

# RESOLUTION OF THE CITY COUNCIL

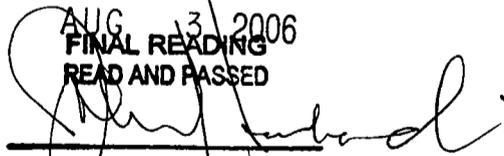
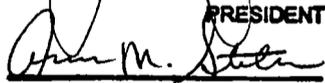
No. 341

Approved August 9, 2006

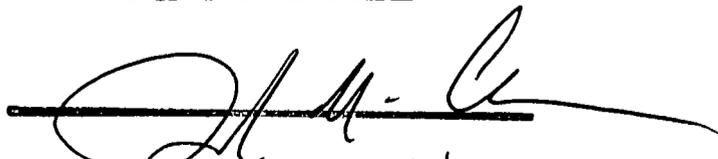
**RESOLVED**, that His Honor, the Mayor, is hereby authorized to execute an agreement between the City of Providence, on behalf of the Providence Water Supply Board, and Bank of America, N.A., for a Two Million Seven Hundred and Fifty Thousand Dollar (\$2,750,000.00) revolving loan for a 364 day period 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  
DATE: MAY 23, 2006  
RE: RESOLUTION AUTHORIZING SHORT TERM BORROWING

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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*

CARISSA R. RICHARD  
*Secretary*

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*Mayor*

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*Chief Engineer & General Manager*

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.

Handwritten signature of Carissa R. Richard in cursive script.

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.

Handwritten signature of Joseph P. Murphy in cursive script.

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

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