

New York City



255 Greenwich Street, 6th Floor • New York, NY 10007-2106
Telephone: (212) 788-5877 • Fax: (212) 788-9197

FOR IMMEDIATE RELEASE

Date: Wednesday, July 13, 2016

Release #071316

Contact: Freddi Goldstein, Deputy Press Secretary, Mayor's Press Office	212-788-2958
Alan Anders, Executive Director, New York City Transitional Finance Authority	212-788-5872
Eric Sumberg, Director of Communications, Office of NYC Comptroller Scott M. Stringer	212-669-3535
Carol Kostik, Deputy Comptroller for Public Finance, Office of NYC Comptroller Scott M. Stringer	212-669-8334

**NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY ANNOUNCES
SUCCESSFUL SALE OF \$1.05 BILLION OF NEW MONEY BONDS**

The New York City Transitional Finance Authority ("TFA") announced the successful sale of \$1.05 billion of future tax secured fixed-rate subordinate bonds, including \$800 million of tax-exempt new money bonds and \$250 million of taxable new money bonds.

The TFA received approximately \$231 million of retail orders for the tax-exempt bonds during the two-day retail order period preceding today's sale, of which approximately \$175 million was usable. At the final pricing, strong investor demand made it possible to reduce yields by up to 5 basis points in 11 maturities. Final stated yields on the tax-exempt bonds varied by coupon and maturity, ranging from 0.60% in 2018 to 2.24% in 2040 for a 5.00% premium coupon bond and 2.51% in 2042 for a 4.0% coupon bond. The tax-exempt fixed-rate bonds were sold via negotiated sale by the TFA's underwriting syndicate led by book-running senior manager Siebert Brandford Shank & Co., L.L.C. with BofA Merrill Lynch, Citigroup, Goldman Sachs & Co, Jefferies LLC, J.P. Morgan, Loop Capital Markets, Ramirez & Co., RBC Capital Markets, and Wells Fargo Securities serving as co-senior managers on the transaction.

The TFA also sold \$250 million of taxable fixed rate bonds, consisting of two subseries, via competitive bid. The winning bidder for the first subseries of approximately \$187 million of bonds maturing in 2020 through 2026 was RBC Capital Markets at a true interest cost of 1.978%. The winning bidder for the second subseries of approximately \$63 million of bonds maturing in 2027 and 2028 was BofA Merrill Lynch at a true interest cost of 2.581%

Standard & Poor's rates the TFA subordinate lien bonds at AAA, Fitch Ratings rates the TFA subordinate lien bonds at AAA and Moody's Investors Service rates the TFA subordinate lien bonds at Aa1.