

Office of the Mayor
Carlo DeMaria, Jr.
484 Broadway
EVERETT, MASSACHUSETTS 02149
PHONE 617-394-2270 Fax 617-381-1150



October 9, 2009
Press Release

FOR IMMEDIATE RELEASE

CITY SELLS \$9.4M IN REFUNDING BONDS - SAVES \$982,636

Mayor Carlo DeMaria Jr. is very pleased to announce the city recently sold the refunding bonds, saving the city much needed dollars on it's debt obligations. According to City Treasurer Dominco D'Angelo, the city received competitive bids from bond underwriters on Tuesday, October 6, 2009, for a \$9,411,000.00 10-year refunding bond issue. Eastern Bank Capital Markets was the winning bidder on the Bonds with an average interest rate of 2.47%. The City received 5 bids on the Bonds. Bond proceeds will be used to refinance bonds of the City originally issued September 15, 1996 and December 1, 2000.

"This is a great step forward," states Mayor DeMaria, "this decreases our yearly debt burden, helping us plan for the long term, and conserve for future projects."

Prior to the sale, Moody's Investors Service, a municipal credit rating agency, affirmed the City's A2 underlying long-term debt rating, and assigned an Aa3 rating to this issue as the security for the Bonds is enhanced by the Commonwealth of Massachusetts' state local aid intercept program. The agency cited the City's satisfactory financial position, sizeable tax base and a moderate debt profile as positive credit factors.

The refinancing will generate total savings of approximately \$982,636. The City will pro-rate the savings with the Commonwealth of Massachusetts as the bonds being refunded currently receive grants from the Massachusetts School Building Authority of approximately 60% of the annual principal and interest costs. The net savings to the City through the year 2020 is approximately \$476,000.

Bids for the bonds were accepted at the offices of the City's financial advisor, First Southwest Company, at 54 Canal Street in Boston, Massachusetts.

###

For additional information please contact Matt Laidlaw, Director of Communications,
City of Everett.

Contact:

Matt Laidlaw

Director of Communications

City of Everett

484 Broadway

Everett, MA 02149

617-394-2470

matt.laidlaw@ci.everett.ma.us

<http://www.cityofeverett.com>

###