

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

No. 105

Approved March 9, 1982

WHEREAS, the Rhode Island Legislature in P.L. 1980, Ch. 335 (approved 5/19/80) specifically defined the Water Supply Board of the City of Providence as a "public utility" and thereby clearly established the jurisdiction of the Public Utilities Commission over the Board; and

WHEREAS, the Public Utilities Commission in its Report and Order effective June 18, 1981, expressly conditioned the increase in rates provided therein on the establishment by the City of a practice providing for independence and segregation of all revenues received by said Water Supply Board; and

WHEREAS, said Report and Order further mandated that a separate enterprise fund be created for the Water Supply Board and that all transactions between the Water Supply Board and the City of Providence should be handled on an "arms length" basis; and

WHEREAS, in compliance with said Report and Order of the Public Utilities Commission, the Water Supply Board of the City of Providence has engaged the services of an accounting firm to set up the practices and procedures to establish a separate "enterprise fund" accounting system; and

WHEREAS, the taxpayers of the City of Providence have the burden with the responsibilities and risks connected with the acquisition, ownership, maintenance, and management of the system, including the pledge of the full faith and credit of the City of Providence on outstanding general obligation bonds; and

WHEREAS, the City of Providence should be granted reasonable compensation for services and real estate rentals furnished by the City of Providence to the said Water Supply Board; and

WHEREAS, an act will soon be introduced in the General Assembly in the State of Rhode Island which provides that the Public Utilities Commission shall allow the City of Providence reasonable compensation for services and real estate rentals furnished by the City of Providence to the Water Supply Board in its function of providing water (copy of said proposed act attached hereto and marked "Exhibit A")

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

No.

Approved

NOW, THEREFORE, BE IT RESOLVED by the CITY COUNCIL OF THE CITY OF PROVIDENCE as follows:

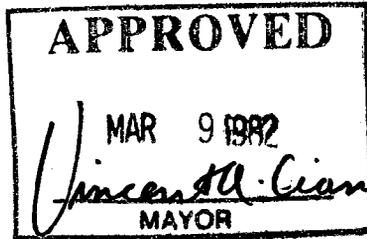
(1) That the City Solicitor and the Finance Committee of the City of Providence are urged to take all steps necessary to insure the prompt passage of the proposed act soon to be introduced, which provides for the allowance by the Public Utilities Commission of reasonable compensation for services and real estate rentals furnished by the City to the said Water Supply Board.

IN CITY COUNCIL

MAR 4 1982
READ AND PASSED

Robert F. Lynch
PRES.

Rose M. Mendonca
CLERK



Councilman Brazil and Councilman Marshall

THE CITY OF ...

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RECEIVED ...
CITY OF ...

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AN ACT IN AMENDMENT OF AND IN ADDITION TO
CHAPTER 39-1, GENERAL LAWS OF RHODE ISLAND,
1956, AS AMENDED, ENTITLED "PUBLIC UTILITIES
COMMISSION."

It is enacted by the General Assembly as follows:

Section 1. Chapter 45-31, General Laws of Rhode Island, 1956, as amended, entitled "Public Utilities Commission," is hereby further amended as follows:

39-1-7. Powers--Seal--(a) The commission shall have the powers of a court of record in the determination and adjudication of all matters over which it is given jurisdiction. It may make orders and render judgments and enforce the same by any suitable process issuable by the superior court. The commission shall have an official seal, which shall have engraved thereon the words "State of Rhode Island and Providence Plantations. Public Utilities Commission Seal."

(b) The commission shall have the power to do a complete audit of the books of all public utilities doing business in this state including any foreign companies selling power to electric companies in this state. Such audit shall consider the cost of energy acquisition and all other aspects which the commission deems necessary.

(c) In making a determination of the revenue requirements of the Water Supply Board of the City of Providence pursuant to 39-1-3, the commission shall allow the City of Providence reasonable compensation for services and real estate rentals furnished by the City of Providence to the said Water Supply Board.

Sec. 2. This act shall take effect upon its passage.

March 11, 1982

Senator William B. Zuccarelli
151 Hillcrest Avenue
Providence, Rhode Island 02908

Dear Senator Zuccarelli,

Enclosed is certified copy of Resolution No. 105, approved March 9, 1982, together with accompanying Act, signed by His Honor the Mayor, the same being self-explanatory.

The sponsors of said Resolution are Councilwoman Carolyn F. Brassil and Councilman Charles R. Mansolillo.

Very truly yours,

Rose M. Mendonca,
City Clerk.

RMM/jma
Enclosure

March 11, 1982

Representative Aldo Freda
115 Vinton Street
Providence, Rhode Island 02909

Dear Representative Freda,

Enclosed is certified copy of Resolution No. 105,
approved March 9, 1982, together with accompanying Act,
signed by His Honor the Mayor, the same being self-
explanatory.

The sponsors of said Resolution are Councilwoman
Carolyn F. Brassil and Councilman Charles R. Mansolillo.

Very truly yours,

Rose M. Mendonca,
City Clerk.

RMM/jma
Enclosure

March 11, 1982

Representative John M. Skeffington, Jr.
925 Chalkstone Avenue
Providence, Rhode Island 02908

Dear Representative Skeffington,

Enclosed is certified copy of Resolution No. 105,
approved March 9, 1982, together with accompanying Act,
signed by His Honor the Mayor, the same being self-explanatory.

The sponsors of said Resolution are Councilwoman
Carolyn F. Brassil and Councilman Charles R. Mansolillo.

Very truly yours,

Rose M. Mendonca,
City Clerk.

RMM/jma
Enclosure