

*Finance Act - Resolution of the House of Assembly and the Senate
to guarantee borrowing by the Water and Sewerage Company
Incorporated - Fifth Water Supply Project*

SAINT LUCIA

STATUTORY INSTRUMENT, 2002, No. 127

[30th December, 2002]

RESOLUTION

WHEREAS it is provided by section 41 of the Finance (Administration) Act 1997, No.3 that no guarantee involving any financial liability shall be binding upon Government unless it is given in accordance with an enactment or unless approved by Resolution of Parliament;

AND WHEREAS it is further provided by section 42 of the said Act that any obligation arising from a guarantee given in accordance with section 41 is a debt charged and all debts charges for which the Government is liable shall be charged upon and paid out of the Consolidated Fund;

AND WHEREAS the Minister for Finance considers it necessary to guarantee a loan of USD\$730,000.00 from the Caribbean Development Bank by the Water and Sewerage Company Incorporated for the purpose of financing the Fifth Water Supply Project;

AND WHEREAS the interest shall be paid at a rate of 2.5% per annum on the amount of the Special Fund Resources (SFR) portion of the Loan withdrawn and outstanding from time to time and 7.5% per annum on the amount of the Ordinary Capital Resources (OCR) portion of the Loan withdrawn and outstanding from time to time;

AND WHEREAS the amount withdrawn from the SFR loan amount shall be paid in sixty eight equal or approximately equal and consecutive quarterly instalments on each Due Date commencing on the first Due Date after the expiry of five years following the date of first disbursement of the loan, or on such later Due Date as Bank may specify in writing.

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BE IT RESOLVED that the House of Assembly and the Senate hereby authorise the Minister for Finance to borrow USD\$730,000.00 from the Caribbean Development Bank for the Water and Sewerage Company Incorporated for the purpose of financing the Fifth Water Supply Project.

Passed in the House of Assembly this 17th day of December, 2002

MATTHEW ROBERTS,
Speaker of the House of Assembly.

Passed in the Senate this 20th day of December, 2002.

HILFORD DETERVILLE,
President of the Senate.