

RESOLUTION AUTHORIZING ISSUANCE OF
UP TO \$15,000,000 GENERAL OBLIGATION
BONDS OF THE UNIVERSITY OF THE
VIRGIN ISLANDS.

Upon motion duly made and seconded, the following were
unanimously adopted by the members of the Board of Trustees of The
University of the Virgin Islands:

WHEREAS, it is necessary for The University of the Virgin
Islands (the "University") to provide moneys for the construction,
furnishing and equipping of certain academic and other facilities
of the University, and to pay the principal and interest on the
Notes (as defined below) (collectively, the "1994 Project"); and

WHEREAS, to finance all or a portion of the costs of the
1994 Project, the University intends to issue its general
obligation bonds in an aggregate principal amount not to exceed
\$15,000,000 (the "Bonds") pursuant to an Indenture of Trust between
the University and a trustee to be appointed by the University by
a Certificate of Determination of the University as set forth below
(the "Indenture");

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES
OF THE UNIVERSITY OF THE VIRGIN ISLANDS AS FOLLOWS:

Section 1. Pursuant to Chapter 33 of Title 17 of the
Virgin Islands Code, as amended, general obligation bonds of the
University are hereby authorized to be issued in the aggregate
principal amount of not to exceed \$15,000,000 (the "Bonds") for
general capital expenditures in connection with the construction,
furnishing and equipping of certain academic, dormitory and other
facilities of the University located in St. Thomas and St. Croix
(the "1994 Project"), and to pay principal and interest on the
University's outstanding General Obligation Bond Anticipation
Notes, 1994 Series A, dated April 1, 1994, issued in the original
aggregate principal amount of \$2,500,000, or as much of the Notes
as may be outstanding (the "Notes").

In computing the total amount of Bonds which may be at
any time outstanding, the amount of the outstanding Bonds to be
renewed or refunded from the proceeds of the sale of the new Bonds
or by exchange for new Bonds shall be excluded.

The Bonds shall be direct and general obligations of the
University payable from fees, charges or other revenues of the
University. The University is a public undertaking authorized by
an act of the Legislature of the United States Virgin Islands.

Section 2. To accomplish the purposes of the Act and to provide for the financing of the 1994 Project, the issuance of the Bonds of the University pursuant to a Certificate of Determination as to the terms of the Bonds, to be determined by the Finance Committee of the Board of Trustees (the "Finance Committee") and the President (the "Certificate of Determination"), is hereby authorized subject to the provisions of this Resolution and the Indenture hereinafter authorized. The Bonds shall be issued in fully-registered form, be payable as to principal and redemption premium, if any, at the corporate trust office of the Trustee, be payable as to interest by draft, check or wire transfer, be sold to such purchaser(s) at such purchase price, bear interest from the date thereof at the rates of interest, may include capitalized interest and a debt service reserve fund, be dated, shall mature, may provide for redemption or defeasance of outstanding general obligation bonds of the University, have such security therefore, provide for financial tests, if any, for the issuance of Additional Bonds, all as particularly set forth in the Indenture and the Certificate of Determination; provided, however that:

(i) the aggregate principal amount of the Bonds which may be issued (exclusive of Refunding Bonds, as described in the Indenture) shall not exceed \$15,000,000;

(ii) the term of the Bonds shall not exceed thirty-one years from the date of issuance;

(iii) the Bonds shall bear interest at a rate not to exceed 9% per annum;

(iv) the Bonds shall be secured by a pledge of the general obligation of the University and such other security (including, but not limited to, a pledge of amounts received by the University from appropriations of the Government of the Virgin Islands for payment of the University's debt service, other revenues of the University and credit enhancement from a bank, bond insurer or other credit enhancement provider)

The Trustee shall hold any reserves and other funds as set forth in the Indenture. The provisions for signatures, authentication, payment, delivery, redemption and number of the Bonds shall be as set forth in the Indenture and the Certificate of Determination.

Section 3. The Finance Committee and the President of the University, pursuant to the Certificate of Determination, are hereby authorized to appoint a Trustee, bond registrar and paying agent in accordance with the terms of the Indenture.

Section 4. The execution and delivery of the Bonds, the Indenture and any other additional documents among the University and the Trustee, a Bond Purchase Agreement between the

University and Adams, Harkness and Hill, Inc., and Oppenheimer & Co. the underwriters (the "Underwriters") (the "Bond Purchase Agreement"); the Bonds to be sold at a price not less than 97% of the par value thereof, as determined by the Finance Committee and the President, a Representation Letter of the University and the Trustee addressed to The Depository Trust Company (the "Representation Letter"), a Preliminary Official Statement or Preliminary Private Placement Memorandum, as applicable, and an Official Statement or Private Placement Memorandum, as applicable, each being substantially in the form presented to the Board of Trustees, or as otherwise approved by the Finance Committee and the President of the University, is hereby authorized. The Bonds, the Indenture, the Bond Purchase Agreement, the Representation Letter, the Preliminary Official Statement, or Preliminary Private Placement Memorandum, as applicable, and the Official Statement, or the Private Placement Memorandum, as applicable, and any other documents delivered pursuant to this Resolution or otherwise are referred to herein as the "Financing Documents". The President or the Vice President for Business and Financial Affairs (the "Authorized Signatories") of the University are hereby authorized to execute, acknowledge, finalize and deliver the Financing Documents and the Authorized Signatories are hereby authorized to affix the seal of the University on each Financing Document, as applicable, and attest the same. The execution and delivery of each Financing Document by said Authorized Signatories shall be conclusive evidence of due authorization and approval.

Section 5. All covenants, stipulations, obligations and agreements of the University contained in this Resolution and contained in the Financing Documents shall be deemed to be the covenants, stipulations, obligations and agreements of the University to the full extent authorized or permitted by law, and such covenants, stipulations, obligations and agreements shall be binding upon the University and its successors from time to time and upon any board or body to which any powers or duties affecting such covenants, stipulations, obligations and agreements shall be transferred by or in accordance with law. Except as otherwise provided in this Resolution, all rights, powers and privileges conferred and duties and liabilities imposed upon the University or the members thereof by the provisions of this Resolution or the Financing Documents shall be exercised or performed by the University or by such trustees, officers, board or body as may be required by law to exercise such powers and to perform such duties.

No covenant, stipulation, obligation or agreement herein contained or contained in the Financing Documents shall be deemed to be a covenant, stipulation, obligation or agreement of any trustee, officer, agent or employee of the University nor any officer executing the Bonds shall be liable personally on the Bonds or be subject to any personal liability or accountability by reason of the issuance thereof.

Section 6. The Authorized Signatory is hereby designated the authorized representatives of the University and each of them is hereby authorized and directed to execute and deliver any and all papers, instruments, opinions, certificates, affidavits and other documents and agreements and to do and cause to be done any and all proper acts and things necessary or desirable for carrying out this Resolution, the Financing Documents and the issuance of the Bonds.

Section 7. For purposes of the Act, the provisions of the Financing Documents shall be deemed to set forth, for purposes of the Act, the uses of the proceeds of the Bonds as set forth in the Indenture.

Section 8. This Resolution shall supersede any inconsistent provision of any resolution previously adopted by the University and shall take effect immediately.

ADOPTED: June 4, 1994

CERTIFICATION

The undersigned does hereby certify that the foregoing is a true and exact copy of a resolution of the Board of Trustees of the University of the Virgin Islands adopted at its meeting on June 4, 1994, as recorded in the minutes of said meeting.

Onville Keon
Secretary of the Board

6/16/94
Date