

2022-05-10

**RESOLUTION NO.**

**PARLIAMENT**

**WHEREAS** by virtue of subsection (1) of section 3 of the *University of the West Indies (Guarantee of Loans) Act*, Cap. 106B, the Government may, with the approval of the Parliament, guarantee the payment of the principal and interest due in respect of loans granted to the University of the West Indies;

**AND WHEREAS** by virtue of subsection (1) of section 3 of the Act, 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 on such terms and conditions as it thinks fit, but such amounts shall not exceed the sum of 100 million dollars, exclusive of the interest payable thereon;

**AND WHEREAS** the Government is seeking to guarantee approximately BBD \$2.0 million of an approximately BBD \$12 million loan from the Caribbean Development Bank to the University of the West Indies on the terms and conditions of an Agreement, the main provisions of which are set out in the *Schedule* to this Resolution, for the purpose of financing the Regional Digital Transformation Project;

**AND WHEREAS** the principal and interest due in respect of the loan to be guaranteed does not exceed the limit given to the Government under section 3(1) of the said Act;

**BE IT RESOLVED** that Parliament approve the guarantee by the Government of approximately BBD \$2.0 million of an approximately BBD \$12 million loan to be granted to the University from the Caribbean Development Bank for the purpose of financing the Regional Digital Transformation Project on the terms and conditions of an Agreement, the main provisions of which are set out in the *Schedule*.

**APPROVED** by the House of Assembly this                      day of                      , Two  
Thousand and Twenty-two.

**Speaker**

**APPROVED** by the Senate this                      day of                      , Two  
Thousand and Twenty-two.

**President**

## SCHEDULE

**TERMS AND CONDITIONS**

Facility:	Loan.
Lender:	Caribbean Development Bank.
Amount:	BBD \$4 000 000 Special Fund Resources and BBD \$8 000 000 Ordinary Capital Resources.
Guaranteed Amount:	BBD \$2 000 000 of the Special Fund Resources portion.
Borrower:	University of the West Indies.
Guarantor:	Government of Barbados.
Purpose:	To finance a Regional Digital Transformation Project.
Moratorium:	Special Fund Resources: 3 years. Ordinary Capital Resources: 3 years.
Term:	Inclusive of Grace Period: Special Fund Resources: 30 years. Ordinary Capital Resources: 20 years.
Repayment:	Special Fund Resources: 108 equal or approximately equal, consecutive quarterly payments on the due dates.  Ordinary Capital Resources: 68 equal or approximately equal consecutive quarterly payments on the due dates.

*Schedule - (Concl'd)*

**TERMS AND CONDITIONS - (Concl'd)**

Interest rate:	Special Fund Resources:	Per annum, fixed 0.75%.
	Ordinary Capital Resources:	Per annum, variable, currently 3.60%, payable quarterly on the balance of the loan withdrawn and outstanding at the due dates.
Commitment Fee:	Special Fund Resources:	Not applicable.
	Ordinary Capital Resources:	1.0% per annum on undisbursed balance from the 60 <sup>th</sup> day after the date of the loan agreement.
Security:	The Borrower shall furnish or cause to be furnished to the Bank the Guarantee Agreements, in form and substance acceptable to the Bank.	
Conditions precedent to First Disbursement for the purposes of this Resolution:	The Guarantee Agreements have been executed.	
Governing Law:	Laws of Barbados.	

**ADDENDUM**

This Resolution seeks the approval of Parliament in respect of a guarantee by the Government of approximately BBD \$2.0 million of an approximately BBD \$12 million loan from the Caribbean Development Bank to the University of the West Indies on the terms and conditions of an Agreement, the main provisions of which are set out in the *Schedule* to this Resolution for the purpose of financing the Regional Digital Transformation Project.

The principal and interest due in respect of the loan to be granted to the University to be guaranteed does not exceed the limit given to the Government under the *University of the West Indies (Guarantee of Loans) Act*, Cap. 106B.