

DEPARTMENT OF CITY CLERK

CITY HALL

MAY 19, 1980

The Committee on Finance reconvenes this day at 3:00 o'clock P.M. in Committee Room "A", City Hall.

PRESENT: Chairwoman Brassil and Councilmen Addison, Farmer and Paolino.

Also present are City Treasurer Napolitano, Finance Director Bernardo, Acting City Controller Pitassi, Bond Counsel Norman G. Benoit, Charles J. Krasnoff, Project Manager. (Grace Nobrega, Assistant Clerk.)

RELATIVE TO:

HIRING OF SUMS OF MONEY AND ISSUANCE OF CITY'S NOTES.

Chairwoman Brassil states that this meeting is being reconvenes for an explanation of two Public Works Notes.

City Treasurer Napolitano states that the Three Hundred Ninety Seven Thousand, Four Hundred Ninety Three Dollars and Six Cents (\$397,493.06) interest on renewals will be absorbed by the City.

Acting Controller Pitassi states that the money spent, excluding the Three Hundred Ninety Seven Thousand, Four Hundred Ninety Three Dollars and Six Cents (\$397,493.06) in interest is One Million, Seven Hundred Nineteen Thousand, Five Hundred Sixty Six Dollars and Sixty Four Cents (\$1,719,566.64) and presents invoices of those expenditures for perusal of the members.

Councilwoman Brassil inquires as to Fuel Oil Expenditures in the amount of Thirty Three Thousand, Five Hundred Forty Six Dollars and Forty Eight Cents (\$33,546.48).

City Treasurer Napolitano states that Mr. Benoit is present and will explain that item, and further states that his

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objection was the interest but all other items have been reviewed and can be reimbursed.

Mr. Benoit states that under the Act, the fuel oil is explained in connection with the "operation and maintenance" clause and can be paid.

City Treasurer Napolitano states that the problem with paying the interest has been resolved, but there are still problems with the contractors.

Fonderdile is looking for Fifty Thousand Dollars (\$50,000.00) for the Dredging of Berth III and City Solicitor Glantz has informed him that there are sub-contractors looking for reimbursement on contracts and they are threatening to quit if they are not paid. He continues by stating that we have also projected for the next six months what we are going to need in terms of operation and if in a couple of weeks, we need more, we will have to go through bond counsel.

Mr. Krasnoff states that he has not been paid since April 1, 1979, and that he has made numerous calls to the City, but he still has not received any payment.

Chairwoman Brassil inquires as to the amount owed him and Mr. Krasnoff replies One Hundred Twenty Nine Thousand, One Hundred Seventy Four Dollars and Eighty Two Cents, (\$129,174.82).

On motion of Councilman Farmer, seconded by Councilman Addison, it is voted that the following notes be approved:

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<u>AMOUNT</u>	<u>PURPOSE</u>	<u>INTEREST</u>	<u>DATE</u>	<u>DUE DATE</u>	<u>BANK</u>
\$1,550,000.00	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	9.25%	5/20/80	8/29/80	Industrial National Bank
\$ 200,000.00	Additional Municipal Docking Facilities	"	"	"	"
\$ 150,000.00	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	"	"	"	Columbus National Bank
\$ 800,000.00	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	"	"	"	R. I. Hospital Trust
\$ 300,000.00	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	"	"	"	Citizens Bank
\$ 800,000.00	Additional Municipal Docking Facilities	"	"	"	Old Stone Bank

Councilman Paolino desires to be recorded as "Not Voting" on the following notes:

\$150,000.00	-	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	-	Columbus National Bank
\$1,550,000.00	-	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	-	Industrial National Bank
\$200,000.00	-	Additional Municipal Docking Facilities	-	"
\$800,000.00	-	P.W. Sewage Treatment and Sludge Incinerator Loan Phase II	-	R.I. Hospital Trust

ADJOURNMENT: On motion of Councilman Addison, seconded by Councilman Paolino, the meeting is adjourned at 4:00 o'clock P.M.

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Clerk

Grace Gallego
Assistant Clerk