

May 25, 1971

City Hall
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The Committee on Finance meets this day at 10:30 o'clock A. M. in the Conference Room at City Hall.

Present: Chairman Lynch and Messrs. Beatini, Darigan and Bradshaw.

Also present is David R. McGovern City Treasurer. (William H. Matthews Assistant Clerk)

At 10:55 o'clock a. m. Chairman Lynch announces that there is Five Minutes remaining for the receipt of bids for the \$11,000,000 Water Bonds of the City of Providence.

At 10:59 o'clock a. m. Chairman Lynch announces that there is one minute remaining for the receipt of bids for the \$11,000,000 Water Bonds.

At 11:00 o'clock a. m. Chairman Lynch announces that the time for receiving bids has expired.

City Treasurer David R. McGovern proceeds to open the bids in Public Session.

The Bids as submitted are read by City Treasurer McGovern.

The following bids were submitted, accompanied by certified checks in the amount of \$220,000.00. *300,000*

<u>BIDDERS</u>	<u>PRICE BID</u>	<u>INTEREST RATE</u>	<u>BOND MATURITIES</u>	<u>PREMIUM</u>
United California Bank Peter T. McKinney, Vice President White Nclld. & Co. Industrial National Bank of R. I. Agent Robert Wood Portfolio Officer	\$11,000,000	6.052166	1972-2001	\$7,444.90
Halsey, Stuart & Co. Inc., The First Boston Corp. duPont Glore Forgan Municipals Inc. and Associates	\$11,000,000	5.9612	1972-2001	\$1,221.00
Morgan Guaranty Trust Company of New York Rhode Island Hospital Trust National Bank Donald H. Taylor Vice President.	\$11,000,000	6.1577	1972-2001	\$2,105.00

<u>BIDDERS</u>	<u>PRICE</u>	<u>INTEREST RATE</u>	<u>BOND MATURITIES</u>	<u>PREMIUM</u>
Bankers Trust Company First National City Bank Industrial Nat. Bank of R. I. Salomon Brothers and Associates David A. Haley, Vice President Industrial Nat. Bank of R. I. 111 Westminster Street, Providence Rhode Island	\$11,000,000	6.1705	1972-2001	\$1,038.00
The Chase Manhattan Bank, N.A. and Associates William S. Kraybill Second Vice President Associates: The Chase Manhattan Bank, N. A. Manager The First National Bank of Chicago Continental Illinois Nat. Bank and Trust Co., of Chicago Merrill Lynch, Pierce, Fenner & Smith Incorporated Hallgarten & Co., Weeden & Co., Inc. The National Shawmut Bank of Boston First National Bank of Miami La Salle National Bank, Chicago Adams & Peck Bank of Virginia Alex Brown & Sons, Baltimore Fidelity Union Trust Company, Newark First National Bank in St. Louis Wm. E. Pollock & Co., Inc. Putnam, Coffin, Doolittle, Newburger, Division of Advest Co. Reinholdt & Gardner, St. Louis Freeman Securities Co., Inc. W.A. Stevens & Co., Inc. Tripp & Co., Inc.	\$11,000,000	6.1260	1972-2001	\$4,400.00
Drexel Firestone, Inc. Lehman Brothers Joint Managers & Associates Bruce W. Schoenrock- Vice President	\$11,000,000	6.064	1972-2001	\$ 248.60
Chemical Bank Harris Trust & Savings Bank Jt. Mgrs. Industrial Nat. Bank of R. I. Robert Wood Portfolio Officer	\$11,000,000	6.071721	1972-2001	\$ 150.35

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At 11:30 o'clock a. m. Chairman Lynch announces that the Public Session is closed and the Committee will retire to the Conference Room for a study and tabulation of bids.

Upon tabulation of bids, it is apparent that the Halsey, Stuart & Co., Inc., The First Boston Corporation, DuPont Glore Forgan Municipals Incorporated and Associates, with a bid of \$11,000,000 plus a premium of \$1,221.00 and interest rates of 5.9612% for 1972-2001, inclusive--are the successful bidders and the Committee can proceed to award.

"For all, but not a part, of the legally issued and properly executed bonds of the City of Providence, aggregating Eleven Million Dollars (\$11,000,000) face value, described in and under the conditions set forth in your Notice of Sale dated May 11, 1971 as follows:

\$11,000,000 GENERAL OBLIGATION WATER BONDS OF 1971
Due June 1, 1972-2001 as follows:

1972.....	\$145,000	1987.....	\$335,000
1973.....	155,000	1988.....	355,000
1974.....	165,000	1989.....	375,000
1975.....	170,000	1990.....	400,000
1976.....	180,000	1991.....	420,000
1977.....	190,000	1992.....	445,000
1978.....	205,000	1993.....	470,000
1979.....	215,000	1994.....	495,000
1980.....	225,000	1995.....	525,000
1981.....	240,000	1996.....	555,000
1982.....	255,000	1997.....	590,000
1983.....	270,000	1998.....	620,000
1984.....	285,000	1999.....	655,000
1985.....	300,000	2000.....	695,000
1986.....	320,000	2001.....	745,000

We will pay you face value plus a premium of One Thousand Two Hundred and Twenty One Dollars (\$1,221.00) and accrued interest from date of the bonds to date of delivery for bonds bearing interest at the following rate per annum for the maturities specified as follows:

<u>BONDS DUE JUNE 1,</u>	<u>INTEREST RATE</u>
1972-1974, inclusive.....	5.00%
1975-1992, inclusive.....	5.90%
1993-2001, inclusive.....	6.00%

This bid is made subject to the legal approval of Messrs. Norman Cohen of Storney Thorndike Palmer & Dodge, Boston, Massachusetts. All legal and other expenses incident to the preparation of said bonds are to be borne by the City of Providence."

On motion of Councilman Beatini, seconded by Councilman Darigan, it is voted that the sale of \$11,000,000 City of Providence General Obligation Water Bonds dated May 25, 1971 authorized by Chapter 1971-23, City of Providence, approved May 17, 1971 to HALSEY, STUART & CO., INC., THE FIRST BOSTON CORPORATION duPONT GLORE FORGAN MUNICIPALS INCORPORATED AND ASSOCIATES at the price of \$11,000,000 plus a premium of

\$1,221.00 is hereby confirmed, that being the best bid received therefore, and that Resolution confirming said Sale be submitted to the City Council for Approval, all in accordance with the following draft of Resolution:

	<u>YEARS</u>	<u>INTEREST RATE</u>
HALSEY, STUART & CO., INC.		
THE FIRST BOSTON CORPORATION		
duPONT GLORE FORGAN	1972-1974	5.00%
MUNICIPALS INC., &	1975-1992	5.90%
ASSOCIATES.	1993-2001	6.00%

Net interest cost for term 5.9612 per cent at and accrued interest.

Said Sale includes \$11,000,000 General Obligation Water Bonds of 1971.

Total aggregated principal amount of bonds upon which bids were solicited and received as above specified is \$11,000,000.

Chairman Lynch thereupon declares the issue of \$11,000,000 City of Providence Bonds awarded to HALSEY, STUART & CO., INC., THE FIRST BOSTON CORPORATION duPONT GLORE FORGAN MUNICIPALS INCORPORATED AND ASSOCIATES.

On motion of Mr. Beatini, seconded by Mr. Darigan, it is voted that the City Treasurer return to the unsuccessful bidders, checks which accompanied their proposals.

On motion of Mr. Beatini, seconded by Mr. Darigan, it is voted to ADJOURN the meeting at 11:45 o'clock a. m.

COPIED F.R.D.

COMPARED P.B.

William D. Mathews
ASSISTANT CLERK