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NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY ANNOUNCES SUCCESSFUL SALE OF \$1.3 BILLION FUTURE TAX SECURED SUBORDINATE BONDS

The New York City Transitional Finance Authority (“TFA”) announced the successful sale of approximately \$1.3 billion of future tax secured subordinate bonds, comprised of nearly \$1.0 billion of tax-exempt fixed rate bonds and \$300 million of taxable fixed rate bonds. Proceeds from the sale will be used to fund capital projects and convert certain floating rate debt to fixed rate debt.

During the retail order period for the tax-exempt bonds, TFA received \$274 million of orders from individual investors, out of which approximately \$238 million was usable. During the institutional order period, TFA received approximately \$2.3 billion of priority orders, representing 3.0x the bonds offered for sale to institutional investors.

Given the strong demand, yields were reduced by 2-3 basis points for maturities in 2023 and 2024, 2 basis points for the maturities in 2027 and 2028, and 2-5 basis points for maturities in 2035 through 2043 and in 2046. Final yields ranged from 0.13% in 2023 to 2.35% for the 2.25% bond maturing in 2051.

The tax-exempt bonds were underwritten through TFA’s underwriting syndicate, led by book-running lead manager Wells Fargo Securities with BofA Securities, Citigroup, Jefferies, J.P. Morgan, Loop Capital Markets, Ramirez & Co., RBC Capital Markets, and Siebert Williams Shank serving as co-senior managers.

TFA also sold \$300 million of taxable fixed rate bonds, comprised of two subseries, via competitive bid. The first subseries of approximately \$205 million of bonds maturing in 2024 through 2026 and in 2031 attracted eleven bidders, with Wells Fargo Securities winning at a true interest cost of 1.382%. The second subseries of approximately \$95 million of bonds, which mature in 2032 through 2034 and are callable at par in 2031, attracted twelve bidders, with UBS Financial Services winning at a true interest cost of 1.987%.