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CARIBBEAN DEVELOPMENT BANK

LOAN AND PROJECT SUMMARY

FOR

**SIXTH WATER (VIEUX FORT WATER SUPPLY REDEVELOPMENT) PROJECT –
SAINT LUCIA**

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LOAN AND PROJECT SUMMARY

**SIXTH WATER (VIEUX FORT WATER SUPPLY REDEVELOPMENT) PROJECT –
SAINT LUCIA**

Financial Terms and Conditions			
Borrower:	Government of Saint Lucia (GOSL)	Amortisation Period:	Ordinary Capital Resources (OCR): 17 years Special Funds Resources (SFR): 25
Executing Agency:	Water and Sewerage Company Inc. (WASCO)	Grace Period:	OCR: 5 years SFR: 5 years
		Disbursement Period:	September 30, 2015 – June 30, 2018
Source	Amount (USD'000)		
OCR - Loan: Equity and Market Tranche	1,675	Interest Rate: Equity and Market Tranche	3.95 % per annum (p.a.) variable
OCR Loan: European Investment Bank (EIB) Climate Action Line of Credit (CALC) Tranche	12,000	Interest Rate: EIB-CALC Tranche (effective)	2.23 % p.a. variable
SFR – Loan	6,000	Interest Rate: SFR	2.5 % p.a.
Sub-Total Loan	19,675	Commitment Fee:	1% p.a. on the undisbursed balance of the OCR Loan, commencing from the 60 th day after the date of the Loan Agreement.
SFR – Grant	335		
Counterpart	4,160		
TOTAL:	24,170		
Risk Management			
Country Rating: Not Available (N/A) Outlook: N/A Limit: N/A		Overall Project/Entity Score: N/A	
Public Sector Lending (as at October 31, 2014):		(USD'000)	
Approvals:		360,620	
Disbursements:		297,124	
Repayments:		162,823	
Undisbursed:		69,647	
Outstanding Loans:		135,100	
Availability (Adjusted for Approvals):		N/A	
Availability (Adjusted for Approvals and Disbursements):		N/A	
Incremental Capital Adequacy Charge: N/A			

(ii)

Office of Risk Management Commentary:

This information is withheld in accordance with one or more of the exceptions to disclosure under the Bank's Information Disclosure Policy.

Project Summary

Project Outcome and Description:

The expected outcome of the Project is an efficient, reliable, climate resilient and sustainable supply of potable water to all of the residents and businesses of Vieux Fort and its environs by December 31, 2018.

The proposed project consists of the following components:

- (a) Infrastructure Works comprising:
 - (i) water production facilities comprising: two river intake structures; treatment plant, consisting of sedimentation tanks and rapid dual-media filters and chlorination facilities; and three new pumping stations;
 - (ii) fifteen kilometres (km) of new high-density polyethylene (HDPE) transmission mains [sizes 450, 350, and 300 millimetres (mm)];
 - (iii) three new storage reservoirs totalling 4,000 cubic metres (m³);
- (b) Vieux Fort Non-Revenue Water (NRW) Reduction Programme;
- (c) Capacity building of WASCO comprising:
 - (i) Technical Assistance (TA) to conduct an energy audit of WASCO facilities;
 - (ii) TA to conduct a water audit for the Vieux Fort Water Supply System.
- (d) TA for the preparation of the Vieux Fort Watershed Management Plan;
- (e) Project Management and Monitoring; and
- (f) Engineering Services.

(iii)

Exceptions to Caribbean Development Bank (CDB) Policies:

A waiver of CDB's Guidelines for Procurement (in respect of procurement related to the Infrastructure Works) and CDB's Guidelines for the Selection and Engagement of Consultants by Recipients of CDB Financing (in respect of selection and engagement of Engineering Consultants), to extend eligibility to countries eligible for procurement under EIB-funded projects which are not CDB member countries.

CDB/Special Development Fund Contribution to Country Outcomes – Key Outputs:

CDB's Results Framework

No.	Indicator	2015	2016	2017	2018	2019	2020
1.	Water: Installed water capacity (m ³ /hour) – Rural/Urban <i>(To be disaggregated during project implementation).</i>	-	-	900			
2.	Water: Supply lines installed or upgraded (length of network in km) – Rural/Urban <i>(To be disaggregated during project implementation).</i>	-	5	10			
3.	Water: Households with access to improved sanitation and water supply (Number) – Rural/Urban <i>(To be disaggregated during project implementation).</i>	-	-	-	8,600		

Capacity Development

- (a) Water Resource Management Agency (WRMA) – enhanced data collection capacity.
- (b) WASCO – enhanced operational efficiency.

Operational and Organisational Effectiveness – Key Outputs:

Project preparation and appraisal were complemented by staffing resources provided by EIB.

Gender Marker Summary

Gender Marker	Analysis	Data	Engagement	Response	Score	Code
	1	0.5	0.5	1	3	GM ¹

¹ GM – Gender Mainstreamed: Project has potential to contribute significantly to gender equality. See Appendix 4.17 for the Gender Marker Analysis.