



City of Cambridge

39.

CALENDAR ITEM # 2

IN CITY COUNCIL

~~March 7, 1994~~

MARCH 21, 1994

COUNCILLOR BORN

WHEREAS: The Cambridge Water Department may need to sell as much as \$40 million in bonds to finance the renovation of the water treatment plant; and

WHEREAS: The cost of the interest on these bonds will have a material effect on future waters rates paid for by the residents of Cambridge; and

WHEREAS: The interest rate on the bonds will be set by the financial community; and

WHEREAS: The financial community will consider the capability of the Managing Director of the Water Department in setting the interest rate; and

WHEREAS: The prospective new Managing Director has no experience in the management of a water system; now therefore be it

RESOLVED: That the City Manager secure opinions from two or more prominent underwriters of municipal bonds as to whether or not the fact that the Managing Director has had no experience in a water system would effect the terms and/or interest rate on any bonds sold; and be it further

RESOLVED: That the City Manager be and hereby is requested to put the pending appointment on hold until such response has been received.

NO ACTION TAKEN - PLACED ON FILE UNDER RULE NINETEEN OF THE CITY COUNCIL RULES.



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CHARTER RIGHT WAS EXERCISED BY COUNCILLOR TOOMEY,
COUNCILLOR WALSH, COUNCILLOR SULLIVAN AND VICE MAYOR
RUSSELL

39

Councilor Born Resolution #1

NON-CONSENT

Whereas The Cambridge Water Department may need to sell as much as \$40 million in bonds to finance the renovation of the water treatment plant;

and whereas the cost of the interest on these bonds will have a material effect on future water rates paid for by the residents of Cambridge

and whereas the interest rate on the bonds will be set by the financial community;

and whereas the financial community will consider the capability of the Managing Director of the Water Department in setting the interest rate;

and whereas the prospective new Managing Director has no experience in the management of a water system;

Therefore: Be it hereby resolved that the City Manager secure opinions from two or more prominent underwriters of municipal bonds as to whether or not the fact that the Managing Director has had no experience in a water system would affect the terms and/or interest rate on any bonds sold; and that the Manager put the pending appointment on hold until such response has been received.



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WHEREAS: The prospective new Managing Director has no experience in the management of a water system; now therefore be it

RESOLVED: That the City Manager secure opinions from two or more prominent underwriters of municipal bonds as to whether or not the fact that the Managing Director has had no experience in a water system would effect the terms and/or interest rate on any bonds sold; and be it further

RESOLVED: That the City Manager be and hereby is requested to put the pending appointment on hold until such response has been received.

Non-Consent Order #39

CM-88

Councillor Born re: Prospective
new Managing Director has no
experience in the management of
water systems.

Charter Right was
exercised by Councillors
Toomey, Walsh, Sullivan
and Vice Mayor Russell
3/21/94 - No action taken
Placed on file under
Rule 19 of the City
Council Rules

In City Council,

March 7, 1994