



COUNTY OF LOS ANGELES TREASURER AND TAX COLLECTOR



MARK J. SALADINO
TREASURER AND TAX COLLECTOR

PUBLIC FINANCE AND INVESTMENTS
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June 4, 2013

TO: Supervisor Mark Ridley-Thomas, Chairman
Supervisor Gloria Molina
Supervisor Zev Yaroslavsky
Supervisor Don Knabe
Supervisor Michael D. Antonovich

FROM: Mark J. Saladino
Treasurer and Tax Collector 

SUBJECT: 2013-14 TAX AND REVENUE ANTICIPATION NOTES

This memorandum is to advise you that my office sold \$1.0 billion of Tax and Revenue Anticipation Notes ("TRANS") this morning at a record low weighted average borrowing cost of 0.174%. The 2013-14 TRANS financing was authorized by your Board on May 14, 2013, as a necessary component of the County's cash management program. The 2013-14 TRANS includes two separate series of notes in accordance with the following structure:

	<u>Par Amount</u>	<u>Maturity Date</u>	<u>Yield</u>
Series A	\$300,000,000	02/28/14	0.16%
Series B	\$700,000,000	06/30/14	0.18%

In connection with the sale of the 2013-14 TRANS, the County received the highest short-term ratings from each of the three major credit rating agencies. Fitch Ratings, Moody's Investors Service, and Standard and Poor's assigned ratings of F1+, MIG 1, and SP-1+, respectively, to the 2013-14 TRANS. Each of the credit rating agencies cited the County's fiscal discipline and conservative management practices as positive factors in making their ratings determinations.

The pricing of the 2013-14 TRANS benefitted from both the improving financial condition of the County as well as historically low short-term interest rates. In contrast with the recent increase in Treasury rates beyond five years, the tax-exempt note market has remained exceptionally strong for short-term municipal borrowings. With the successful pricing of the 2013-14 TRANS, the County has solidified its status as one of the benchmark note issuers in the nation.

The Honorable Board of Supervisors
June 4, 2013
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If you have any questions regarding the sale of the 2013-14 TRANS, please contact me directly or have your staff contact Glenn Byers of my office at 974-7175.

MJS:GB:DB:JP
Pb/pf/brdmemo/2013-14trans

c: Executive Officer, Board of Supervisors
Chief Executive Officer
Auditor-Controller
County Counsel