

MINUTES OF THE CITY COUNCIL

CITY OF AUSTIN, TEXAS

Regular Meeting

March 26, 1959

Council Chamber, City Hall

The meeting was called to order with Mayor Miller presiding.

Roll call:

Present: Councilmen Long, Palmer, Pearson, White, Mayor Miller
Absent: None

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In accordance with published notice thereof, promptly at 10:00 o'clock A. M., Mayor Miller announced that the time for submitting bids on the purchase of City of Austin, Texas Electric Light and Power, Waterworks and Sewer System Revenue Bonds, Series 1959 in the amount of \$6,500,000.00, and City of Austin, Texas General Obligation Bonds, Series 1959, in the amount of \$1,000,000.00, had expired, and that the City Council would proceed with the opening of said bids.

Bids were then opened and read as follows:

CITY OF AUSTIN, TEXAS
 TABULATION OF BIDS
 RECEIVED ON \$6,500,000 ELECTRIC, WATER AND SEWER REVENUE BONDS
 MARCH 26, 1959

NAME OF BIDDER	MATURITY DATES	NOMINAL INTEREST RATE	GROSS INTEREST COST	PREMIUM OFFERED	NET INTEREST COST	EFFECTIVE INTEREST RATE
1. THE FIRST BOSTON CORPORATION AND ASSOCIATES						
(Supplement Coupons)	Apr. 1, 1962 thru Apr. 1, 1976	3.30 %				
	Apr. 1, 1977 thru Apr. 1, 1983	3.40 %				
	Jun. 1, 1959 thru Apr. 1, 1962	.60 %	\$4,446,145.00	\$	\$4,446,145.00	3.46718 %
2. HALSEY, STUART & CO., INC. AND ASSOCIATES						
	Apr. 1, 1962 thru Apr. 1, 1975	4.00 %				
	Apr. 1, 1976 thru Apr. 1, 1977	3.50 %				
	Apr. 1, 1978 thru Apr. 1, 1983	3.40 %	4,465,550.00		4,465,550.00	3.48231 %
3. EASTMAN DILLON, UNION SECURITIES AND CO. AND ASSOCIATES						
	Apr. 1, 1962 thru Apr. 1, 1972	4.00 %				
	Apr. 1, 1973 thru Apr. 1, 1977	3.40 %				
	Apr. 1, 1978 thru Apr. 1, 1983	3.50 %	4,468,830.00	1,235.00	4,467,595.00	3.4839 %
4. PHELPS, FENN & CO.						
	Apr. 1, 1962 thru Apr. 1, 1974	4.00 %				
	Apr. 1, 1975 thru Apr. 1, 1978	3.60 %				
	Apr. 1, 1979 thru Apr. 1, 1983	3.40 %	4,474,070.00		4,474,070.00	3.4889 %
5. LEHMAN BROTHERS, FIRST SOUTHWEST COMPANY & ASSOCIATES						
	Apr. 1, 1962 thru Apr. 1, 1975	4.00 %				
	Apr. 1, 1976 thru Apr. 1, 1978	3.50 %				
	Apr. 1, 1979 thru Apr. 1, 1983	3.40 %	4,477,995.00	3,900.00	4,474,095.00	3.4890 %

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At this time Councilman Pearson left the Council Room.

Councilman Long offered the following resolution and moved its adop-

tion:

(RESOLUTION)

WHEREAS, the First Boston Corporation and Associates, acting by and through its duly authorized agent and representative, A.E. Kirtley, this day submitted to the City Council its proposal for the purchase of \$6,500,000.00 City of Austin, Texas Electric Light and Power, Waterworks and Sewer System Revenue Bonds, Series 1959, with net interest cost to the City of \$4,446,145.00 with an effective interest rate of 3.46718%, with no bond to bear interest in excess of 4%; and,

WHEREAS, the said bid and proposal of The First Boston Corporation and Associates was the most advantageous bid submitted to the City Council for the purchase of the aforesaid bonds; Now, Therefore,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:

That the City Manager be and he is hereby authorized and directed to sell to The First Boston Corporation and Associates the \$6,500,000.00 City of Austin, Texas Electric Light and Power, Waterworks and Sewer System Revenue Bonds, Series 1959 as per the City's Notice of Sale and Prospectus dated February 26, 1959, at par and accrued interest from date of delivery according to the terms of said bid hereinbefore set out.

The motion, seconded by Councilman Palmer, carried by the following vote:

Ayes: Councilmen Long, Palmer, White, Mayor Miller
Noes: None
Absent: Councilman Pearson

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There being no further business, the Council adjourned at 5:00 P.M., subject to the call of the Mayor.

APPROVED /s/ Tom Miller
Mayor

ATTEST:

/s/ Elsie Woosley
City Clerk

CITY OF AUSTIN, TEXAS
 TABULATION OF BIDS
 RECEIVED ON \$6,500,000 ELECTRIC, WATER AND SEWER REVENUE BONDS
 MARCH 26, 1959

NAME OF BIDDER	MATURITY DATES	NOMINAL INTEREST RATE	GROSS INTEREST COST	PREMIUM OFFERED	NET INTEREST COST	EFFECTIVE INTEREST RATE
6. THE FIRST BOSTON CORPORATION AND ASSOCIATES	Apr. 1, 1962 thru Apr. 1, 1974	4.00 %				
	Apr. 1, 1975 thru Apr. 1, 1977	3.40 %				
	Apr. 1, 1978 thru Apr. 1, 1983	3.50 %	\$4,479,270.00	\$	\$4,479,270.00	3.49301 %
7. GIORE, FORGAN & CO. AND ASSOCIATES	Apr. 1, 1962 thru Apr. 1, 1981	3.50 %				
	Apr. 1, 1982 thru Apr. 1, 1983	3.60 %	4,524,075.00	1,780.00	4,522,295.00	3.526568 %
	Apr. 1, 1962 thru Apr. 1, 1974	4				
8. DREXEL & CO. AND ASSOCIATES	Apr. 1, 1975 thru Apr. 1, 1976	3.70 %				
	Apr. 1, 1977 thru Apr. 1, 1983	3.50 %	4,550,280.00		4,550,280.00	3.54839 %

Each of the above and foregoing bids was accompanied by Cashier's-Order check in the amount of \$100,000.00. Whose bids were referred to the Director of Finance for tabulation and report.