

THE CITY OF PROVIDENCE
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

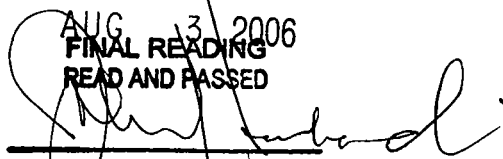
No. 341

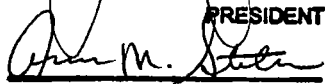
Approved August 9, 2006

RESOLVED, that His Honor, the Mayor, is hereby authorized to execute an agreement between the City of Providence, on behalf of the Providence Water Supply Board, and Bank of America, N.A., for a Two Million Seven Hundred and Fifty Thousand Dollar (\$2,750,000.00) revolving loan for a 364 day period through August 10, 2007.

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 June 26, 2006 to Bank of America, N. A., the lowest qualified bidder, for RFP for Short Term Line of Credit Borrowing up to \$2,750,000.00 plus interest, in an amount not to exceed 50 basis points above the floating LIBOR Rate (or greater upon the occurrence of an event of default).

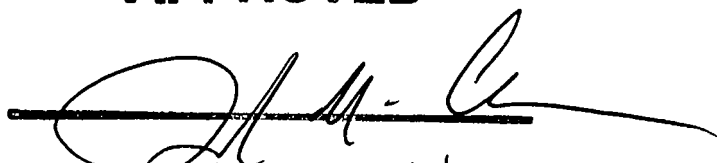
IN CITY COUNCIL

AUG 13 2006
FINAL READING
READ AND PASSED


PRESIDENT


CLERK

APPROVED



MAYOR slalov

IN CITY COUNCIL
JUN 1 2006
FIRST READING
REFERRED TO COMMITTEE ON
FINANCE
Ann M. Stebbins CLERK

THE COMMITTEE ON
FINANCE
Approves Passage of
The Within Resolution,
Ann M. Stebbins
Clerk
7-20-06

Councilman De Luca & Buttle, By Request

ANDREW K. MOFFIT
Chairman

JOSEPH D. CATALDI
Vice Chairman

ALEXANDER D. PRIGNANO
Ex-Officio

CARISSA R. RICHARD
Secretary

FERNANDO S. CUNHA, ESQ.
Legal Advisor



DAVID N. CICILLINE
Mayor

PAMELA M. MARCHAND, P.E.
Chief Engineer & General Manager

JOSEPH DE LUCA
City Councilman

PATRICK K. BUTLER
City Councilman

ANNE T. QUINTERNO
Member

EVERETT BIANCO
Member

TO: ANNA STETSON, CITY CLERK

FROM: PAMELA M. MARCHAND,
CHIEF ENGINEER & GENERAL MANAGER

A handwritten signature in black ink, reading "Pamela M. Marchand".

DATE: MAY 23, 2006

RE: RESOLUTION AUTHORIZING SHORT TERM BORROWING

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 for Providence Water. Our Board approved this matter at the May 17, 2006 meeting.

For the past seven years, Providence Water has utilized a line of credit to provide for seasonal fluctuations of cash flow and uneven requests for payment. Providence Water now needs to renew the line of credit to meet our obligations.

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 implement the new line of credit, when the current line expires.

If you have any questions, please contact Jeanne Bondarevskis, Providence Water's Director of Finance, at extension 7256.

cc: Councilman Joseph DeLuca
Councilman Partick Butler
B. Spinelli
A. Prignano
J. Bondarevksis
file

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ANDREW K. MOFFIT
Chairman

JOSEPH D. CATALDI
Vice Chairman

ALEXANDER D. PRIGNANO
Ex-Officio

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Secretary

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JOSEPH DE LUCA
City Councilman

PATRICK K. BUTLER
City Councilman

ANNE T. QUINTERNO
Member

EVERETT BIANCO
Member

CERTIFICATE OF SECRETARY

I, Carissa R. Richard, do upon oath say:

1. That I am the duly appointed Secretary of the Providence Water Supply Board (PWSB), an entity established by the Home Rule Charter of the City of Providence.
2. That at the regular monthly meeting of the PWSB held on Wednesday, May 17, 2006, the following was voted by all members of the Providence Water Supply Board present:

RESOLVED: That the Board of Directors voted to authorize the Chief Engineer and General Manager, and the staff, to process the necessary paperwork to effectuate a one year, two million seven hundred and fifty thousand dollar (\$2,750,000.00) revolving line of credit, with the option to renew for an additional two years.

In Witness Whereof, I have set my hand this 18 day of May, 2006.

A handwritten signature in cursive script that reads "Carissa R. Richard".

Carissa R. Richard
Secretary
Providence Water Supply Board

STATE OF RHODE ISLAND
PROVIDENCE, sc.

In Providence on the 18 day of May, 2006, there personally appeared before me the above-named, Carissa R. Richard, individually and in her capacity as Secretary of the Providence Water Supply Board, and she acknowledged the execution of this certificate to be her free act and deed and in her said capacity.

A handwritten signature in cursive script that reads "Joseph P. Murphy".

Notary Public: Joseph P. Murphy
My Commission Expires: 3/27/2010

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