



City of Cambridge

O-7.
Amended Order
IN CITY COUNCIL

March 20, 2000

- COUNCILLOR BRAUDE
- COUNCILLOR BORN
- COUNCILLOR DAVIS
- COUNCILLOR DECKER
- MAYOR GALLUCCIO
- VICE MAYOR MAHER
- COUNCILLOR REEVES
- COUNCILLOR SULLIVAN
- COUNCILLOR TOOMEY

WHEREAS: Fleet Bank Financial Corp. has announced the firing of 4000 workers following last year's merger between Fleet and Bank Boston; and

WHEREAS: Fleet Boston Financial Corp. paid chief executive Terrence Murray \$20.2 million and president Charles Gifford \$15.6 million in salary, bonus and stock awards which, according to the Boston *Globe*, "were tied to cost-cutting and efficiency efforts in the wake of the bank's proxy statement filed with the Securities and Exchange Commission the day after the announcement of the layoffs;" and

WHEREAS: The City of Cambridge deposits most of its operating funds with Fleet Boston; now therefore be it

ORDERED: That the City Council convey to the bank its strong disapproval of the compensation awards in light of the firings and urge the City Manager to investigate the possibility of depositing the City's funds with a more socially responsible, yet financially strong institution; and be it further

ORDERED: That the City Manager be and hereby is requested to report back to the City Council on the feasibility and financial implications of such transfer; and be it further

ORDERED: That the City Manager be and hereby is requested to establish some measures for selection of financial institutions with which the City does business with respect to worker treatment, fair lending practices and community assistance programs, such as first time homebuyer programs, soft second mortgage programs, small business assistance and other community-based programs.

In City Council March 20, 2000.
Adopted as amended by the affirmative vote of nine members.
Attest:- D. Margaret Drury, City Clerk.

A true copy;

ATTEST:-

D. Margaret Drury, City Clerk



City of Cambridge

O-7.
Original Order
IN CITY COUNCIL

March 20, 2000

COUNCILLOR BRAUDE

WHEREAS: Fleet Bank Financial Corp. has announced the firing of 4000 workers following last year's merger between Fleet and Bank Boston; and

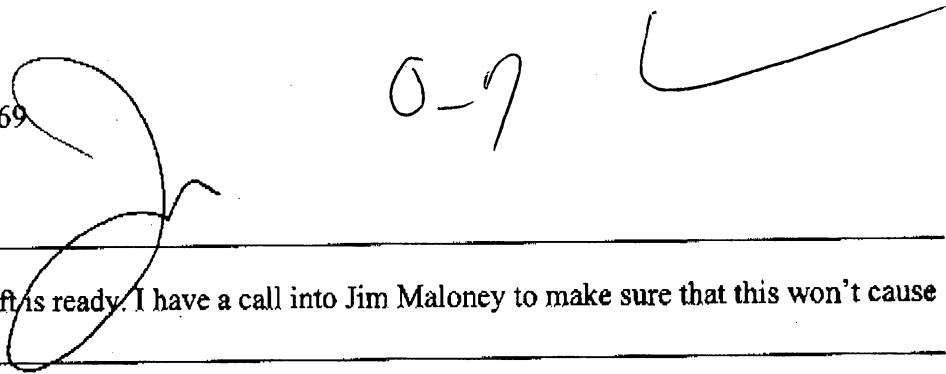
WHEREAS: Fleet Boston Financial Corp. paid chief executive Terrence Murray \$20.2 million and president Charles Gifford \$15.6 million in salary, bonus and stock awards which, according to the *Boston Globe*, "were tied to cost-cutting and efficiency efforts in the wake of the bank's proxy statement filed with the Securities and Exchange Commission the day after the announcement of the layoffs;" and

WHEREAS: The City of Cambridge deposits most of its operating funds with Fleet Boston; now therefore be it

ORDERED: That the City Council convey to the bank its strong disapproval of the compensation awards in light of the firings and urge the City Manager to investigate the possibility of depositing the City's funds with a more socially responsible, yet financially strong institution; and be it further

ORDERED: That the City Manager be and hereby is requested to report back to the City Council on the feasibility and financial implications of such transfer.

TO: Margaret Drury by fax: 349-4269
FR: Jim Braude
RE: DRAFT order for Monday
DA: 3-16-00...11:00 AM

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Please page (703-6111) when a draft is ready. I have a call into Jim Maloney to make sure that this won't cause unnecessary problems.

Whereas fleet bank financial corp has announced the firing of 4000 workers following last year's merger between Fleet and Bank Boston...

Whereas Fleet Boston Financial Corp. paid chief executive Terrence Murray \$20.2 million and president Charles Gifford 15.6 million in salary, bonus and stock awards which, according to the Boston globe, "were tied to cost-cutting and efficiency efforts in the wake of the bank's acquisition of its biggest rival, BankBoston Corp."

Whereas such disclosure came in the bank's proxy statement filed with the Securities and Exchange Commission the day after the announcement of the layoffs

Whereas the city of Cambridge deposits most of its operating funds with Fleet Boston

Ordered that the city council convey to the bank our strong _____ with the compensation awards in light of the firings and urge the city manager to investigate the possible ^{city} of depositing the city's funds with a more socially responsible, yet financially strong institution.

Ordered that the city manager report back to the city council on the feasibility and financial implications of such transfer.



City of Cambridge

O-7.

IN CITY COUNCIL

March 20, 2000

COUNCILLOR BRAUDE

WHEREAS: Fleet Bank Financial Corp. has announced the firing of 4000 workers following last year's merger between Fleet and Bank Boston; and

WHEREAS: Fleet Boston Financial Corp. paid chief executive Terrence Murray \$20.2 million and president Charles Gifford \$15.6 million in salary, bonus and stock awards which, according to the *Boston Globe*, "were tied to cost-cutting and efficiency efforts in the wake of the bank's proxy statement filed with the Securities and Exchange Commission the day after the announcement of the layoffs;" and

WHEREAS: The City of Cambridge deposits most of its operating funds with Fleet Boston; now therefore be it

ORDERED: That the City Council convey to the bank its strong disapproval of the compensation awards in light of the firings and urge the City Manager to investigate the possibility of depositing the City's funds with a more socially responsible, yet financially strong institution; and be it further

ORDERED: That the City Manager be and hereby is requested to report back to the City Council on the feasibility and financial implications of such transfer.

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Order #7

Report on the possibility of
depositing the City's funds with
another institution instead of Fleet
Bank Financial Corp.
Councillor Braude

In City Council March 20, 2000

ORDER ADOPTED

as Amended