

RESOLUTION OF THE CITY COUNCIL

No. 696

Approved December 19, 1995

WHEREAS, The Providence City Council seeks to assist the Providence School Department in its efforts to provide Providence students with a valuable education at a reasonable cost to taxpayers; and

WHEREAS, The Chamber of Commerce Academy and the Urban Collaborative are innovative schools for Providence students who sometimes experience difficulty in traditional settings; and

WHEREAS, Both of these schools are in need of facilities to house their programs on a permanent basis; and

WHEREAS, The Providence School Department can work closely with the Urban Collaborative to provide such space at a reasonable cost to taxpayers; and

WHEREAS, This support will take the form of a lease and sub-lease between the Providence School Department and the Urban Collaborative, with such lease being used as a security for a traditional bank loan; and

WHEREAS, The Providence School Department will assure financial responsibility for the payment of debt relating to financing in the event of dissolution of the Urban Collaborative; and

WHEREAS, The Providence School Department will have access to all Capital Campaign funds, property, revenue, and other assets of the Urban Collaborative upon its dissolution in a situation of debt; and

WHEREAS, The Urban Collaborative will make all efforts to provide the Chamber of Commerce Academy with acceptable quarters in a timely and cost effective manner; and

NOW, BE IT RESOLVED, That the Providence City Council gives its approval for the Providence School Board to enter into a lease and sub-lease arrangement with the Urban Collaborative recognizing the responsibilities of the Providence School Department in the event of dissolution of the Urban Collaborative, so that the Urban Collaborative may obtain financing for the acquisition and renovation of 130 Broadway, and provide quarters for the Chamber of Commerce Academy.

This arrangement will have the following conditions and terms.

- 1.) The lease payment to the Urban Collaborative will be equal to the annual debt service payment to Citizens Bank.
- 2.) The sublease payment to the Providence School Department will be equal to the lease payment made by the School Department as reduced by any additional State Aid received by the School Department due to this financing arrangement.
- 3.) The Chamber of Commerce School lease shall be approximately \$4.60 per square foot.
- 4.) The Urban Collaborative will give special consideration to Providence residents and minority applicants for teaching positions.
- 5.) The city shall have security interest in the building and all assets of the Urban Collaborative in the event of the dissolution of the Urban Collaborative or default on the loan.

FURTHER, the Providence City Council requests the Providence School Board to direct the Superintendent to take necessary actions for the acquisition and renovation of 130 Broadway, for the Urban Collaborative, and the location of the Chamber of Commerce Academy at this site.

IN CITY COUNCIL
DEC 7 1995
READ AND PASSED

Evelyn V. Fargnoli
ACTING PRES.

Michael R. Clement
CLERK

