 | | | | | |
|-----------------|--------------------------|--------------------|------------|--------------|---------------|--------------|--------------|
| ITEM | DESCRIPTION | TAX EXCLUSIVE COST | LEVIES | GETFUND@2.5% | VAT BASE | VAT@12.5% | TOTAL TAXES |
| NO | | EUR€ | EUR€ | EUR€ | EUR€ | EUR€ | EUR€ |
| 1 | LOCAL PIPE MANUFACTURING | 2,800,000.00 | 70,000.00 | 70,000.00 | 2,940,000.00 | 367,500.00 | 507,500.00 |
| | TOTAL | 2,800,000.00 | 70,000.00 | 70,000.00 | 2,940,000.00 | 367,500.00 | 507,500.00 |
| | MID RATE | 5.9115 | 5.9115 | 5.9115 | 5.9115 | 5.9115 | 5.9115 |
| | TOTAL (GHS) | 16,552,200.00 | 413,805.00 | 413,805.00 | 17,379,810.00 | 2,172,476.25 | 3,000,086.25 |

TAX ASSESSMENT

MINISTRY OF SANITATION & WATER RESOURCES/WATER PROJECT FOR 4 CONSTITUENCIES

| Description of Items | Qty | unit | CIF (EURO) | I/D Rate | Imp. Duty | Nhil/ Gfund 5% | Imp. VAT 12.5% | EXIM Levy 0.75% | SIL 0%/2% | TOTAL (EURO) |
|---|-----|------|---------------|-------------|--------------|----------------------|----------------------|-----------------------|--------------|-----------------|
| Piping- Transmission Mains | | | | | | | | | | |
| Material for PEHD Pipes incl. Fittings (for 23km) | 23 | km | 1,508,332 | 20% | 301666 | 90500 | 237562 | 11312 | 30167 | 671,208 |
| Piping-Distribution network | | | | | | | | | | |
| Material for PEHD Pipes incl. Fittings and Shafts (for 147km) | 147 | km | 2,987,004 | 20% | 597401 | 179220 | 470453 | 22403 | 59740 | 1,329,217 |
| Standpipes | 163 | Sets | 340,000 | 20% | 68000 | 20400 | 53550 | 2550 | 6800 | 151,300 |
| Mechanical Equipment | | | | | | | | | | |
| Pumps | 1 | set | 187,500 | 5% | 9375 | 9844 | 25840 | 1406 | 0 | 46,465 |
| Chlorine Dosing unit | 1 | set | 52,500 | 10% | 5250 | 2888 | 7580 | 394 | 0 | 16,111 |
| Material for PEHD Pipes incl. Fittings | 1 | set | 138,000 | 20% | 27600 | 8280 | 21735 | 1035 | 2760 | 61,410 |
| Reinforcement | 1 | LS | 180,000 | 20% | 36000 | 10800 | 28350 | 1350 | 3600 | 80,100 |
| Ladders,fence,railing... | 5 | Sets | 72,000 | 20% | 14400 | 4320 | 11340 | 540 | 1440 | 32,040 |
| Maintenance tools | 1 | LS | 19,000 | 20% | 3800 | 1140 | 2993 | 143 | 380 | 8,455 |
| Spare parts | 1 | LS | 32,250 | 10% | 3225 | 1774 | 4656 | 242 | 645 | 10,542 |
| Electrical Equipment | | | | | | | | | | |
| Electric, Trafo,MCC and instruments | 1 | Set | 300,000 | 20% | 60000 | 18000 | 47250 | 2250 | 0 | 127,500 |
| Generator | 1 | Set | 112,500 | 5% | 5625 | 5906 | 15504 | 844 | 0 | 27,879 |
| Photovoltaics | 1 | Set | 142,500 | 10% | 14250 | 7838 | 20573 | 1069 | 0 | 43,730 |

| | | | | | | | | | | |
|---------------------------|---|-----|-----------|-----|---------|--------|---------|-------|--------|-----------|
| Accessories | | | | | | | | | | |
| Project Vehicles(pick up) | 2 | Pcs | 70,000 | 5% | 3500 | 3675 | 9647 | 525 | 1400 | 18,747 |
| Contingencies | 1 | LS | 401,063 | 10% | 40106 | 22058 | 57903 | 3008 | 8021 | 131,097 |
| | | | 6,542,649 | | 1190199 | 386642 | 1014936 | 49070 | 114953 | 2,755,800 |

CERTIFICATE

TOTAL TAX LIABILITY=2,755,800EUROS

This is to certify that the assessment given is true and correct.

Signature:.....

.....

Importer/Agent's Name & Designation:.....

For Official Use

Assessment rechecked and found correct and complete.

Signature: 

.....04-09-2019.....

Officer's Name & Rank:- **GIDEON GLEY**

Date

(SNR REV. OFFICER)