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**NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY ANNOUNCES
SUCCESSFUL SALE OF \$751 MILLION OF NEW MONEY BONDS,
INCLUDING ITS FIRST COMPETITIVE SALE OF BUILD AMERICA BONDS**

The New York City Transitional Finance Authority (the "TFA") announced today the successful sale of \$751 million of Future Tax Secured subordinate lien new money bonds.

Of the total \$751 million of taxable fixed-rate subordinate lien new money bonds, there were \$621 million of Build America Bonds (BABs) and \$130 million of traditional taxable bonds.

Approximately \$356 million of the taxable bonds were sold to the public via competitive sale, including \$273 million of Build America Bonds and \$83 million of traditional municipal taxable bonds.

J.P. Morgan Securities Inc. won the bid for the Build America Bonds at a TIC 5.52%. Net of the 35% Federal tax subsidy, the TIC on the BABs was 3.60%. This was the TFA's first competitive sale of Build America Bonds, and the TFA received 8 bids for these bonds.

Banc of America Merrill Lynch won the bid for the \$83 million of traditional taxable TFA bonds at a TIC of 3.26%, and the TFA received 6 bids for these bonds.

The remaining \$395 million of taxable bonds, including \$348 million of Build America Bonds and \$47 million of traditional TFA taxable bonds, were sold as a limited offering to the New York State Division of the Lottery at the same levels as the competitive bid results. It is expected that the State will hold these bonds in a long-term structured portfolio to pay certain obligations of the New York State Division of the Lottery.

The TFA will also price approximately \$150 million of tax-exempt new money Variable Rate Demand Bonds on or about the transaction's closing date of March 3, 2010.

Standard and Poor's rates the TFA at AAA, Fitch Ratings rates the TFA at AA+ and Moody's Investors Service rates the TFA Senior Bonds at Aa1 and Subordinate Bonds at Aa2.