



City of Cambridge

A Resolution Requesting the Massachusetts Department Finance Agency to Finance a Project for the Benefit of Neville Communities Home, Inc., or an affiliate thereof

IN CITY COUNCIL

November 25, 2002

WHEREAS, the Massachusetts Development Finance Agency (the "Agency") has received an inquiry from Neville Communities Home, Inc. (the "Sponsor" which term includes any parent, subsidiary or other affiliated thereof) as a potential sponsor of a project to be financed by the Agency and to consist of certain nursing home facilities (the "Project") to be located in the City of Cambridge, Massachusetts, the project being generally described as follows: the construction of a skilled nursing facility, together with other expenses related thereto, to be used by the Sponsor in connection with its business of providing skilled nursing care, all as more fully described in the Sponsor's Tax-Exempt Bond Application dated May 19, 2000;

WHEREAS, the Agency has notified the Cambridge Industrial Development Financing Authority ("Authority") in writing of such inquiry by the Sponsor, who also notified the City Council of the City of Cambridge (the "Council") in compliance with Section 8(a) of Chapter 23G of the Massachusetts General Laws, as amended; and

NOW, THEREFORE, BE IT RESOLVED that the Council hereby requires that the Agency assume the role of this Authority in financing the Project, as authorized by Section 8(a) of Chapter 23G of the Massachusetts General Laws, as amended.

In City Council November 25, 2002.

Adopted by a ye and nay vote:-

Yeas 8; Nays 0; Absent 1.

Attest:- D. Margaret Drury, City Clerk.

A true copy;

ATTEST:-

D. Margaret Drury
City Clerk

City of Cambridge

MASSACHUSETTS

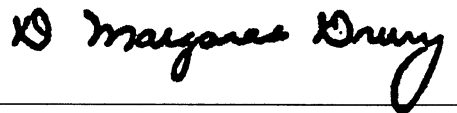
The foregoing resolution having been put to a roll call vote, the result was as follows:

For the Resolution:	8
Against the Resolution:	0
Absent:	1

I, the undersigned official of the City of Council of the City of Cambridge, Massachusetts (the "Council") do hereby certify that the foregoing is a true and correct copy of the resolution adopted by the Council at a meeting duly held on November 25, 2002, relating to the referral of the financing of a skilled nursing project for Neville Communities Home, Inc. or an affiliate thereof to MassDevelopment. Said resolution has not been rescinded, repealed or amended and as of this date is in full force and effect.

I further certify that said meeting was open to the public; that notice stating the place, date and time of said meeting was filed with the City Clerk and a copy thereof was publicly posted in the City Clerk's office or on the principal official bulletin board of the City at least forty-eight hours, including Saturdays but not Sunday and legal holidays, prior to the time of said meeting and remained so posted at the time of said meeting; that no deliberations or decision in connection with said resolution were taken in executive session; and that the official record of said meeting was made available to the public promptly and will remain available to the public, all in accordance with Chapter 39, Section 23B, of the General Laws, as amended.

Attached hereto is a true and correct copy of the portion of the minutes of the meeting of the Council held on November 25, 2002 showing the date of the meeting, the members in attendance and the action of the Council on the foregoing resolution.



D. Margaret Drury, City Clerk



17.

CITY OF CAMBRIDGE • EXECUTIVE DEPARTMENT

Robert W. Healy, City Manager

Richard C. Rossi, Deputy City Manager

November 25, 2002

To the Honorable, the City Council:

The next, and final, phase of the Neville Manor project is to construct the new skilled nursing facility. Every effort has been made to explore advantageous financing opportunities to make the project an affordable undertaking. One financing strategy being pursued by Neville Communities Homes, Inc. has been to approach the Massachusetts Development Finance Agency ("MassDevelopment" or "MDFA") for the purpose of issuing a tax exempt revenue bond to finance the project. On June 8, 2000, MassDevelopment's Board of Directors gave preliminary approval to the revenue bond project. In order for MassDevelopment to finalize the approval for the revenue bond project, they require that the City Council pass the attached resolution.

M.G.L. c. 23G, §8(a) authorizes MassDevelopment to issue bonds for such a project, but requires that in financing such a project MassDevelopment should assume the role of the local Industrial Development Finance Authority ("IDFA") of the community in which the project will occur. The statute requires that either the IDFA itself, or, where the IDFA is inactive, the City Council, must be notified and be given the opportunity to agree that MassDevelopment should assume the role of financing such a project.

I fully support the approval of the attached resolution to assist the project in moving forward to provide the 112 Medicare and Medicaid certified beds in a new, state of the art Level II skilled nursing facility so much needed in the City.

Very truly yours,

Robert W. Healy
City Manager

F-147

Consent Agenda #17

Resolution to assist the Neville
Manor project in moving
forward to provide the 112
Medicare and Medicaid certified
beds in a new, state of the art
Level II skilled nursing facility.

In City Council November 25, 2002

RESOLUTION ADOPTED.