

City of Providence

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

CHAPTER 2004-26

No. 243 AN ORDINANCE

TO AUTHORIZE THE ISSUANCE OF GENERAL OBLIGATION REFUNDING BONDS OF THE CITY OF PROVIDENCE TO REFUND THE OUTSTANDING PORTION OF \$11,800,000 TAXABLE GENERAL OBLIGATION BONDS DATED MAY 1, 1997; DUE JULY 15, 2000 to 2019

Approved May 27, 2004

Be it ordained by the City of Providence:

SECTION 1. The City of Providence (the "City") has previously issued its \$11,800,000 General Obligation Bonds dated July 15, 1997; due July 15, 2000 to 2019, of which \$10,650,000 remains outstanding (the "Prior Bonds"); and

SECTION 2. The City desires to issue general obligation refunding bonds (the "Refunding Bonds") to refund the Prior Bonds in order to take advantage of the lower interest rates which currently are prevailing;

SECTION 3. The City is authorized pursuant to Chapter 12 of Title 45 of the General Laws of Rhode Island, as amended, to issue its Refunding Bonds to pay all or any designated part of an issue of bonds then outstanding, including principal, redemption premium, if any, interest on the outstanding bonds coming due on or prior to the date on which those bonds are to be redeemed, and the cost of issuing the Refunding Bonds.

SECTION 4. The City has determined that refunding some or all of the outstanding Prior Bonds in order to obtain debt service savings would result in financial benefits to the City.

SECTION 5. It is hereby declared that the Refunding Bonds authorized hereby will be within all debt and other limitations prescribed by the Constitution and laws of the State of Rhode Island.

SECTION 6. The City is hereby authorized to issue its General Obligation Refunding Bonds in an amount necessary to refund some or all of the outstanding Prior Bonds and to provide for any principal, redemption premium, and interest on the outstanding Prior Bonds coming due on or prior to the date on which those Prior Bonds are to be redeemed, and the costs of issuance.

SECTION 7. The manner of sale, denominations, maturities, interest rates and other terms, conditions and details of the Refunding Bonds shall be determined by the City Treasurer and the Mayor.

SECTION 8. The City Council hereby authorizes the City Treasurer, with approval of the Mayor, to issue the Refunding Bonds for the purposes set forth herein and to take all actions as he deems necessary to effect the issuance of the Refunding Bonds. The Refunding Bonds shall be issued by the City under its corporate name and seal or a facsimile of such seal. The Refunding Bonds shall be signed by the manual or facsimile signature of the City Treasurer and the Mayor.

No.

CHAPTER
AN ORDINANCE

IN CITY COUNCIL
MAR 18 2004
FIRST READING
REFERRED TO COMMITTEE ON
FINANCE

Richard J. Clement
Clerk

THE COMMITTEE ON
FINANCE

Approves Passage of
The Within Ordinance

Clare E. B. Hill
Clerk
April 27, 2004

Quinn Jackson, By Request

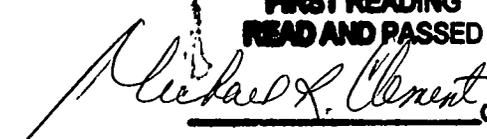
SECTION 9. The City Treasurer and the Mayor are hereby authorized to issue the Refunding Bonds and deliver them to the purchaser and said officers are hereby authorized and instructed to take all actions, on behalf of the City, necessary to ensure that interest on the Refunding Bonds will be excludable from gross income for federal income tax purposes and to refrain from all actions which would cause interest on the Refunding Bonds to become subject to federal income taxes.

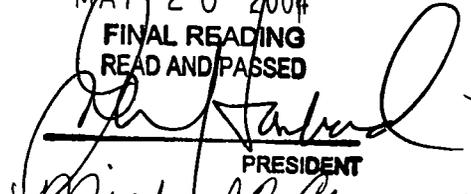
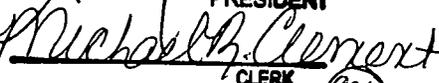
SECTION 10. The proceeds arising from the sale of such Refunding Bonds, exclusive of any premium, accrued interest and costs of issuance, shall, upon the receipt be paid immediately to the paying agent or paying agents for the Prior Bonds, and such paying agents shall hold the proceeds in trust until they are applied to pay or refund the Prior Bonds. While such proceeds are held in trust, they may be invested as permitted by Chapter 12 of Title 45 of the General Laws of Rhode Island, as amended.

SECTION 11. The City's Finance Director is authorized to execute and deliver a continuing disclosure certificate in connection with the Refunding Bonds issued by the City, in such form as shall be deemed advisable by the City's Finance Director. The City hereby covenants and agrees that it will comply with and carry out all of the provisions of the continuing disclosure certificate, as it may be amended from time to time. Notwithstanding any other provision of this Ordinance or the Refunding Bonds, failure of the City to comply with the continuing disclosure certificate shall not be considered an event of default; however, any bondholder may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the City to comply with its obligations under this Ordinance and under the continuing disclosure certificate.

SECTION 12. The Refunding Bonds may be issued either alone or consolidated with other issues of notes or bonds of the City.

SECTION 13. This Ordinance shall take effect upon its approval by the Mayor after its passage.

IN CITY COUNCIL
MAY 6 2004
FIRST READING
READ AND PASSED

CLERK

IN CITY COUNCIL
MAY 20 2004
FINAL READING
READ AND PASSED

PRESIDENT

CLERK

APPROVED

5/27/04
MAYOR