



CITY OF CAMBRIDGE
INTEROFFICE CORRESPONDENCE

To James L. Sullivan, City Manager

Date June 14, 1976

From Edward A. Lehan, City Treasurer

Reference

Subject Tax Anticipation Note Sales, 1975-76.

At the council meeting on June 7th, we were requested to furnish a report listing the institutions loaning tax anticipation funds to the City during the current year. The following list presents those institutions which have advised us that they wish to bid on tax anticipation notes, and also shows the results of the bidding:

INSTITUTIONS	BIDS	AWARDS	TOTAL
BayBank Harvard Trust	12	11	\$10,350,000
BayBank Middlesex	7	5	1,700,000
Boston Safe Deposit & Trust	10	2	350,000
Cambridge Trust Co.	8	7	700,000
Capital Bank & Trust Co.	3	1	250,000
Century Bank & Trust Co.	6	2	200,000
Charlesbank Trust	4	--	---
Coolidge Bank & Trust	--	--	---
First National Bank	10	5	1,200,000
Harbor National Bank	9	1	200,000
National Shawmut Bank	9	3	2,400,000
New England Merchants	9	4	2,100,000
Shawmut County Bank	10	10	2,000,000
State Street Bank & Trust	10	3	1,250,000
United States Trust Co.	7	2	300,000
University Bank & Trust Co.	--	--	---
	<u>114</u>	<u>56</u>	<u>\$23,000,000</u>

I have also attached documents from one auction as an illustration of our bidding procedures.

Councillor Danehy also requested information about the history of our credit rating. We called Moody's Investor Service, which informed us that the City has had a rating of Aa since 1938, with no record prior to that time.



CITY OF CAMBRIDGE

CITY HALL, CAMBRIDGE, MASSACHUSETTS 02139 • TEL. 876-6800

March 9, 1976

Dear Sir:

This is to invite your bank to participate in an issue of two million dollars (\$2,000,000) of Tax Anticipation Notes.

Bids may be submitted on this offering to the City Treasurer's Office prior to 11:00 AM on March 12, 1976. Bids will be entertained on amounts of \$100,000. or multiples thereof. Notes will not be issued in amounts of less than \$100,000. The City reserves the right to reject any and all bids.

These notes shall be discounted and dated March 15, 1976 and will be redeemed on May 7, 1976 at the Harvard Trust Company.

For information, or to bid on this offering, please contact Mr. William O'Leary, Assistant City Treasurer, at 876-6800, extension 231.

Very truly yours,

Edward A. Lehan
City Treasurer



CITY OF CAMBRIDGE

CITY HALL, CAMBRIDGE, MASSACHUSETTS 02139 • TEL. 876-6800

March 15, 1976

Dear Sir:

This is to thank those financial institutions which responded to our Tax Anticipation Note sale of March 13, 1976. We are pleased that nine institutions submitted bids on this two million dollar issue. The notes are discounted and dated 3-15-76, maturing on 5-7-76, and payable at the Harvard Trust Company. The bids are as follows:

BIDS RECEIVED IN HUNDRED THOUSANDS				TOTAL BIDS
Charlesbank Trust Co.	1.0 @ 3.06			1.0
Shawmut County Bank	2.0 @ 2.62	2.0 @ 2.72		4.0
BayBank Harvard Trust	10.0 @ 2.57	10.0 @ 2.64		20.0
Boston Safe Deposit	2.0 @ 2.92	8.0 @ 3.20	10.0 @ 3.50	20.0
First Nat'l Bank	2.0 @ 2.57	18.0 @ 3.04		20.0
Harbor National Bank	2.0 @ 2.98	8.0 @ 3.36	10.0 @ 3.66	20.0
Shawmut Bank of Boston	2.0 @ 2.70	8.0 @ 3.00		10.0
State Street Bank	3.0 @ 2.85	3.0 @ 3.05	4.0 @ 3.40	10.0
United States Trust	1.0 @ 3.08			1.0

ACCEPTED & CONFIRMED

Shawmut County Bank	2.0 @ 2.62		2.0
BayBank Harvard Trust	10.0 @ 2.57	6.0 @ 2.64	16.0
First Nat'l Bank	2.0 @ 2.57		2.0
			20.0

Cambridge expects to sell Tax Anticipation Notes at two to three week intervals until April, 1976. We would like to solicit your continued participation in these sales.

If this letter is not addressed to the proper person, or division, within your organization for a timely response to our future advertisements, please call, or write, Mr. William O'Leary, Assistant City Treasurer, at 876-6800, extension 231, Cambridge City Hall. Also, please furnish us with phone number(s).

Very truly yours

Edward A. Lehan
City Treasurer



CITY OF CAMBRIDGE

CAMBRIDGE, MASSACHUSETTS 02139
Tel. 876-6800

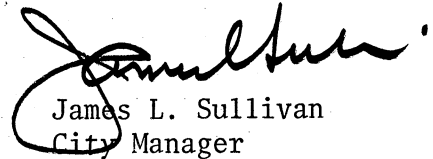
EXECUTIVE DEPARTMENT
JAMES L. SULLIVAN
City Manager

June 14, 1976

To the Honorable, the City Council;

Attached is a communication from Edward A. Lehan, City
Treasurer, submitting a requested report on tax anticipation
notes.

Very truly yours,



James L. Sullivan
City Manager

JLS/b

Agenda #16

Report on tax anticipation notes.

8-316

In City Council,

June 14, 1976

6/14/76

- Placed on File -