

DEPARTMENT OF CITY CLERK

CITY HALL

FEBRUARY 26, 1982

The Committee on Finance meets this morning at 10:30 o'clock A.M. in Committee Room "A", City Hall.

PRESENT: Chairwoman Brassil and Councilmen Farmer, Paolino, Flynn and Mansolillo. (Joanne L. DeFusco, Assistant Clerk.)

Also present are City Treasurer Stephen T. Napolitano and Finance Director Jerome I. Baron.

TAX ANTICIPATION NOTES

City Treasurer Napolitano informs the Committee this is for a \$14,000,000.00 loan from five banks at 9.875 per cent.

Councilman Farmer questions as to the reason for the tax anticipation notes.

Finance Director Baron states that this borrowing is within the original projection made in June to borrow Fourteen Million Dollars for two months, in anticipation of tax collections. He states that this is a bad time of the year for tax collections, with February and March being low revenue months. He foresees the first couple of days in April as the time when things will start to pick up.

Chairwoman Brassil agrees that when the Finance Committee worked on the budget last year, they figured they would have to borrow during the year.

On motion of Councilman Mansolillo, seconded by Councilman Farmer, the following notes are approved:

FEBRUARY 26, 1982

RESOLVED, That the sale of \$14,000,000.00 9.875 per cent Tax Anticipation Notes of the City, dated February 26, 1982 and payable April 30, 1982 to the following purchasers at par and accrued interest is hereby confirmed:

<u>NUMBER</u>	<u>DENOMINATION</u>	<u>PURCHASER</u>
1.	\$6,300,000.00	Industrial National Bank of R.I.
2.	\$3,080,000.00	Old Stone Bank
3.	\$2,940,000.00	Rhode Island Hospital Trust National Bank
4.	\$1,120,000.00	Citizens Trust Co.
5.	\$ 560,000.00	Columbus National Bank

FURTHER RESOLVED, To confirm the provisions of the Certificates of Sale of Notes dated February 26, 1982, including the consent to the purchase of Note No. 1 by the certifying bank on a negotiated basis.

Councilman Paolino requests to be recorded as "Not Voting" on the Notes to Rhode Island Hospital Trust National Bank and Columbus National Bank.

ADJOURNMENT: On motion of Councilman Paolino, seconded by Councilman Farmer, the meeting adjourns at 11:20 o'clock A.M.

Joanne DeFusco
Assistant Clerk

Rose M. Mendonca
Clerk