



АО «Региональный центр государственно-частного партнерства
Восточно-Казахстанской области»



«Construction and operation of a complex of kindergartens in Semey city»



Construction and operation of a complex of kindergartens in Semey city

Initiator of the project:

Akimat of the East Kazakhstan region, its representative remains Department of Education of East Kazakhstan region

Purpose and objective of the project:

To tackle the lack of places in preschool premises and to facilitate the creation of a new complex of kindergartens to Semey city meeting modern requirements.

Period of the project implementation :

Construction term: 2015-2016 years within 10 months;

Operation term: 2016-2034 years

Concession term: 20 years

Indicators of the project profitability

Project cost: 2,6 billion tenge

(14,5 mln. \$)

NPV: 1253 ,0 mln tenge

IRR: 15,3%

Payback period: 95 months

New conditions of the contest

selection of the concessionaire:

Split of the kindergartens in lots: 1 (one) kindergarten – 1 (one lot)



Lots for the concession project «Construction and operation of a complex of 5 (five) kindergartens in Semey city»

<i>№ Lot</i>	<i>Lot number</i>	<i>the cost of the project in lots, mln.tenge</i>	<i>amount of places</i>
<i>Lot №1</i>	<i>Dzhangeldyna str, 107,2</i>	<i>658,0</i>	<i>320</i>
<i>Lot №2</i>	<i>Energetik str, 1/1</i>	<i>571,9</i>	<i>280</i>
<i>Lot №3</i>	<i>Glynkyn str, 28 A</i>	<i>249,0</i>	<i>140</i>
<i>Lot №4</i>	<i>Dachnaya str,1</i>	<i>664,6</i>	<i>320</i>
<i>Lot №5</i>	<i>Rudnaya str, 6A</i>	<i>495,5</i>	<i>230</i>
	<i>total</i>	<i>2 639,0</i>	<i>1290</i>

Type of contract

BTO Build — Transfer — Operate) –Investor builds kindergarten, transfers it to the municipal ownership upon completion of the construction stage, then the object has to be operated by the investor for a duration of 19 years, after which the Department of education of East Kazakhstan region determines the amount of public compensation.

Sources of revenue according to the project :

- ☑ Compensation of investment expenses (to the concessionaire expenses on a construction object come back) in terms and the volumes established by the contract of concession, within 7 years equal shares;
- ☑ rendering additional paid services..

Details of the state support provided to the concessionaire:

- ☑ the grant of plots of land on time with access to public utilities;
- ☑ An operational guarantee, at a rate of real incurred expenses according to the reporting provided by the concessionaire to the concessor (a state order, a payment from parents for food of children). Indexation on inflation rate is planned.

Financing sources of the concession project :

The Concessionaire can finance 100% of the project on its own means, or could borrow 90% of the amount . The concessionaire should guarantee 90% of the financing on its own funds.

Preliminary calculation of the profitability of a kindergarten with a capacity of 250 seats:

Income:

From 2015 until 2034, according to preliminary calculations, for example, total income for such a kindergarten will be 4 354 million Tenge, including the following elements:

- State educational compensation of 2 523 million Tenge, parental contributions to compensate the cost of meals 1 495 million Tenge and fees related to paid services 336 million Tenge.

Expenditure:

Expenditure part of the project consists of costs for maintenance and functioning kindergarten - on wages, taxes, utility costs, food, and repair/maintenance.

According to the forecast for the entire period of the expenditure will amount to 4'080 million Tenge including the initial investment costs 643 million Tenge.

Investment costs for the construction of 643 million Tenge compensated for 7 years from the budget of the Region.

Profit from the educational activities of the entrepreneur for the entire period will be 917 million Tenge.

Project payback comes after 5 year of exploitation.



Requirements to the investor

For participation in competition at the choice of the concessionaire the potential concessionaire has to fulfill to the following qualification requirements :

1) to have necessary financial and material resources for performance of obligations under the concession contract;

2) to be solvent, not to be subject to elimination, its property it shouldn't be seized, its financial and economic activity shouldn't be suspended according to the legislation of the Republic of Kazakhstan;

3) not to be made responsible for non-execution or inadequate execution by it of obligations under the contracts of concession signed during the last three years on the basis of the judgment which has entered validity;

4) to have own capital making not less than ten percent in relation to cost of object offered to realization of concession, or to provide the bank guarantee for the sum making not less than ten percent in relation to cost of object offered to realization of concession;

5) to have the financial statements confirmed with the auditor report in two full last fiscal years.



**We are ready to consider your offers
For a fruitful cooperation
in the sphere of implementation of joint
concession
projects**

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