

RESOLUTION NO.

PARLIAMENT

WHEREAS by virtue of section 3 of the *University of the West Indies (Guarantee of Loans) Act, 2007 (Act 2007-24)*, the Government may by resolution of both Houses of Parliament guarantee the payment of the principal and interest due in respect of loans granted to the University subject to such terms and conditions as the Government may think fit;

AND WHEREAS the University of the West Indies on the 15th day of February, 2010 entered into an agreement with the Caribbean Development Bank, an entity having corporate status, for a loan in the sum of eight million, two hundred and fifty thousand dollars (\$8 250 000.00) in the currency of the United States of America, on the terms and conditions set out in the *Schedule* to this Resolution for the purpose of financing the University Enhancement Project and the construction of the Vice Chancellery Building on lands adjacent to the Mona Campus in Jamaica;

BE IT RESOLVED that Parliament approve the guarantee by the Government in the sum of two million, seven hundred and fifty thousand dollars (\$2 750 000.00) in the currency of the United States of America, representing one-third of the total loan in the sum of eight million, two hundred and fifty thousand dollars (\$8 250 000.00) in the currency of the United States of America.

APPROVED by the House of Assembly this day of ,
2010.

Speaker

APPROVED by the Senate this day of ,
2010.

President

SCHEDULE**TERMS AND CONDITIONS**

Borrower:	University of the West Indies;
Co-Guarantors:	Government of Barbados along with the Governments of Jamaica and the Republic of Trinidad and Tobago;
Loan Amount:	US\$2 750 000.00 representing one-third of the total loan of US\$8 250 000.00;
Type of Facility:	Loan;
Purpose:	To assist in financing the University Enhancement Project, specifically the construction of a new building to house the Vice Chancellery with attendant parking and associated ancillary civil works;
Term of Loan:	17 years;
Repayment:	Payment of the amount withdrawn from the loan account in 48 equal or approximately equal and consecutive quarterly installments on each Due Date (as defined in the loan contract) commencing on the first Due Date after the expiry of 5 years following the date of the Loan Agreement or on such later Due Date as the Bank may specify in writing;
Interest Rate:	Interest is to be paid at the rate of 4.8 per cent per annum on the amount of the loan withdrawn and outstanding. Interest shall be paid quarterly;
Commitment Charge:	Payment of the commitment charge is at the rate of 1 per cent per annum on the amount of the loan unwithdrawn from time to time.

ADDENDUM

The University of the West Indies has agreed to borrow from the Caribbean Development Bank USD\$8 250 000.00 to finance the University Enhancement Project. This sum is being borrowed on the terms and conditions set out in the Schedule.

Parliamentary approval is being sought for the Government of Barbados to act as a co-guarantor for the discharge of the loan. The Government of Jamaica and the Government of the Republic of Trinidad and Tobago are equal co-guarantors of the said loan.