

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

No. 598

Approved October 18, 2002

RECEIVED
CITY OF PROVIDENCE
OCT 18 2002

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 Dollar (\$2,000,000.00) revolving loan will be extended for an additional 364 day period through August 12, 2003.

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 31, 2000 to Fleet National Bank, low bidder, for RFP for Short Term Line of Credit Borrowing up to \$2,000,000.00 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
OCT 17 2002
READ AND PASSED

ACTING PRES.

CLERK

APPROVED

OCT 18 2002

MAYOR

SEP 11 2002

IN CITY COUNCIL
SEP 5 2002
FIRST READING
REFERRED TO COMMITTEE ON
FINANCE

CLERK

THE COMMITTEE ON
FINANCE
Approves Passage of
The Within Ordinance

Ann M. Nelson
10-9-02

Councilwoman Williams

ARMANDO PARILLO
Chairman
JOEL D. LANDRY, II, ESQ.
Vice Chairman
CARISSA R. RICHARD
Secretary
* FERNANDO S. CUNHA, ESQ.
Legal Advisor
ALEXANDER D. PRIGNANO
Ex-Officio



VINCENT A. CIANCI, JR.
Mayor
ROBERT J. KILDUFF, ESQ., P.E.
Chief Engr./General Mgr.
JOSEPH DE LUCA
City Councilman
RITA M. WILLIAMS
City Councilwoman
JOSEPH D. CATALDI
Member

TO: MICHAEL R. CLEMENT, CITY CLERK
FROM: ROBERT J. KILDUFF, PE
CHIEF ENGINEER & GENERAL MANAGER
DATE: AUGUST 22, 2002
RE: RESOLUTION AUTHORIZING SHORT TERM BORROWING

*OK sponsored
By Rita Williams*

Enclosed is a resolution for placement on the next City Council meeting. This resolution will authorize the Mayor to execute an agreement for short term line of credit. Our Board approved this matter at the August 21, 2002 meeting.

To provide some background, due to seasonal fluctuations of cash flow and uneven requests for payment, Providence Water needs to renew a line of credit to meet our obligations without having to dip into the City Due to/Due from account balance.

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: Councilwoman Rita Williams
Councilman Joseph DeLuca
B. Spinelli
A. Prignano
J. Bondarevksis
file

FILED
AUG 22 2 07 PM '02
DEPT. OF PUBLIC WORKS
PROVIDENCE, R.I.

H:\HOME\JEANNE\CBACKUP\JEANNE\wpdocs\mem City council Resolution LOC AUG 2002.wpd