

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

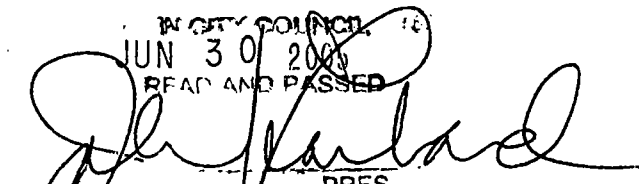
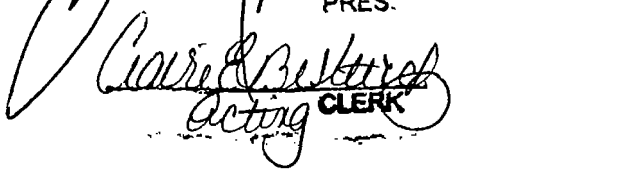
RESOLUTION OF THE CITY COUNCIL

No. 305

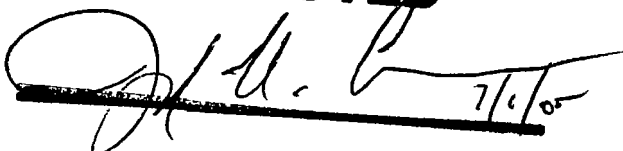
Approved July 1, 2005

RESOLVED, that His Honor, the Mayor, is hereby authorized to execute an amendment to the existing revolving credit agreement between the City of Providence, on behalf of the Providence Water Supply Board, and Fleet National Bank, such that the existing Two Million Seven Hundred and Fifty Thousand Dollar (\$2,750,000.00) revolving loan will be extended for an additional 364 day period through August 11, 2006

The terms and conditions of the agreement and any promissory note delivered in connection therewith shall be consistent with the Board of Contract and Supply award of July 1, 2003 to Fleet National Bank, low bidder, for RFP for Short Term Line of Credit, Borrowing up to \$2,750,000.00 plus interest, in an amount not to exceed 70 basis points above the floating LIBOR Rate (or greater upon the occurrence of an event of default).

IN CITY COUNCIL
JUN 30 2005
READ AND PASSED

PRES.

Acting CLERK

APPROVED


7/1/05
MAYOR

FILED

2005 MAY 20 P 2: 15
DEPT. OF CITY CLERK
PROVIDENCE, R.I.

IN CITY COUNCIL
JUN 2 2005
FIRST READING
REFERRED TO COMMITTEE ON
FINANCE
Gaire E. Butler
First Deputy CLERK

THE COMMITTEE ON
FINANCE
Approves Passage of
The Within Resolution
John M. Steh
6-13-05 Clerk

Councilman Mancini and Councilman DeLuca (By Request)

ANDREW K. MOFFIT
Chairman
JOSEPH D. CATALDI
Vice Chairman
ALEXANDER D. PRIGNANO
Ex-Officio
CARISSA R. RICHARD
Secretary
FERNANDO S. CUNHA, ESQ.
Legal Advisor



DAVID N. CICILLINE
Mayor
ROBERT J. KILDUFF, P.E., ESQ.
Chief Engineer & General Manager
JOSEPH DE LUCA
City Councilman
PETER S. MANCINI
City Councilman
ANNE T. QUINTERNO
Member
EVERETT BIANCO
Member

CERTIFICATE OF SECRETARY

I, Carissa R. Richard, do upon oath depose and say:

1. That I am the duly appointed Secretary of the Providence Water Supply Board (PWSB), an entity established by the Home Rule Charter of the City of Providence.
2. That at the regular monthly meeting of the PWSB held on Wednesday, May 18, 2005, the following was voted:

RESOLVED: That the Board of Directors voted to authorize the Chief Engineer and General Manager, and the staff, to process the necessary paperwork to effectuate a one year, two million seven hundred and fifty thousand dollar (\$2,750,000.00) revolving line of credit.

In Witness Whereof, I have set my hand and seal this 19th day of May, 2005.

A handwritten signature of Carissa R. Richard in cursive script, written over a horizontal line.

Carissa R. Richard
Secretary
Providence Water Supply Board

STATE OF RHODE ISLAND
PROVIDENCE, sc.

In Providence on the 19th day of May, 2005, there personally appeared before me the above-named, Carissa R. Richard, individually and in her capacity as Secretary of the Providence Water Supply Board, and she acknowledged the execution of this certificate to be her free act and deed and in her said capacity.

A handwritten signature of Joseph L. Spennell in cursive script, written over a horizontal line.

Notary Public:
My Commission Expires: 6-18-2005

WWW.PROVWATER.COM

ANDREW K. MOFFIT
Chairman
JOSEPH D. CATALDI
Vice Chairman
ALEXANDER D. PRIGNANO
Ex-Officio
CARISSA R. RICHARD
Secretary
FERNANDO S. CUNHA, ESQ.
Legal Advisor



DAVID N. CICILLINE
Mayor
ROBERT J. KILDUFF, P.E., ESQ.
Chief Engineer & General Manager
JOSEPH DE LUCA
City Councilman
PETER S. MANCINI
City Councilman
ANNE T. QUINTERNO
Member
EVERETT BIANCO
Member

TO: MICHAEL R. CLEMENT, CITY CLERK
FROM: ROBERT J. KILDUFF, PE
CHIEF ENGINEER & GENERAL MANAGER
DATE: MAY 19, 2005
RE: RESOLUTION AUTHORIZING SHORT TERM BORROWING

RK

Enclosed is a resolution for placement on the next City Council meeting. This resolution will authorize the Mayor to execute an amendment to an agreement for short term line of credit. Our Board approved this matter at the May 18, 2005 meeting.

Providence Water has utilized a line of credit for many years to meet our short term obligations without having to draw on the City's Due to/Due from account balances.

There are adequate funds in our current revenue structure to cover the line of credit including interest costs. All other processes will be done consistent with Charter requirements and the Board of Contract and Supply approval. We respectfully request the City Council's consideration to authorize the credit line and the expeditious processing to allow Providence Water to operate without a cash shortfall.

If you have any questions, please contact Jeanne Bondarevskis, Providence Water's Director of Finance, at extension 7256.

cc: Councilman Peter Mancini
Councilman Joseph DeLuca
B. Spinelli
A. Prignano
J. Bondarevksis
file

C:\Documents and Settings\bobk\Local Settings\Temp\mem City Council Resolution LOC May 2005.wpd