

Drawdown of Private Security Contractors:
Impact on USAID Programs

To comply with the decree to disband Private Security Contractors, **\$1.5 billion in U.S. mission-critical programs begin demobilizing on or before November 3rd**. To include:

- Stabilization.
 - The \$350 million Local Government and Community Development (LGCD) program began initial shut down operations in mid-October (see demobilization timeline below).
 - Nation-wide roughly 329 unfinished projects will be canceled, valued at approximately \$21 million dollars.
 - This is a critical program for Operation Hamkari.
- Roads:
 - Expect loss of over 18,000 Afghan jobs with shut-down of major road projects.
 - \$495 million in additional road construction contracts across the country via Louis Berger/Black & Veatch will be terminated and the contractor begins demobilization by Nov. 1.
 - In several incidents, registered private security contractors for major road projects have already been disarmed and disbanded by the MOI.
- Agriculture:
 - Visas renewals for international security personnel for the major wheat-seed distribution program, AVIPA were refused by the Ministry of Foreign Affairs as a result of the decree.
 - If security cannot be extended into all the AVIPA distribution areas, there will be a major disruption of operations, and unacceptable delays in getting seed and fertilizer to 260,000 farmers.
- Energy:
 - The Kabul Electricity Program connecting 70,000 customers to the electrical grid, will begin demobilization by November 1 of activities that require mobility.

- o The Kajaki Dam project, serving Kandahar and Helmand, and the project that operates the Kandahar Diesel Power Plant plan to shut down in early November.

Illustrative Project Close-out: LGCD	10/11	15 days	30 days	45 days	60 days
Phase 1: Closedown Initiation	X				
Give notice to non essential local staff (30 days notice)		X			
Notice to sub-project contractors to cease select projects		X			
Notice to close select provincial and district offices (30 day notice)		X			
Give notice to expatriate staff not required for reduced effort (30 day notice)			X		
Phase 2: Final Implementation					
Close sub-project activities (cease work)			X		
Demobilize non-essential local staff			X		
Start packing of provincial/regional offices				X	
Start demobilizing expatriate staff not required for reduced effort				X	
Phase 3: Demobilization					
Redeploy non-essential PSC staff to Kabul				X	
Non-essential staff demobilized				X	
Last DAI expatriate staff demobilizes					X
Phase 4, Closedown					
Complete closedown in Kabul					X