

THE CITY OF WARWICK
STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RESOLUTION OF THE CITY COUNCIL

NO..... DATE.....

APPROVED.....MAYOR

RESOLUTION REQUESTING THE WARWICK SCHOOL COMMITTEE TO ENTER AN AGREEMENT THAT IF THE CITY PAYS A PORTION OF THE SCHOOL BOND DEBT SERVICE THEN THE CITY WILL RETAIN THE SAME PERCENTAGE OF THE STATE REIMBURSEMENT OF THE DEBT SERVICE

Resolved that,

WHEREAS, the health, safety and welfare of the citizens of the City of Warwick are matters of paramount importance to the City Council; and

WHEREAS, the City Council approved PCR-14-16 authorizing the issuance of \$5,150,000 in bonds for the repair and renovation of School facilities; and

WHEREAS, there are discussions taking place that the debt service payments may be allocated between the city side of the budget and the school department side of the City’s annual budget; and

WHEREAS, the fiscal note from the City Finance Director dated February 25, 2016 regarding the issuance of the school bonds indicated that his understanding was that “the State will reimburse the City 35% of the principal and interest on this bond” ; and

WHEREAS, the City Council desires that the Warwick School Committee enter into an agreement with the City that, if a portion of the debt service payments on the bonds is paid from the city side of the annual budget, then the City will retain that same pro rata portion of the State 35% reimbursement of the principal and interest on the bonds.

NOW, THEREFORE, BE IT RESOLVED, that the City Council hereby requests that the Warwick School Committee enter into an agreement with the City that, if a portion of the debt service payments on the bonds is paid from the city side of the annual budget, then the City will retain that same pro rata portion of the State 35% reimbursement of the principal and interest on the bonds.

The City Clerk is hereby directed to forward a copy of this Resolution to the members of the Warwick School Committee and the Superintendent of the School Department.

This Resolution shall take effect upon passage.

SPONSORED BY: COUNCILMAN LADOUCEUR
COMMITTEE: FINANCE