

**CARIBBEAN DEVELOPMENT BANK**

**LOAN AND PROJECT SUMMARY**

**FOR**

**SEVENTH WATER (JOHN COMPTON DAM REHABILITATION) PROJECT – ST. LUCIA**

This Document is being made publicly available in accordance with the Bank's Information Disclosure Policy. The Bank does not accept responsibility for the accuracy or completeness of the Document. This is a redacted Document which excludes information which is subject to exemptions as set forth in the Bank's Information Disclosure Policy.

Extract from Paper BD 57/15  
267<sup>th</sup> BOD Meeting  
July 16, 2015

*Director (Ag.)*  
*Projects Department*  
[dupigna@caribank.org](mailto:dupigna@caribank.org)  
(246) 431-1730

*Mr. Andrew Dupigny*

*Division Chief (Ag.)*  
*Economic Infrastructure Division*  
[bestd@caribank.org](mailto:bestd@caribank.org)  
(246) 431-1734

*Mr. Daniel Best*

**Any designation or demarcation of, or reference to, a particular territory or geographic area in this Document is not intended to imply any opinion or judgment on the part of the Bank as to the legal or other status of any territory or area or as to the delimitation of frontiers or boundaries.**

## LOAN AND PROJECT SUMMARY

### SEVENTH WATER (JOHN COMPTON DAM REHABILITATION) PROJECT – ST. LUCIA

<b>Financial Terms and Conditions</b>			
<b>Borrower:</b>	Water and Sewerage Company Inc. (WASCO)	<b>Amortisation Period:</b>	Ordinary Capital Resources (OCR): 12 years  OCR Inter-American Development Bank (IDB) Tranche: 20 years  Special Funds Resources (SFR) Portion: 38 years (bullet payment)
		<b>Grace Periods:</b>	OCR: 5 years
		<b>Disbursement Period:</b>	December 31, 2015 to December 31, 2017
<b>Source</b>	<b>Amount (USD'000)</b>		
<b>OCR - Loan: Equity and Market Tranche</b>	1,547	<b>Interest Rate:</b>	3.43 % per annum (p.a.) variable
<b>OCR Loan: European Investment Bank (EIB) Climate Action Line of Credit Tranche</b>	8,928	<b>Interest Rate: (indicative)</b>	2.13 % p.a. variable
<b>OCR Loan: IDB Tranche</b>	3,026	<b>Interest Rate:</b>	3.43 % p.a. variable
<b>SFR</b>	1,297	<b>Interest Rate:</b>	0.5 % p.a.
<b>Sub-Total Loan</b>	14,798	<b>Commitment Fee:</b>	1% p.a. on the undisbursed balance of the OCR Portion, commencing from the 60 <sup>th</sup> day after the date of the Loan Agreement.
<b>SFR – Grant</b>	493		
<b>Counterpart</b>	3,014		
<b>TOTAL:</b>	<b>18,305</b>		
<b>Risk Management</b>			
<b>Country Rating:</b>	This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.	<b>Overall Entity Score:</b>	This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.
<b>Outlook:</b>			
		<b>(USD'000)</b>	
<b>Approvals:</b>		This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.	
<b>Disbursements:</b>			
<b>Repayments:</b>		20,437	
<b>Undisbursed:</b>		83,398	
<b>Outstanding Loans:</b>			
<b>Limit:</b>			
<b>Exposure (Outstanding + 50% Undisbursed):</b>		This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.	
<b>Availability:</b>			

(ii)

**Incremental Capital Adequacy Charge:**

This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.

**Office of Risk Management Commentary:**

This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.

**Project Summary**

**Project Outcome and Description:**

The expected outcomes of the project are: (a) a reliable and climate resilient supply of potable water to residents and businesses in the north of St. Lucia; and (b) enhanced management and operational capacity in WASCO in the areas of gender inclusion, climate resilience planning, and financial management. The proposed project consists of the following components:

- (a) Project preparation studies;
- (b) Land acquisition;
- (c) Infrastructure works comprising:
  - (i) Sediment removal and disposal;
  - (ii) Repairs to spillway and the John Compton Dam access road;
  - (iii) Development of supplementary water intakes; and
  - (iv) Installation of dam monitoring instrumentation.
- (d) Capacity building of WASCO comprising:
  - (i) Gender Capacity Building in the Water Sector;
  - (ii) Climate Vulnerability Assessment and preparation of an adaptation plan;
  - (iii) Capacity building in the Finance Department;
- (e) Tete Chemin Rainwater Harvesting Initiative;
- (f) Watershed Restoration Works;
- (g) Project management; and
- (h) Engineering services.

(iii)

**Exceptions to Caribbean Development Bank's Policies:**

A waiver of Caribbean Development Bank's Guidelines for Procurement (in respect of procurement related to infrastructure works) to extend eligibility to countries eligible for procurement under EIB-funded and IDB-funded projects which are not Member Countries of the Caribbean Development Bank (CDB).

**CDB/Special Development Fund Contribution to Country Outcomes – Key Outputs:**

CDB's Results Framework

No.	Indicator	2015	2016	2017
1.	Water: Households with access to improved sanitation and water supply (number) – Rural/Urban ( <i>To be disaggregated during project implementation</i> ).	-	-	28,000

Capacity Development

- (a) WASCO – enhanced financial management capacity.
- (b) WASCO – enhanced gender inclusive operations.
- (c) WASCO – enhanced climate change planning capacity.

**Gender Marker Summary:**

Gender Marker	Analysis	Data	Engagement	Response	Score	Code
	1.0	0.5	0.5	1.0	3.0	GM <sup>1</sup>

<sup>1</sup>GM- Gender Mainstreamed. Project has potential to contribute significantly to gender equality.