



CITY OF SACRAMENTO

1

OFFICE OF THE TREASURER

800 - 10TH STREET SACRAMENTO, CA 95814  
SUITE 1 TELEPHONE (916) 449-5318

THOMAS P. FRIERY  
TREASURER

DONALD E. SPERLING  
ASST. TREASURER

June 2, 1982

APPROVED  
BY THE CITY COUNCIL

JUN 8 1982

OFFICE OF THE  
CITY CLERK

TO: James P. Jackson, City Attorney  
Lorraine Magana, City Clerk  
Jack R. Crist, Director of Finance  
Solon "Doc" Wisham, Asst. City Manager

FROM: Thomas P. Friery, City Treasurer

SUBJECT: Proposed Resolution Providing for the Sale of the 1982 Tax Revenue  
Anticipation Note

Attached please find a cover letter from Orrick, Herrington & Sutcliffe and copies of the proposed resolution pertaining to the 1982 Note sale. At this point, you are merely requested to review the attached documents for content and compliance with City policies regarding resolutions. The final numbers will be filled in by Orrick on the sale date and will be telecopied from the San Francisco to the Sacramento office for presentation to Council that evening.

On the final Note it is necessary, I believe, for the City Clerk to agendize this item as the resolution states for the June 8, 1982 Council meeting which will be held at 5:00 p.m. for the purpose of accepting or rejecting the bids.

Please call if there are any questions.

Sincerely,  
*Thomas P. Friery*  
THOMAS P. FRIERY  
City Treasurer

TPF/lv

Attachments (2)

LAW OFFICES  
ORRICK, HERRINGTON & SUTCLIFFE  
A PROFESSIONAL CORPORATION

SAN JOSE OFFICE  
ONE ALMADEN BOULEVARD  
SAN JOSE, CALIFORNIA 95113  
TELEPHONE (408) 298-8800

520 CAPITOL MALL  
SACRAMENTO, CALIFORNIA 95814  
TELEPHONE (916) 447-7752  
CABLE "ORRICK"

SAN FRANCISCO OFFICE  
600 MONTGOMERY STREET  
SAN FRANCISCO, CALIFORNIA 94111  
TELEPHONE (415) 392-1122

June 2, 1982

Mr. Thomas P. Friery  
City Treasurer  
City of Sacramento  
800 - 10th Street, Suite 1  
Sacramento, California 95814

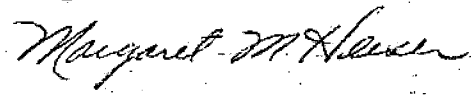
Re: City of Sacramento 1982 Tax and  
Revenue Anticipation Notes

Dear Mr. Friery:

Enclosed please find ten advance copies of the resolution providing for the sale of the above listed notes to the highest bidder therefor, which you should insure is calendared for adoption by the City Council at its meeting to be held on the evening of June 8, 1982. After the bid opening in our office on the morning of such date, I will make the necessary insertions in the resolution (to reflect the facts concerning the bids actually received for the notes) and will prepare copies of the resolution in final form for you to hand-carry back to Sacramento for consideration by the City Council that evening.

Please contact me if you have any questions concerning this procedure.

Very truly yours,



Margaret M. Heiser

MMH:sj

Enclosures

APPROVED  
BY THE CITY COUNCIL

JUN 8 1982

OFFICE OF THE  
CITY CLERK

CITY OF SACRAMENTO

RESOLUTION NO. 82-388

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF  
SACRAMENTO PROVIDING FOR THE SALE OF 1982 TAX  
AND REVENUE ANTICIPATION NOTES

WHEREAS, this City Council of the City of Sacramento (the "City"), by proceedings duly had and taken, has authorized the issuance of \$11,300,000 principal amount of City of Sacramento 1982 Tax and Revenue Anticipation Notes (the "notes") and further duly authorized the sale of the notes at public sale to the highest bidder therefor; and

WHEREAS, notice of the sale of the notes has been duly given and the following bids for the notes were and are the only bids received, to wit:

<u>Name of Bidder</u>	<u>Net Interest Cost</u>
Bank of America National Trust and Savings Association and Associates	\$1,016,696.70
Crocker National Bank	\$1,007,769.20
Crocker National Bank as agent for Lehman Brothers Kuhn Loeb Inc.	\$1,009,857.40
First Interstate Bank of California and Associates	\$ 996,609.78
First Interstate Bank of California as agent for Morgan Guaranty Trust Company of New York and Salomon Brothers Inc.	\$1,021,712.90

AND WHEREAS, the bid of First Interstate Bank of California and Associates is the highest bid for the notes;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Sacramento as follows:

Section 1. Said bid of First Interstate Bank of California and Associates for the notes is hereby accepted and the Treasurer of the City is hereby authorized and directed to deliver the notes to said purchaser thereof upon payment to the Treasurer of the City of the purchase price, to wit: The par value thereof, together with accrued interest thereon to date of delivery. In accordance with the Official Notice of Sale of the notes, the notes shall be of the denominations designated by said purchaser thereof.

Section 2. All bids except said accepted bid are hereby rejected and the City Clerk of the City is hereby directed to return to the unsuccessful bidders their several checks accompanying their respective bids.

PASSED AND ADOPTED on the 8th day of June, 1982, by  
the following vote:

AYES: Councilmembers

NOES:

ABSENT:

Mayor of the City of Sacramento

[SEAL]

Attest:

City Clerk of the City of Sacramento



# CITY OF SACRAMENTO

OFFICE OF THE TREASURER  
800 - 10TH STREET SACRAMENTO, CA 95814  
SUITE 1 TELEPHONE (916) 449-5318

CITY MANAGER'S OFFICE  
**RECEIVED**  
JUN 8 1982

THOMAS P. FRIERY  
TREASURER  
DONALD E. SPERLING  
ASST. TREASURER

June 8, 1982

City Council  
Sacramento, California

Honorable Members in Session:

SUBJECT: Report on 1982 TRAN Sale, City of Sacramento

**APPROVED**  
BY THE CITY COUNCIL

JUN 8 1982

OFFICE OF THE  
CITY CLERK

## SUMMARY

This item is presented to the City Council for authorization of the 1982 \$11.3 million TRAN Sale and approval of the highest competitive bid.

## BACKGROUND

The City of Sacramento received five (5) competitive bids for our 1982 TRAN Sale. The highest bid of 9.02% was submitted by First Interstate Bank of California and resulted in the City receiving the entire \$11.3 million issue amount. Based on the bid, the net interest cost to the City will be \$996,609.78. Factoring in all other estimated financing expenses will raise our cost an additional \$70,000.00 to \$1,066,609.78 for a true interest cost of 9.23%.

Following is a list of the other financial institutions which submitted bids:

<u>Name of Bidder</u>	<u>Net Interest Cost</u>	<u>Bid</u>
Bank of America, NT&SA	\$1,016,696.70	9.2018%
Crocker National Bank	1,007,769.20	9.1214%
Crocker National Bank as Agent for Lehman Brothers, Kuhn, Loeb, Inc.	1,009,857.40	9.1399%
First Interstate Bank of California as Agent for Morgan Guaranty Trust Co. of New York and Salomon Brothers, Inc.	1,021,712.90	9.2472%

Based on the highest bid, the City Treasurer's Office developed a reinvestment program which is estimated to generate \$1,445,192.00 in interest income equating to a 14.38% rate of return based on actual dollar days invested.

## FINANCIAL INFORMATION

The major difference between the 1982 TRAN Sale and 1981 TRAN Sale is that there is a projected cash flow deficit in 6 out of the 12 months the 1982 issue will be outstanding. Further, major deficits are projected in November, 1982 (\$4.7 million) and March, 1983 (\$4.2 million).

The 1981 TRAN Sale had only projected 2 months of deficits in the 8 month period. These deficits were \$300 thousand in November, 1981 and \$1.7 million in December, 1981 (see Attachment A). The 1981 TRAN issue permitted an investment program that enabled the Treasurer's Office to invest in excess of 76% of the investment proceeds to the maturity date of the notes which effectively assured that there would have been a positive spread.

However, with the numerous cash flow deficits estimated in the 1982 TRAN issue (see Attachment B) only approximately 60% of the proceeds can be invested to the maturity date of the notes. Therefore, the conventional investment practices of the Treasurer's Office did not assure that a positive arbitrage spread could be realized.

In order to offset this phenomenon the Treasurer's Office has implemented an investment program that considers the use of the Interest Rates Futures Markets--Domestic Certificates of Deposit (Futures). Very briefly, a futures contract is a commitment on the City's part as of today to buy a future investment at a specified interest rate. This ability enables us to lock in a rate of return regardless of where interest rates may be in November, 1982 and March, 1983 thereby assuring the City a guaranteed rate of return.

Futures are legal investments for the State of California and are used extensively by financial institutions but have been only more recently used by institutional investors. The Treasurer believes this form of investment is prudent and simultaneously will permit us to lock in the necessary positive arbitrage spread to recommend this program.

As a result of the investment program and in consideration of the projected cash flow deficits we project:

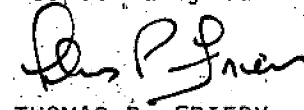
- The City of Sacramento will meet its short-term cash deficiencies.
- This TRAN Sale and investment program will generate approximately \$380,000.00 in net interest income over and above the estimated financing.

However, it should be noted and emphasized that in the event cash flow deficiencies are greater than current projected, interest income will be less.

#### RECOMMENDATION

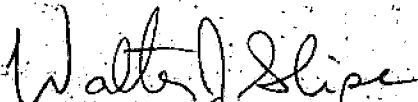
It is recommended that the City Council accept the 9.02% bid for the 1982 TRAN Sale which was submitted by First Interstate Bank of California.

Respectfully submitted,



THOMAS P. FRIERY  
City Treasurer

RECOMMENDATION APPROVED:

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WALTER J. SLIPE, CITY MANAGER

TPF/1v

Attachment A  
Attachment B

**TABLE 7**  
**CITY OF SACRAMENTO**  
**GENERAL FUND**  
**ESTIMATED MONTHLY CASH FLOW**  
**FISCAL YEAR 1981/82**  
**(000's omitted)**

ATTACHMENT A

	July	August	September	October	November	December	January	February	March	April	May	June	12 Month Total
Balance from prior month <sup>①</sup>	\$ 7,940	\$ 7,253	\$ 7,309	\$4,337	\$1,379	\$ ( 129)	\$ (1,762)	\$ 2,651	\$ 6,327	\$ 4,053	\$11,264	\$ 9,955	\$ 7,940 <sup>④</sup>
<b>Receipts:</b>													
Property taxes	50	200	—	—	900	—	7,000	3,900	—	7,700	—	250	20,000
Sales taxes	1,450	2,200	1,700	1,300	2,400	1,600	1,300	2,400	1,700	1,400	2,400	2,000	21,850
Utility users taxes	700	650	700	650	600	700	850	850	750	700	584	650	8,384
Real property transfer taxes	170	180	190	200	210	220	230	220	220	220	220	220	2,500
Construction permits	160	180	200	200	150	150	130	120	150	150	150	160	1,900
<b>Intergovernmental-State:</b>													
Motor vehicle license fees	567	567	243	243	243	243	243	243	243	243	243	244	3,565
Homeowner's property tax relief	—	—	—	—	—	—	300	500	—	—	500	200	1,500
Business inventory tax relief	—	—	—	—	—	—	1,500	—	—	—	—	—	1,500
Cigarette tax	88	88	88	88	88	88	88	88	88	88	88	92	1,060
Other receipts	1,820	906	1,596	1,142	1,304	1,742	1,386	1,579	1,555	2,247	1,377	1,698	18,352
Transfers from other funds	921	2,000 <sup>②</sup>	—	121	—	300	121	—	—	120	—	512	4,095
Receipts sub-total	\$ 5,926	\$ 6,971	\$ 4,717	\$3,944	\$5,895	\$ 5,043	\$13,148	\$ 9,900	\$ 4,706	\$12,868	\$ 5,562	\$ 6,026	\$84,706 <sup>③</sup>
Total cash available	\$13,866	\$14,224	\$12,026	\$8,281	\$7,274	\$ 4,914	\$11,386	\$12,551	\$11,033	\$16,921	\$16,826	\$15,981	\$92,646
Total disbursements	6,613	6,915	7,689	6,902	7,403	6,676	8,735	6,224	6,980	5,657	6,871	6,807	83,472
Month end balance fund	\$ 7,253	\$ 7,309	\$ 4,337	\$1,379	\$ (129)	\$ (1,762)	\$ 2,651	\$ 6,327	\$ 4,053	\$11,264	\$ 9,955	\$ 9,174	\$ 9,174

① Cash balances include the \$1.0 million cash flow reserve authorized by the City Council.

② \$2 million in August reflects Supplemental Retirement transfer per City Council action.

③ Cash receipts shown on this schedule have been revised to reflect significant impacts on City Revenues from the State of California's annual budget, adopted June 1981. This schedule reflects cash receipts anticipated for Fiscal Year 1981/82 and, therefore, the receipts do not agree in total with the projected revenues for Fiscal Year 1981/82 as shown on Tables 1, 2 and 3 which utilize the "modified accrual basis of accounting".

④ Beginning cash balance as of July 1, 1981.



**TABLE 6**  
**CITY OF SACRAMENTO**  
**GENERAL FUND**  
**MONTHLY CASH FLOW**  
**FISCAL YEAR 1980/81**  
**(000's omitted)**

	July	August	September	October	November	December	January	February	March	April	May	June	12 Month Total
Balance from prior month <sup>①</sup>	<u>\$11,917</u>	<u>\$ 9,421</u>	<u>\$ 8,090</u>	<u>\$4,488</u>	<u>\$1,450</u>	<u>\$ 894</u>	<u>\$ 1,416</u>	<u>\$ 2,723</u>	<u>\$ 4,562</u>	<u>\$ 2,585</u>	<u>\$ 9,283</u>	<u>\$ 7,256</u>	<u>\$11,917</u> <sup>②</sup>
<b>Receipts:</b>													
Property taxes	\$ 18	\$ 157	\$ —	\$ —	\$ 807	\$ —	\$ 6,000	\$ 2,338	\$ —	\$ 7,562	\$ —	\$ 293	\$17,175
Sales taxes	1,100	2,200	1,355	1,137	2,275	1,184	1,100	2,200	1,488	1,019	2,057	1,708	18,823
Utility users taxes	167	927	199	655	412	528	728	659	311	648	1,103	491	6,828
Real property transfer taxes	170	121	198	160	140	162	188	134	194	145	129	156	1,897
Construction permits	137	146	145	207	67	99	141	82	108	89	114	137	1,472
<b>Intergovernmental-State:</b>													
Motor vehicle license fees	449	467	462	453	472	435	430	403	320	358	356	415	5,020
Homeowner's property tax relief	197	—	—	6	1	—	201	469	—	—	457	202	1,533
Business inventory tax relief	—	—	—	—	—	1,225	—	—	—	—	—	—	1,225
Cigarette tax	76	92	131	37	115	62	110	99	69	86	77	89	1,043
Other receipts	2,746	1,168	1,262	903	955	1,458	768	1,399	2,204	2,190	247	4,651	19,951
Transfers from other funds	—	—	—	—	—	1,748	—	—	—	—	—	—	1,748
Receipts sub-total	<u>\$ 5,060</u>	<u>\$ 5,278</u>	<u>\$ 3,752</u>	<u>\$3,558</u>	<u>\$5,244</u>	<u>\$ 6,901</u>	<u>\$ 9,666</u>	<u>\$ 7,783</u>	<u>\$ 4,694</u>	<u>\$12,097</u>	<u>\$ 4,540</u>	<u>\$48,142</u>	<u>\$76,715</u>
Total cash available	<u>\$16,977</u>	<u>\$14,699</u>	<u>\$11,842</u>	<u>\$8,046</u>	<u>\$6,694</u>	<u>\$ 7,795</u>	<u>\$11,082</u>	<u>\$10,506</u>	<u>\$ 9,256</u>	<u>\$14,682</u>	<u>\$13,823</u>	<u>\$15,398</u>	<u>\$88,632</u>
Total disbursements	<u>7,556</u>	<u>6,609</u>	<u>7,354</u>	<u>6,596</u>	<u>5,800</u>	<u>6,379</u>	<u>8,359</u>	<u>5,944</u>	<u>6,671</u>	<u>5,399</u>	<u>6,567</u>	<u>7,458</u>	<u>80,692</u>
Month end balance	<u>\$ 9,421</u>	<u>\$ 8,090</u>	<u>\$ 4,488</u>	<u>\$1,450</u>	<u>\$ 894</u>	<u>\$ 1,416</u>	<u>\$ 2,723</u>	<u>\$ 4,562</u>	<u>\$ 2,585</u>	<u>\$ 9,283</u>	<u>\$ 7,256</u>	<u>\$ 7,940</u>	<u>\$ 7,940</u>

① Cash balances include the \$1.0 million cash flow reserve authorized by the City Council.

② Beginning cash balance July 1, 1980.

**TABLE 6**  
**CITY OF SACRAMENTO**  
**GENERAL PURPOSE<sup>①</sup>**  
**ESTIMATED MONTHLY CASH FLOW**  
**FISCAL YEAR 1982/83**  
**(000's omitted)**

ATTACHMENT B

	July	August	Sep- tember	October	Novem- ber	Decem- ber	Jan- uary	Feb- ruary	March	April	May	June	12 Month Total
Balance from prior month .....	\$ 5,792 <sup>②</sup>	\$4,181	\$ 2,398	\$(1,327)	\$(3,100)	\$(4,654)	\$ 439	\$ (236)	\$(1,334)	\$(4,157)	\$ 3,347	\$4,321	\$ 5,792
Receipts:													
Property taxes .....	—	200	—	400	1,000	7,700	2,300	—	—	7,700	2,300	300	21,900
Sales taxes .....	1,150	2,300	2,250	1,200	2,300	2,250	1,200	2,300	2,250	1,200	2,300	2,250	22,950
Utility users taxes .....	700	630	675	700	725	750	800	900	800	775	650	750	8,855
Real property transfer taxes .....	150	150	150	150	150	150	160	170	180	190	200	200	2,000
Construction permits ..	110	110	110	100	90	100	110	120	150	150	170	180	1,500
Intergovernmental revenue:													
Homeowner's property tax relief .....	100	—	—	—	—	—	700	—	—	—	—	450	1,250
Cigarette tax .....	88	90	90	90	90	90	90	90	90	90	90	90	1,078
Revenue sharing .....	1,297	—	—	1,297	—	—	1,232	—	—	1,232	—	—	5,058
Other receipts .....	1,210	1,702	720	1,255	1,561	767	1,545	1,616	757	1,874	2,145	1,047	16,199
Transfers from other funds .....	124 <sup>③</sup>	—	—	—	—	—	—	—	—	—	—	—	214
Receipts sub-total ..	<u>5,019</u>	<u>5,182</u>	<u>3,995</u>	<u>5,192</u>	<u>5,916</u>	<u>11,807</u>	<u>8,137</u>	<u>5,196</u>	<u>4,227</u>	<u>13,211</u>	<u>7,855</u>	<u>5,267</u>	<u>81,004</u>
Total cash available ....	10,811	9,363	6,393	3,865	2,816	7,153	8,576	4,960	2,893	9,054	11,202	9,588	86,796
Total disbursements ....	6,630	6,965	7,720	6,965	7,470	6,714	8,812	6,294	7,050	5,707	6,881	6,713	83,921
Month end balance ..	<u>\$ 4,181</u>	<u>\$2,398</u>	<u>\$(1,327)</u>	<u>\$(3,100)</u>	<u>\$(4,654)</u>	<u>\$ 439</u>	<u>\$(236)</u>	<u>\$(1,334)</u>	<u>\$(4,157)</u>	<u>\$ 3,347</u>	<u>\$ 4,321</u>	<u>\$2,875</u>	<u>\$ 2,875</u>

① General Purpose includes General Fund and Revenue Sharing Fund.

② CASH

June 30, 1982—General Fund .....	\$ 8,653 <sup>④</sup>
June 30, 1982—Revenue Sharing Fund .....	2,888
Total .....	\$11,541
Adjust:	
On-going carry-over capital improvement projects .....	(5,749)
Net cash for operations as of June 30, 1982 .....	<u>\$ 5,792</u>

③ Fleet Management Fund.

④ See ending balance from Table 5.

**TABLE 5**  
**CITY OF SACRAMENTO**  
**GENERAL FUND**  
**MONTHLY CASH FLOW**  
**FISCAL YEAR 1981/82**  
**(000's omitted)**

	July	August	Sep- tember	October	Novem- ber	Decem- ber	Janu- ary	Feb- ruary	Estimated Transactions				12 Month Total
									March	April	May	June	
Balance from prior month .....	\$ 8,114	\$ 4,482	\$4,400	\$ 1,258	\$(2,177)	\$(4,449)	\$ 1,697	\$4,098	\$2,434	\$ 1,074	\$ 7,734	\$ 7,574	\$ 8,114
Receipts:													
Property taxes .....	157	14	—	416	908	7,107	2,079	4	33	7,770	900	250	19,638
Sales taxes .....	1,054	2,102	1,903	1,057	2,114	2,029	1,111	2,221	1,489	1,120	2,200	1,500	19,900
Utility users taxes .....	—	712	937	491	121	655	712	829	828	750	690	750	7,475
Real property transfer taxes .....	124	120	154	91	80	139	146	119	110	100	100	100	1,383
Construction permits .....	118	104	93	65	59	71	90	69	94	100	100	100	1,063
Intergovernmental revenue:													
Motor vehicle license fees .....	390	567	158	158	225	32	157	140	129	220	150	150	2,476
Homeowner's property tax relief .....	—	—	—	—	—	—	650	—	—	—	500	150	1,300
Cigarette tax .....	80	74	102	56	92	73	81	101	61	88	88	88	984
Other receipts .....	1,711	769	886	1,093	578	895	2,831	1,537	2,240	3,378	1,978	1,977	19,873
Transfers from other funds .....	—	2,526 <sup>①</sup>	—	—	225 <sup>②</sup>	3,459 <sup>③</sup>	1,175 <sup>④</sup>	—	2,261 <sup>⑤</sup>	—	—	3,554 <sup>⑥</sup>	13,200
Receipts sub-total ..	3,634	6,988	4,233	3,427	4,402	14,460	9,032	5,020	7,245	13,526	6,706	8,619	87,292
Total cash available .....	11,748	11,470	8,633	4,685	2,225	10,011	10,729	9,118	9,679	14,600	14,440	16,193	95,406
Total disbursements .....	7,266	7,070	7,375	6,862	6,674	8,314	6,631	6,684	8,605	6,866	6,866	7,540	86,753
Month end balance ..	\$ 4,482	\$ 4,400	\$1,258	\$(2,177)	\$(4,449)	\$ 1,697	\$ 4,098	\$2,434	\$1,074	\$ 7,734	\$ 7,574	\$ 8,653	\$ 8,653

① Supplemental Retirement transfer to General Fund.

② Fleet Management Fund dividend paid to General Fund.

③ Transfers from supporting funds to the General Fund per budget plan. Total amount \$9,274,000.

④ Risk Management Fund dividend paid to General Fund.



First Interstate Bank  
of California  
707 Wilshire Blvd.  
Los Angeles, CA 90051

City Council of the City of Sacramento  
Orrick, Herrington & Sutcliffe  
Eleventh Floor  
600 Montgomery Street  
San Francisco, California 94111

June 8, 1982

Gentlemen:

Re: \$11,300,000 City of Sacramento, California  
1982 Tax and Revenue Anticipation Notes  
Dated: July 7, 1982 Due: June 29, 1983

In accordance with your recent request for bids on the above described Notes, issued under Section 53850 et. seq. of the State of California Government Code providing the notes and interest thereon are a first lien upon and charge against the taxes, income, revenue, cash receipts or other monies pledged for the payment thereof, we hereby respectfully submit a bid of the par value thereof, plus a premium of \$ 0 such Notes to bear interest at a rate of 9.02 % per annum. Interest to be computed on a 360-day basis. In addition to the above amount, we will pay accrued interest from the date of the Notes to the date of their delivery.

In the event that we are the successful bidder, we request that the Notes be issued in bearer form in denominations as follows:

20 x \$5,000                      128 x \$25,000                      80 x \$100,000

This bid is made subject to our receiving at the closing the final unqualified legal opinion from Messrs. Orrick, Herrington & Sutcliffe, Attorneys, San Francisco, California, approving the validity and tax exempt status of said Notes. It is our understanding that you will provide a complete transcript of proceedings, a no arbitrage statement, and a no litigation certificate.

This bid is also made subject to the Director of Finance certifying the following signoff statement:

I hereby certify that I have reviewed the Annual Budget for the fiscal year July 1, 1982 to June 30, 1983, and made such investigation and inquiries of my staff as I deemed necessary in the circumstances and such documentation is accurate and complete in all material respects for the period covered which have been published by this office.

I further certify that I know of no material adverse change in the conditions of the District as represented in such documents which would make it unreasonable for you to rely on such documents in your consideration and in preparation of such information statements.

Very truly yours

FIRST INTERSTATE BANK OF CALIFORNIA - MANAGER  
And Associates

By John S. Howell  
John S. Howell, Vice President  
First Interstate Bank of California



First Interstate Bank  
 of California  
 Sec. Brokers Loan and Serv. Dept.  
 405 Montgomery St.  
 San Francisco, CA 94104

No 3051708

Cashiers Check

11-57/788  
 1210

L. A. BOND DEPT. - GOOD FAITH DEPOSIT

DATE JUNE 8, 1982

PAY 100,000 dol's 00 cts \*\*\*100,000.00\*\*\*

TO THE ORDER OF \*\*\*TREASURERS OF SACRAMENTO, CALIFORNIA\*\*\*

*Maurice 5483*  
 AUTHORIZED SIGNATURE

⑈03051708⑈ ⑆121000578⑆7880⑈98950⑈ 11



First Interstate Bank  
of California  
707 Wilshire Blvd.  
Los Angeles, CA 90051

City Council of the City of Sacramento  
Orrick, Herrington & Sutcliffe  
Eleventh Floor  
600 Montgomery Street  
San Francisco, California 94111

June 8, 1982

Gentlemen:

Re: \$11,300,000 City of Sacramento, California  
1982 Tax and Revenue Anticipation Notes  
Dated: July 7, 1982 Due: June 29, 1983

In accordance with your recent request for bids on the above described Notes, issued under Section 53850 et. seq. of the State of California Government Code providing the notes and interest thereon are a first lien upon and charge against the taxes, income, revenue, cash receipts or other monies pledged for the payment thereof, we hereby respectfully submit a bid of the par value thereof, plus a premium of \$ 3,314.66 such Notes to bear interest at a rate of 9.25 % per annum. Interest to be computed on a 360-day basis. In addition to the above amount, we will pay accrued interest from the date of the Notes to the date of their delivery.

In the event that we are the successful bidder, we request that the Notes be issued in bearer form in denominations as follows:

20 x \$5,000                      128 x \$25,000                      80 x \$100,000

This bid is made subject to our receiving at the closing the final unqualified legal opinion from Messrs. Orrick, Herrington & Sutcliffe, Attorneys, San Francisco, California, approving the validity and tax exempt status of said Notes. It is our understanding that you will provide a complete transcript of proceedings, a no arbitrage statement, and a no litigation certificate. This bid condition upon receipt of definitive notes at time of closing.

This bid is also made subject to the Director of Finance certifying the following signoff statement:

I hereby certify that I have reviewed the Annual Budget for the fiscal year July 1, 1982 to June 30, 1983, and made such investigation and inquiries of my staff as I deemed necessary in the circumstances and such documentation is accurate and complete in all material respects for the period covered which have been published by this office.

I further certify that I know of no material adverse change in the conditions of the District as represented in such documents which would make it unreasonable for you to rely on such documents in your consideration and in preparation of such information statements.

Very truly yours

FIRST INTERSTATE BANK OF CALIFORNIA AS AGENT FOR  
MORGAN GUARANTY TRUST COMPANY OF NEW YORK AND  
SALOMON BROTHERS INC.

By John S. Howell  
John S. Howell, Vice President  
First Interstate Bank of California

[Signature]  
VP, FICAL



First Interstate Bank  
of California  
L.A. Headquarters Bond Dept.  
707 Wilshire Blvd.  
Los Angeles, CA 90017

No 1624692

Cashiers Check

16-21/295  
1220

DATE June 8, 1982

PAY  100,000.00 Dollars

TO THE ORDER OF \*\* Treasurer City of Sacramento, California \*\*

AUTHORIZED SIGNATURE

*Jean...*  
40394

⑆01624692⑆ ⑆122000218⑆ 2950⑆ 98950⑆

11



June 8, 1982

MUNICIPAL NOTE DEPARTMENT

PROPOSAL FOR THE PURCHASE OF  
CITY OF SACRAMENTO, CALIFORNIA  
1982 TAX AND REVENUE ANTICIPATION NOTES

Honorable City Treasurer of  
the City of Sacramento  
c/o Offices of Orrick, Herrington,  
& Sutcliffe  
A Professional Corporation  
600 Montgomery Street, Eleventh Floor  
San Francisco, California

Dear Mr. Friery:

Pursuant to the Notice Inviting Bids, dated May 18, 1982, we offer to purchase City of Sacramento 1982 Tax and Revenue Anticipation Notes, in the principal amount, in such denominations, maturing and bearing interest, as set forth below and on the second page of this bid hereof:

Principal Amount	Maturity	Interest Rate
\$5,000,000	June 29, 1983	9.28 %

and to pay therefor the principal amount thereof plus a premium of \$ 45.00 and interest accrued on such Notes to the date of delivery thereof.

Denominations: 192 @ \$25,000; 40 @ \$5,000

\*\*\*\*\*

Principal Amount	Maturity	Interest Rate
\$5,000,000	June 29, 1983	9.14 %

and to pay therefor the principal amount thereof plus a premium of \$ 69.00 and interest accrued on such Notes to the date of delivery thereof.

Denominations: 192 @ \$25,000; 40 @ \$5,000



\*\*\*\*\*

Principal Amount	Maturity	Interest Rate
\$ 1,300,000	June 29, 1983	9.14 %

and to pay therefor the principal amount thereof plus a premium of \$ 17.00 and interest accrued on such Notes to the date of delivery thereof.

Denominations: 40 @ \$25,000; 60 @ \$5,000

This proposal is made subject to all the terms and conditions of the Notice Inviting Bids on said Notes dated May 18, 1982, all of which terms and conditions are made a part hereof as fully as though set forth in full in this proposal.

There is enclosed herewith a cashier's check for \$ 100,000.00 payable to the order of the Treasurer of the City of Sacramento.

We hereby request that 100 printed copies of the Official Statement pertaining to the Notes be furnished us in accordance with the terms of said Notice Inviting Bids. We request delivery of the Notes in San Francisco.

Respectfully submitted,

Address for Return of Unsuccessful Bid Checks:

Bank of America NT & SA  
Municipal Securities Dept. #3308  
P. O. Box 37003  
San Francisco, California 94137

Bank of America NT & SA

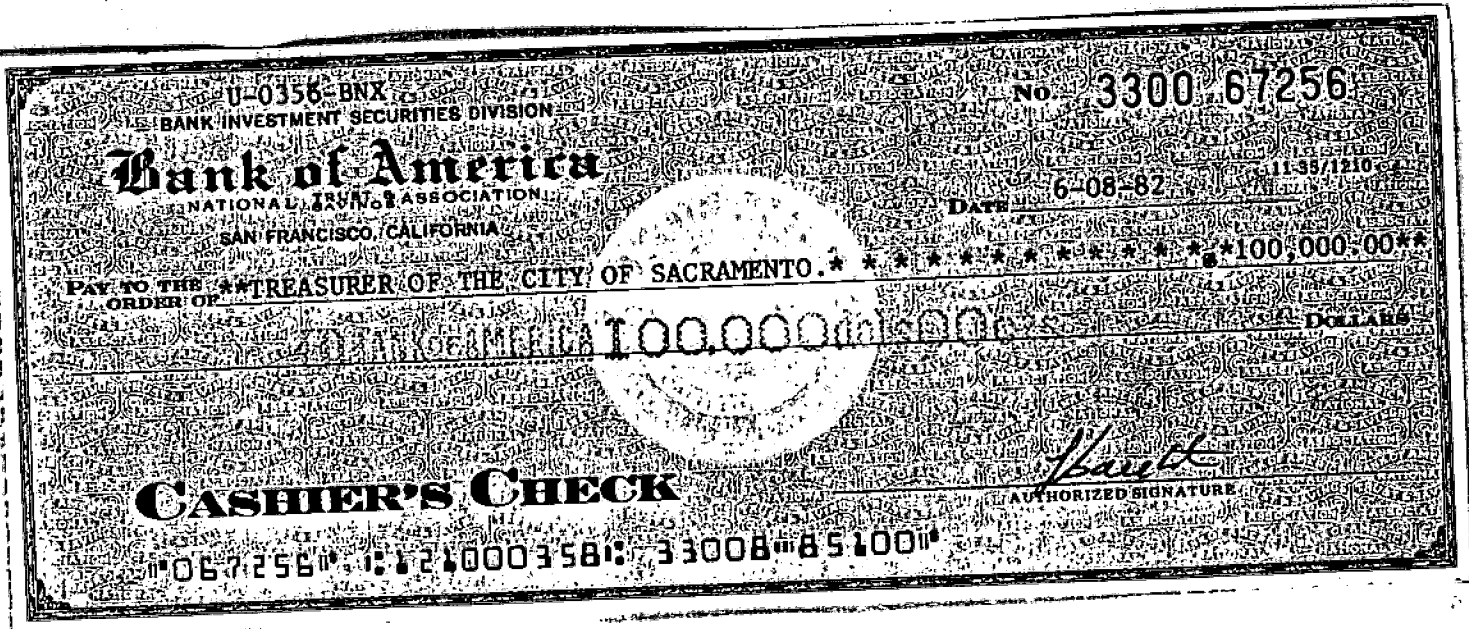
Continental Illinois National Bank  
and Trust Company of Chicago

By: *Larry D. Seipelt*  
Larry D. Seipelt, Vice President

Total Net Interest Cost:

\$ \_\_\_\_\_

NIC \_\_\_\_\_ %



U-0356-BNX

No. 3300 67256

BANK INVESTMENT SECURITIES DIVISION

**Bank of America**  
NATIONAL TRUST ASSOCIATION

DATE 6-08-82

SAN FRANCISCO, CALIFORNIA

PAY TO THE ORDER OF **TREASURER OF THE CITY OF SACRAMENTO**

100,000.00

**100,000.00**

DOLLARS

**CASHIER'S CHECK**

*Haritt*  
AUTHORIZED SIGNATURE

⑈067256⑈ ⑆124000358⑆ 33008⑈85100⑈



# CROCKER NATIONAL BANK

BOND AND MONEY MARKET SERVICES DEPARTMENT  
ONE MONTGOMERY STREET, SAN FRANCISCO, CALIFORNIA 94104

June 8, 1982

City Treasurer of the City of Sacramento  
c/o Orrick, Herrington & Sutcliffe  
600 Montgomery Street, 11th Floor  
San Francisco, California 94111

Gentlemen:

RE: \$11,300,000 City of Sacramento  
1982 Tax and Revenue Anticipation Notes

We hereby bid you par plus a premium of \$ ~~0~~ for the above mentioned issue. Denominations will follow if our bid is successful.

Said notes shall bear interest as follows:

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
\$ 8,300,000	<u>9.14</u> %	June 29, 1983

This bid is contingent on receipt of an unqualified legal opinion by the firm of Orrick, Herrington & Sutcliffe, as well as a supplemental reference that the note's exemption from Federal income taxes complies in full with Section 103(d) of the Internal Revenue Code and current proposed regulations promulgated thereto. Interest is to be computed on a 360-day basis and the above note will not be called prior to maturity.

Enclosed is our cashier's check for \$100,000.00, which is to be returned to us in the event this bid is not accepted.

Very truly yours,

Linda L. Johnson  
Assistant Vice President

LLJ/msc  
Enc.



# CROCKER NATIONAL BANK

BOND AND MONEY MARKET SERVICES DEPARTMENT  
ONE MONTGOMERY STREET, SAN FRANCISCO, CALIFORNIA 94104

June 8, 1982

City Treasurer of the City of Sacramento  
c/o Orrick, Herrington & Sutcliffe  
600 Montgomery Street, 11th Floor  
San Francisco, California 94111

Gentlemen:

RE: \$11,300,000 City of Sacramento  
1982 Tax and Revenue Anticipation Notes

We hereby bid you par plus a premium of \$ 0 for the  
above mentioned issue. Denominations will follow if our bid is success-  
ful.

Said notes shall bear interest as follows:

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
\$ 3,000,000	<u>9.07</u> %	June 29, 1983

This bid is contingent on receipt of an unqualified legal opinion by the firm of Orrick, Herrington & Sutcliffe, as well as a supplemental reference that the note's exemption from Federal income taxes complies in full with Section 103(d) of the Internal Revenue Code and current proposed regulations promulgated thereto. Interest is to be computed on a 360-day basis and the above note will not be called prior to maturity.

Enclosed is our cashier's check for \$100,000.00, which is to be returned to us in the event this bid is not accepted.

Very truly yours,

Linda L. Johnson  
Assistant Vice President

LLJ/msc  
Enc.



**CROCKER NATIONAL BANK**

SECURITY CASHIERING  
SAN FRANCISCO, CALIFORNIA 94138

11-6  
1210

00008877

DATE JUNE 8, 1982

PAY TO THE ORDER OF: TREASURER OF THE CITY OF SACRAMENTO \*\*\*\*\* \$100,000.00 \*\*\*\*\*

CROCKER NATIONAL BANK 100,000 dol's 00 cts DOLLARS

*B. Pappas*

AUTHORIZED SIGNATURE

**CASHIER'S CHECK**

⑈00008877⑈ ⑆1210⑈0008⑆ 900750080⑈4011



**CROCKER NATIONAL BANK** AS AGENT  
 FOR LEHMAN BROTHERS KUHN LOEB INC.  
 BOND AND MONEY MARKET SERVICES DEPARTMENT  
 ONE MONTGOMERY STREET, SAN FRANCISCO, CALIFORNIA 94104

City Treasurer of the City of Sacramento  
 c/o Orrick, Herrington & Sutcliffe  
 600 Montgomery Street, 11th Floor  
 San Francisco, California 94111

Gentlemen:

RE: \$11,300,000 City of Sacramento  
 1982 Tax and Revenue Anticipation Notes

We hereby bid you par plus a premium of \$ 120.00 for the  
 above mentioned issue. Denominations will follow if our bid is  
 successful.

Said notes shall bear interest as follows:

<u>Principal Amount</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
\$11,300,000	<u>9.14</u> %	June 29, 1983

This bid is contingent on receipt of an unqualified legal opinion by  
 the firm of Orrick, Herrington & Sutcliffe, as well as a supplemental  
 reference that the note's exemption from Federal income taxes complies  
 in full with Section 103(d) of the Internal Revenue Code and current  
 proposed regulations promulgated thereto. Interest is to be computed  
 on a 360-day basis and the above note will not be called prior to  
 maturity.

Enclosed is our cashier's check for \$100,000.00, which is to be returned  
 to us in the event this bid is not accepted.

Very truly yours,

CROCKER NATIONAL BANK AS AGENT  
 FOR LEHMAN BROTHERS KUHN LOEB INC.

*Linda L. Johnson*  
 Linda L. Johnson, AVP

LLJ/msc  
 Enc.



# CROCKER NATIONAL BANK

SECURITY CASHIERING  
SAN FRANCISCO, CALIFORNIA 94138

11-8  
1210

00008876

DATE JUNE 8, 1982

PAY TO THE ORDER OF TREASURER OF THE CITY OF SACRAMENTO \*\*\*\*\*100,000.00\*\*

CROCKER NATIONAL BANK 100,000d's 00cts DOLLARS

CASHIER'S CHECK

*B. Pappas*  
AUTHORIZED SIGNATURE

⑆00008876⑆ ⑆1210⑆0008⑆ 900750080⑆4011