

City of Providence

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

CHAPTER 1982-52

No. 435 **AN ORDINANCE** RELATING TO THE ISSUE OF TWENTY-TWO MILLION, FIVE HUNDRED THOUSAND DOLLARS (\$22,500,000.00) BONDS DATED ~~JULY~~ 15, 1982 *September* Rmm

Approved August 6, 1982

Be it ordained by the City of Providence:

SECTION 1. In order to provide additional security for the Twenty-Two Million, Five Hundred Thousand Dollars (\$22,500,000.00) Public Improvement Bonds (the "Bonds") authorized by Chapters 1982-358, 1982-359, 1982-360, 1982-361 and 1982-362 of the Ordinances of the City of Providence, a Debt Service Fund (the "Fund") shall be established to be kept separate from the General Fund of the City, and moneys shall be deposited therein as hereinafter provided. The moneys in the Fund and any investments held as a part of the Fund shall be held in trust and may be invested at the direction of the City Treasurer in any investment permitted for Bond proceeds under the acts authorizing the Bonds, and, with the income derived from such investments, shall be used without further authorization or appropriation by the City solely to pay principal, redemption premium if any, and interest on the Bonds. Accrued interest received upon the sale of the Bonds shall be deposited in the Fund. Commencing twelve months plus one business day before each principal installment becomes due on the Bonds and six months plus one business day before each installment of interest becomes due, there shall also be deposited in the Fund each month from the revenues and receipts of the City or transferred from other available funds, whether or not appropriated, from all sources other than those which by their terms may not be lawfully used for this purpose, an amount at least equal to one-twelfth of the amount needed to pay the principal installment and one-sixth of the amount needed to pay the interest installment; provided, however, the payments to be made under this section shall be appropriately adjusted to reflect any accrued interest deposited in the Fund, any investment earnings credited or losses charged to the Fund, any principal installments payable less than one year from the date of issuance of the Bonds or other than annually, any interest payable less than six months from the date of issuance of the Bonds or other than at six months' intervals, and any redemption of

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Bonds, so that there will be available in the Fund on each payment date the amount necessary to pay the interest and principal and redemption premium if any due or coming due on the Bonds.

SECTION 2. For the benefit and security of the holders of the Bonds, the City hereby covenants (i) to deposit into the Fund the amounts required under Section 1 of this Ordinance, and the City hereby covenants (ii) not to amend the Ordinance entitled "An Ordinance Limiting the Amount of Tax Anticipation Notes Issued by the City", passed at this meeting, so as to raise the limit prescribed by that Ordinance.

SECTION 3. In the event that any provision of this Ordinance shall be held invalid in any circumstance, such invalidity shall not affect any other provisions or circumstances or the validity of the Bonds.

SECTION 4. This Ordinance shall take effect upon its passage and shall terminate upon final payment of all principal of, redemption premium if any, and interest on the Bonds.

IN CITY COUNCIL

JUN 24 1982

First Reading Read and Passed

Referred to Committee on

FINANCE

Rose M. Mendonca CLERK

IN CITY
COUNCIL

AUG 5 1982

FINAL READING
READ AND PASSED

Robert F. Ryan, as amended

PRESIDENT

Rose M. Mendonca
CLERK

APPROVED

AUG 6 1982

Wendell A. Lane

MAYOR

THE COMMITTEE ON
FINANCE

Recommends

Be Continued

Rose M. Mendonca

Clerk

July 27, 1952

Councilman Manolillo (By Request)