

LAW
on Borrowing by the Republic of Macedonia from the International Development Association (IDA) Credit Agreement for the Community and Culture Development Project

Article 1

The Republic of Macedonia shall borrow from the International Development Association (IDA) the amount of Special Drawing Rights (SDR) 4 million (4,000,000) equivalent to US\$ 5 million intended for Community and Culture Development Project.

Article 2

The conditions and the manner of using the credit referred to in Article 1 of this Law shall be determined in the Credit Agreement for the Community and Culture Development Project, to be concluded between the Government of the Republic of Macedonia and the International Development Association (IDA).

On behalf of the Republic of Macedonia, the Credit Agreement referred to in paragraph 1 of this Article shall be signed by the Minister of Finance or a person authorized by him/her.

Article 3

The credit is interest-free, with 35-year repayment period and 10-year grace period.

The credit shall be repaid in equal semi-annual installments falling due on 15th March and 15th September each year, starting from 15th September 2011 until 15th March 2036.

Each repayment of principal from 15th September 2011 until 15th March 2021 will amount to 1.25% of the credit principal amount, and each repayment from 15th September 2021 until 15th March 2036 shall amount to 2.5% of the principal amount.

Article 4

Commitment fee shall be paid at the rate set by the International Development Association (IDA) on 30th June each year, but not higher than 0.50% annually. The fee shall be calculated 60 days from the day the Agreement referred to in Article 2 of this Law becomes effective until the day the receipts are disbursed.

Service fee of 0.75% annually shall be paid for the disbursed receipts of the credit principal that falls due.

The fee referred to in paragraphs 1 and 2 of this Article shall be paid semi-annually, on 15th March and 15th September each year.

Article 5

The credit shall be implemented via the Project Implementation Unit of the Community and Culture Development Project established within the Ministry of Culture.

Article 6

The Republic of Macedonia shall repay the credit referred to in Article 1 of this Law from the Budget of the Republic of Macedonia.

Article 7

This Law shall enter into force on the day it is published in the "Official Gazette of the Republic of Macedonia".