

# City of Providence

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

## CHAPTER 2003-59

### No. 712 AN ORDINANCE

IN ACCORDANCE WITH CHAPTER 21, SECTION 19 OF THE CODE OF ORDINANCE OF THE CITY OF PROVIDENCE ENTITLED: "CAPITAL EQUIPMENT BUDGET," AS AMENDED.

*Approved* November 14, 2003

***Be it ordained by the City of Providence:***

SECTION 1: That the City of Providence enter into a lease purchase agreement to finance the purchase of the following list of capital items of improvements totaling, subsequently in accordance with the attached schedule of estimated payments:

#### City Clerk:

Copier	\$ 11,000
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#### Communications:

Inspection & Standards Phone System	\$ 50,000
Planning & Development Phone System	<u>\$ 55,000</u>
	\$ 105,000

#### Finance - Data Processing:

75 Personal Computers	\$ 82,500
3 Servers	\$ 100,000
Mail Processor	\$ 50,000
Complete Lawson Payroll & HR	<u>\$ 150,000</u>
	\$ 382,000

#### Fire Department:

One Rear Mount Aerial Ladder	\$ 540,000
One Rescue Vehicle	\$ 128,000
Misc. Equipment -	
Scott AV-2000 Face Pieces	\$ 13,000
Scott 4.5 Air Packs (complete)	\$ 26,000
Firefighting Foam	\$ 15,000
Fire Hose	\$ 11,000
Rescue Air Bag Lifting System	<u>\$ 10,000</u>
	\$ 743,000

#### Recorder of Deeds

Restoration of Plat Maps	\$ 100,000
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No.

CHAPTER  
AN ORDINANCE

THE COMMITTEE ON

Finance

Recommends

- Be Continued

Ann M. Helton  
CLERK

8-28-03

THE COMMITTEE ON  
FINANCE

Approves Passage of  
The Within Ordinance, as Amended

Ann M. Helton  
Clerk

9-26-03

Councilman Jackson, By Request

**Parks Department**

Four Riding Mowers	\$ 30,000
Backhoe/Loader	\$ 70,000
One Dump Body for Large Truck	\$ 10,000
One (1) 2-3yd. Dumptruck	\$ 25,000
Two (2) Tow-Behind Leaf Suckers	\$ 26,000
One Trailer	\$ 18,000
One Bandit Chipper	\$ 28,000
Miscellaneous Equipment – NBG	<u>\$ 5,000</u>
	<b>\$ 212,000</b>

**Police Department:**

Twenty (20) 2-Whl Dr. Marked Police Veh.	\$660,000
40 Laptops	\$120,000
Two (2) Copier fax Machines	<u>\$ 22,000</u>
	<b>\$802,000</b>

**School Department:**

Text Books	\$952,000
Computers Hardware/Software	\$150,000
Classroom Furniture	<u>\$150,000</u>
	<b>\$1,252,000</b>

**Public Works:**

Ten (10) 6-Wheel Dumps	\$ 237,000
One Front End Loader	\$ 110,000
One Sewer Cleaner	\$ 90,000
One (1) Portable Compressor	\$ 20,000
Two (2) Used Sedans	\$ 10,000
One Brake Lathe	<u>\$ 20,000</u>
	<b>\$ 487,000</b>

**Providence Public Library:**

Library Books	\$ 350,000
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**TOTAL****\$4,444,000****IN CITY COUNCIL****OCT 16 2003  
FIRST READING  
READ AND PASSED***Michael B. Clement*  
CLERK  
B**APPROVED***And U. A.*  
11/14/03**MAYOR****IN CITY  
COUNCIL****NOV 6 2003  
FINAL READING  
READ AND PASSED***John J. Lombardi*  
PRESIDENT  
*Michael B. Clement*  
CLERK  
B

**CITY OF PROVIDENCE, RI, MASTER LEASE TAKE-DOWN**  
**\$4,444,000 ANNUAL PRINCIPAL AND INTEREST PAYMENTS**  
**RATES ARE SUBJECT TO CHANGE AS THE "INDEX" CHANGES**

**DEBT SERVICE SCHEDULE**

Date	Principal	Coupon	Interest	Total P+I
11/01/2003	-	-	-	-
11/01/2004	890,000.00	1.350%	98,805.50	988,805.50
11/01/2005	890,000.00	1.750%	88,590.50	978,590.50
11/01/2006	890,000.00	2.150%	71,015.50	961,015.50
11/01/2007	889,000.00	2.700%	51,880.50	940,880.50
11/01/2008	885,000.00	3.150%	27,877.50	912,877.50
<b>Total</b>	<b>4,444,000.00 ✓</b>	<b>-</b>	<b>335,969.50</b>	<b>4,779,969.50</b>

**YIELD STATISTICS**

Bond Year Dollars..... \$13,321.00  
 Average Life..... 2.998 Years  
 Average Coupon..... 2.5221042%

Net Interest Cost (NIC)..... 2.5221042%  
 True Interest Cost (TIC)..... 2.4976047%  
 Bond Yield for Arbitrage Purposes..... 2.4976047%  
 All Inclusive Cost (AIC)..... 2.4976047% ✓

**IRS FORM 8038**

Net Interest Cost..... 2.5221042%  
 Weighted Average Maturity..... 2.998 Years

*institutional\_Sales\Portland files\Munaw\IRBs\providence \$4,444,000.81-PROV 2003 \$5,130,000- SINGLE PURPOSE*  
*Public Finance* 10/23/2003 1:40 PM

**CITY OF PROVIDENCE, RI, MASTER LEASE TAKE-DOWN**  
**\$4,444,000 ANNUAL PRINCIPAL AND INTEREST PAYMENTS**  
**RATES ARE SUBJECT TO CHANGE AS THE "INDEX" CHANGES**

**SOURCES & USES**

Dated 11/01/2003

Delivered 11/01/2003

**SOURCES OF FUNDS**

Per Amount of Bonds..... \$4,444,000.00

**TOTAL SOURCES..... \$4,444,000.00**

**USES OF FUNDS**

Rounding Amount..... 4,444,000.00

**TOTAL USES..... \$4,444,000.00**

Sales\Portland files\Munexw\IRBs\providence \$4,444,000.sf-PROV 2003 \$5,130,000- SINGLE PURPOSE

Public Finance

10/23/2003 1:40 PM

MATTHEW M. CLARKIN, JR.  
Budget Analyst



DAVID N. CICILLINE  
Mayor

**Finance Department**  
*"Building Pride In Providence"*

October 23, 2003

Councilman Kevin Jackson  
Finance Committee Chairman  
City Hall  
Providence, Rhode Island 02903

Dear Councilman Jackson:

As Councilman Iglioizzi requested at a recent Finance Committee meeting, I am writing to provide you with the net fiscal impact of the proposed \$4.4 million Master Lease in FY2005.

As you are aware, the City's Master Leases are paid off over a five-year period, so that as the first payment on a new lease comes due the payment on a lease from five years prior has fallen off. In the case of the proposed master lease and its effect on FY2005, the first debt service payment due on November 1, 2004 is \$988,605.50 but a total of \$1,218,168 is retired. Therefore, there will be a net savings in FY2005 of \$229,562 in debt service on master leases.

If you have any further questions or if you need additional information, please let me know.

Sincerely,

A handwritten signature in black ink that reads "Matt Clarkin".

Matthew M. Clarkin, Jr.  
Budget Analyst