

11/17/99 TT&L 023
First National Bank in Wadena

25 SW Bryant
PO Box 111
Wadena, MN 56482-0111

Telephone 218-631-1590
Fax 218-631-4020

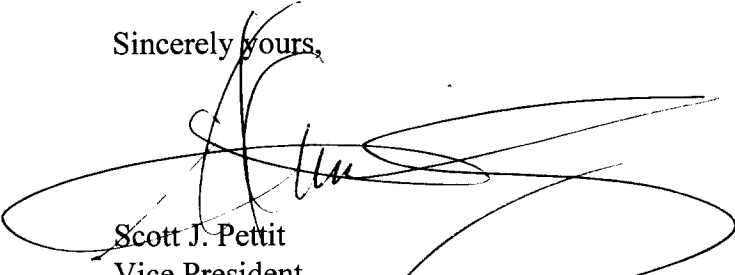
September 2, 1999

Cynthia L. Johnson, Director
Cash Management Policy & Planning Division
Financial Management Service
Room 420
401 14th Street SW
Washington, D.C. 20227

Dear Ms. Johnson:

This letter pertains to the Proposed Amendment to Treasury Tax and Loan Rate of Interest. In the event that the treasury elects to raise the interest rate charged on TT&L Depositories for use of Treasury funds, it may mean that our bank would elect to opt out of the note option position. Right now, with the status of the Fed Funds Rate minus 25 basis it warrants us staying as a note option bank. Any raise may create a situation where the margin is not adequate to do so. I would hope the treasury would maintain the present cost basis for charging for TT&L Funds.

Sincerely yours,



Scott J. Pettit
Vice President

FIRST NATIONAL BANK IN WADENA