

LOAN COMPLETION REVIEW AND REPORT

Identification

A.I.D. Loan Number	:	663-H-014
Name of Project	:	Ethiopian Haile Selassie I University, Phase I
Date of Authorization	:	June 17, 1968
Date Loan Agreement Signed	:	June 17, 1969
Terminal Date of Disbursement	:	June 30, 1974
Authorized Loan Amount	:	US\$ 1,000,000.00
Total Disbursement as of February 28, 1975	:	US\$ 938,773.15

April 10, 1975

BEST AVAILABLE

1. Introduction

In compliance with M. O. 1267.1, Section IV, dated March 3, 1971, this report is being prepared as the final completion review report. AID by the original Loan Agreement dated June 17, 1969, amended by the first amendment dated November 11, 1970, and the second amendment dated March 4, 1971, agreed to finance:

- a. architectural and engineering services required for the preparations of plans, specifications, cost estimates and bid documents for the construction of six dormitories to accommodate 2,836 students and one multi-purpose building (kitchen-cafeteria-auditorium) on the Addis Ababa campus of Haile Selassie I University (HSIU); and one general purpose classroom-office building and one dormitory building in Alemaya to accommodate 500 students
- b. the acquisition (including services in connection therewith) of books, research material and instruction and administrative equipment for use at the Addis Ababa and Alemaya campuses of HSIU to assist the academic program of the University.

2. Background

The need for additional facilities at the University had been discussed between representatives of the Government of Ethiopia and United States since the inception of the school in 1961. First, a formal letter requesting US assistance was submitted by HSIU in 1964, which led to the performance of a preliminary requirements analysis and, the subsequent grant financing of the final design by an American architectural and engineering firm, Dalton-Dalton-Little and Newport (DDLN). On the basis of this design, the Ethiopian Government in October 1967, requested a loan to finance the final design work, the procurement of library books and essential equipment items of a capital nature.

The project, as initially conceived, was for a loan of US\$ 1,000,000.00 to be utilized as follows:

- a. procurement of essential equipment
- \$500,000.00
- b. procurement of books for the University
- \$300,000.00
- c. preparation of design and contract documents
- \$200,000.00

The only covenant included in the Loan Agreement and amendments specified procurement of goods and services, financed under this loan, to have their source and origin from an AID Geographic Code 941 area.

3. Achievements

The covenants included in the Loan Agreement and amendments have been fully met:

- a. architectural and engineering services were provided by Dalton-Dalton-Little and Newport of Cleveland, Ohio, in their contract dated November 9, 1970, with Haile Selassie I University
- b. the Afro-American Purchasing Center (AAPC) of New York, N.Y. was selected to perform the acquisition of the commodities. The acquisition of the books was performed by the Key Book Agency.

Dalton

No further follow up is necessary on the subject of covenants.

4. Future Monitoring Needs

The design phase of this loan was completed in December 1972, by DDLI with a cost of \$ 184,543.00. The design and the contract documents were subsequently utilized for the construction under AID loan 663-H-019, 019A and 019B.

The procurement of books and equipment was finalized and delivered by the supplier to HSIU. Delivery was completed in 1974.

No further monitoring, nor reporting by HSIU, will be required for this loan. However, REDSO/USAID will verify proper utilization of the equipment and books when the Government of Ethiopia allows the University to open.

5. Status of Engineering and Planning

The engineering work involved under this loan required the preparation of plans, specifications, cost estimates and contract documents by DDIN. The above functions were completed satisfactorily on schedule and resulted in savings of about \$378.00 from the original contract price with DDIN.

6. Organization and Management

The responsible organization in carrying out this project was the existing HSIU staff working through the intermediaries of (a) DDIN for engineering and design works, (b) AAPC for commodity procurement, and (c) Key Book Agency for book procurement.

Major steps influencing the successful administration of the loan was the timely identification of equipment and book requirements to complement the University's academic programs and identification of plant requirements (engineering design) to meet the anticipated annual expansion of the HSIU student enrollment.

Difficulties were encountered with the priority listings and specifications for equipment to be purchased. A two-year time period was involved in the selection and preparation of equipment specifications. Book title selection, although taking a similar time period, was better organized and was carried out by the HSIU library staff.

7. Status of Procurement of Equipment and Services

i) DDIN provided the services for the preliminary analysis and the subsequently grant-financed final design. HSIU further utilized the standard dormitory design under loan 019, 019A and 019B to expand construction of the dormitories on the Addis Ababa campus from five to six units.

ii) Equipment purchased under this loan was from the following categories:

Research Equipment

Laboratory Instruments

Reproduction Equipment

Typewriters

Optical Equipment

Engineering Equipment

iii) Books received and submitted to the college libraries were of the following general categories:

Science

Medicine

Business

Encyclopedias

History

Literature

Year Books

8. Financial Status as of January 31, 1975

See attached schedule.

Financial Status as of January 31, 1975

<u>L/Comm Number</u>	<u>Applicant</u>	<u>Amount</u>	<u>Date Last Disbursed</u>	<u>Disbursed</u>	<u>Deobligated</u>
01	AAPC	142,169.31	Jul 24, 1973	142,169.31	- 0 -
02	HSIU for DDLN	184,911.63	Mar 06, 1973	184,911.63	- 0 -
03	AID/DRA	350,000.00	May 14, 1974	345,071.60	4,928.40
04	AAPC	73,399.48	Jul 24, 1973	71,330.57	1,568.91
05	AAPC	96,560.03	May 29, 1974	92,170.74	4,389.29
06	AAPC	138,000.00	Sep 10, 1974	102,665.65	35,334.35
	Refund	46.35	- - -	46.35	- 0 -
	Available for DA	<u>15,005.90</u>	- - -	<u>- - -</u>	<u>15,005.90</u>
	TOTALS:	<u>1,000,000.00</u>		<u>938,773.15</u>	<u>61,226.85</u>

Terminal Date for Disbursement for this loan was extended five times from June 17, 1972, to December 17, 1972 to June 17, 1973, to December 17, 1974, to April 30, 1974, and finally to June 30, 1974.

9. Conclusions and Recommendations

a) No further review or follow-up is necessary by the Mission except where connected with loan repayment

b) No further action is necessary by AID/Washington, except where connected with loan repayment

c) No further action is necessary by the borrower or the consulting engineer

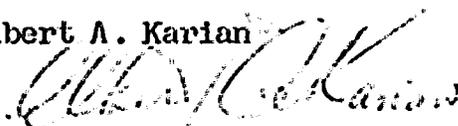
d) The effectiveness of the loan related to the ability of the Government of Ethiopia implementing agency to carry out the purpose of the loan:

- i) the engineering design service was executed in a timely and effective manner. This was due to the use of the US consulting firm of EDIN which had provided prior planning and design services to HSIU
- ii) the equipment procurement portion of the loan was considered the least effective of the loan implementation - this was due to the lack of organization and consolidation of equipment requests in a timely manner, long delays in compiling the equipment list resulted in considerable rework of equipment requests. However, procurement by AAPC was considered to be satisfactory once procurement requests were received
- iii) book procurement was implemented in an effective manner.

REDSO Project Committee Staff conducting the review and preparing the report:

Compilation: Engineering Design & Implementation Division

Albert A. Karian



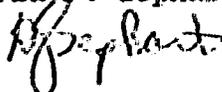
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Reviewed: USAID Program Office, Ethiopia

Larry Crandall (in draft)

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