



PURCHASE AGREEMENT ANNUAL REPORT

*Information & Communications Technology
Authority*

For the 2006/7 Financial Year

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1. Purpose

This annual report details the performance of the Information & Communications Technology Authority for the fiscal year ending 30 June 2007.

It includes information about outputs actually delivered during the year as compared to the planned performance documented in the Purchase Agreement for the Information & Communications Technology Authority for 2006/7, or as amended through the supplementary appropriation process.

2. Statement of Outputs Delivered

| ICT 1 | Drafting Instructions for the Development of Legislation | | |
|---|--|--|-------------------------------|
| <p>Description</p> <p>Provide Instructions on:</p> <ul style="list-style-type: none"> Continuing the drafting of a stand-alone Data Protection Act (or equivalent) that protects an individual's rights to personal privacy. Introduce and monitor a pilot scheme within the public sector. Assisting with the redrafting of legislation on intellectual property rights to ensure that the requirements of e-business are taken into account. Assessing the impact of the proposed Freedom of Information Act upon ICT systems, and recommending the procedures and systems necessary to provide the required access to official information. Drafting additional regulations under the ICTA Law 2004 Revision and the Electronic Transactions Law 2000. Continuously monitoring international technical standards and legislation in competitive jurisdictions, and recommending amendments to our legislation where appropriate in order to maintain our competitive position. | | | |
| <p>Measures</p> <p>Quantity Hours spent on Draft legislation, public consultations, international research on legislative issues</p> <p>Quality All papers will:</p> <ul style="list-style-type: none"> Define issues clearly and succinctly, with the nature and scope of the issues being clear. Have involved appropriate research, consultation with interested parties, and employed appropriate analytical techniques. Have recommendations that are unambiguous. Examine implementation issues and provide guidance where appropriate. Be prepared with due professional care. <p>Timeliness All papers delivered by dates required</p> <p>Location As required</p> <p>Cost (of producing the output)</p> <p>Price (paid by Cabinet for the output)</p> | <p>2006/7 Actual</p> <p>400 hours</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>\$97,376</p> <p>\$97,376</p> | <p>2006/7 Budget</p> <p>400 hours</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>\$97,376</p> <p>\$97,376</p> | <p>Annual Variance</p> |
| <p>Related Broad Outcome: 9. Support the Economy</p> | | | |

Explanation of Variances

None

| ICT 2 | Management of KY Internet Domain | | |
|---|---|---|-------------------------------|
| <p>Description</p> <p>Development of policy for, and management of, the Cayman Islands Internet Domain (KY DOM). The bulk of expenditure is paid directly to the company providing technical support to the domain. The Authority's work includes:</p> <ul style="list-style-type: none"> • Provision of technical services to the .edu.ky and .gov.ky sub-domains • Consultation with all stakeholders, including the E-Business Advisory Board • Establishing the necessary technical databases • Maintaining the required Domain Name Servers. • Receiving, approving and recording applications for registration • Receiving and recording registration payments • Responding to requests for information • Monitoring compliance with domain policy • Receiving and progressing complaints • Liaising with International Internet Organizations e.g. ICANN and Internet Society • Developing and maintaining the .ky domain registration web site (www.nic.ky) | | | |
| <p>Measures</p> <p>Quantity</p> <ul style="list-style-type: none"> • Manhours spent • Number of registrants <p>Quality All services will:</p> <ul style="list-style-type: none"> • Be conducted with due professional care. • Have involved appropriate research, consultation with interested parties, and employed appropriate analytical techniques. • Have recommendations that are unambiguous. • Web-site will have provision for on-line feed-back. <p>Timeliness All services delivered by dates required</p> <p>Location As required</p> <p>Cost (of producing the output)</p> <p>Price (paid by Cabinet for the output)</p> | <p>2006/7 Actual</p> <p>240 5,000</p> <p>100% 100% 100% 100%</p> <p>100%</p> <p>100%</p> <p>\$117,098</p> <p>\$117,098</p> | <p>2006/7 Budget</p> <p>240 5,000</p> <p>100% 100% 100% 100%</p> <p>100%</p> <p>100%</p> <p>\$117,098</p> <p>\$117,098</p> | <p>Annual Variance</p> |
| <p>Related Broad Outcome: 9. Support the Economy</p> | | | |

Explanation of Variances

None

| ICT 4 | Collection and verification of Licence Fees | | |
|--|---|---|-----------------------------------|
| <p>Description</p> <p>Collection and verification of Licence fees from major ICT network and ICT services, including:</p> <ul style="list-style-type: none"> • Issuing invoices as required • Receiving payments and financial statements • Verifying payments against financial statements and licensing provisions. • Resolving disputes over amounts paid. • Taking action to recover outstanding payments. • Remitting receipts to Government. • Receiving and verifying annual adjustments based upon annual audited financial statements | | | |
| <p>Measures</p> <p><i>Quantity</i> Approximate number of licensees making quarterly payments</p> <p><i>Quality</i></p> <ul style="list-style-type: none"> • Fee invoiced, collected and verified • Funds remitted to Government in a timely manner. <p><i>Timeliness</i> All payments verified within 2 weeks of receipt</p> <p><i>Location</i> As required</p> <p><i>Cost (of producing the output)</i></p> <p><i>Price (paid by Cabinet for the output)</i></p> | <p>2006/7 Actual</p> <p>28</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>\$88,378</p> <p>\$88,378</p> | <p>2006/7 Budget</p> <p>28</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>\$88,378</p> <p>\$88,378</p> | <p>Annual Variance</p> |
| <p>Related Broad Outcome: 9. Support the Economy</p> | | | |

Explanation of Variances

None

| ICT 5 | Policy Advice | | |
|--|--|--|-------------------------------|
| <p>Description</p> <p>Provision of policy advice to the Minister and Permanent Secretary, CW&I on ICT matters, including compliance with the Government's international obligations, market liberalization and competitive pricing. Assistance with the development of e-business product offerings.</p> | | | |
| <p>Measures</p> <p>Quantity Hours spent on Papers, drafts, verbal & written briefs, attendance at meetings, research, speeches as required</p> <p>Quality All papers will:</p> <ul style="list-style-type: none"> • Define issues clearly and succinctly, with the nature and scope of the issues being clear. • Have involved appropriate research, consultation with interested parties, and employed appropriate analytical techniques. • Have recommendations that are unambiguous. • Examine implementation issues and provide guidance where appropriate. • Be prepared with due professional care. <p>Timeliness All papers delivered by dates required</p> <p>Location As required</p> <p>Cost (of producing the output)</p> <p>Price (paid by Cabinet for the output)</p> | <p>2006/7 Actual</p> <p>450</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> | <p>2006/7 Budget</p> <p>450</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> | <p>Annual Variance</p> |
| <p>Related Broad Outcome: 9. Support the Economy</p> | | | |

Explanation of Variances

None

| ICT 6 | Education of local businesses and the general public on liberalization issues | | |
|--|---|--|---|
| <p>Description</p> <p>Education of the general public and private sector on liberalization issues including</p> <ul style="list-style-type: none"> • The effects of competition and the choices available • Individual rights when dealing with telecommunications companies • Complaint procedures • What information available from the ICTA • What is price regulation, and what does it mean of the individual? • Which networks and services require licences, and which do not. | | | |
| <p>Measures</p> <p><i>Quantity</i> Number of hours</p> <p><i>Quality</i> All services will:</p> <ul style="list-style-type: none"> • Be conducted with due professional care. • Have involved appropriate research, consultation with interested parties, and employed appropriate analytical techniques. • Have recommendations that are unambiguous. • Web-site will have provision for on-line feed-back. <p><i>Timeliness</i> All services delivered by dates required</p> <p><i>Location</i> As required</p> <p><i>Cost (of producing the output)</i></p> <p><i>Price (paid by Cabinet for the output)</i></p> | <p>2006/7 Actual</p> <p style="text-align: center;">75</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">\$25,943</p> <p style="text-align: center;">\$25,943</p> | <p>2006/7 Budget</p> <p style="text-align: center;">100</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">100%</p> <p style="text-align: center;">\$34,589</p> <p style="text-align: center;">\$34,589</p> | <p>Annual Variance</p> <p style="text-align: center;">(25)</p> <p style="text-align: center;">(\$8,646)</p> <p style="text-align: center;">(\$8,646)</p> |
| <p>Related Broad Outcome: 9. Support the Economy</p> | | | |

Explanation of Variances

The Authority could commit only 75 hours to this objective and reduced its charges accordingly.

| ICT 7 | Regional and International Representation | | |
|---|---|---|-------------------------------|
| <p>Description</p> <p>Act as the Cayman Islands point of contact and representative on Regional and International ICT related organisations and associations such as:</p> <ul style="list-style-type: none"> • Caribbean Association of National Telecommunication Organisations • Caribbean Telecommunications Union • International Telecommunications Union • Commonwealth Telecommunications Organisation • Federal Communications Commission • Société Internationale de Télécommunications Aéronautiques • International Civil Aviation Organisation • International Maritime Organisation • Internet Corporation for Assigned Names and Numbers • Country Code Names Supporting Organisation • North American Numbering Plan Association • Regional ICT Regulators <p>Payment of appropriate membership fees.</p> | | | |
| <p>Measures</p> <p>Quantity</p> <ul style="list-style-type: none"> • International and regional meetings and conferences • Responses to requests for written input and other correspondence • Detailed reports to Ministry <p>Quality</p> <p>All papers will:</p> <ul style="list-style-type: none"> • Define issues clearly and succinctly, with the nature and scope of the issues being clear. • Have involved appropriate research, consultation with interested parties, and employed appropriate analytical techniques. • Have recommendations that are unambiguous. • Examine implementation issues and provide guidance where appropriate. • Be prepared with due professional care. <p>Timeliness</p> <p>All services delivered by the dates specified</p> <p>Location</p> <p>As required</p> <p>Cost (of producing the output)</p> <p>Price (paid by Cabinet for the output)</p> | <p>2006/7 Actual</p> <p>6</p> <p>12</p> <p>6</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> | <p>2006/7 Budget</p> <p>6</p> <p>12</p> <p>6</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> <p>100%</p> | <p>Annual Variance</p> |
| <p>Related Broad Outcome: 9. Support the Economy</p> | | | |

Explanation of Variances

None

Agreement

We jointly agree that this Annual Report accurately documents the outputs that were delivered during the 2006/7 financial year.

**Minister of Communications, Works and Infrastructure
on behalf of the Cabinet**

**Chairman of the Board
The Information & Communications Technology Authority**

Date 2007