

AN ORDINANCE 2018-06-21-0499

APPROVING THE FINANCIAL UNDERWRITER SYNDICATES SELECTED FROM THE FINANCIAL UNDERWRITING POOL FOR FINANCING OF: (1) GENERAL IMPROVEMENT BONDS, SERIES 2018, COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION, SERIES 2018, COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION, TAXABLE SERIES 2018, AND TAX NOTES, SERIES 2018; AND (2) GENERAL IMPROVEMENT REFUNDING BONDS (HUD 108 LOAN REFUNDING), ALL OF WHICH ARE ANTICIPATED TO BE SOLD IN FISCAL YEAR 2018 AND EARLY FISCAL YEAR 2019.

* * * *

WHEREAS, pursuant to Ordinance No. 2017-06-15-0464, passed and approved June 15, 2017, the City Council created the 2017 Financial Underwriting Pool (“Pool”) from which future underwriting syndicates may be selected, with the initial term of the Pool to commence June 15, 2017 and remain in effect until September 30, 2019; and

WHEREAS, among other issuances, the City anticipates the issuance and sale in Fiscal Year 2018 and early Fiscal Year 2019 of: (1) General Improvement Bonds, Series 2018; Combination Tax and Revenue Certificates of Obligation, Series 2018; Combination Tax and Revenue Certificates of Obligation, Taxable Series 2018; and Tax Notes, Series 2018; and (2) General Improvement Refunding Bonds (HUD 108 Loan Refunding); and

WHEREAS, it is necessary to select and designate from the Pool the firms which will comprise the Syndicate to be utilized in connection with the financing transactions described above; and

WHEREAS, a selection committee comprised of representatives from the City’s Department of Finance and the City’s Co-Financial Advisors has recommended the Syndicate set forth below for said specific financing transactions; and

WHEREAS, the City Council finds and determines that the recommended syndicate should be selected and approved and that the authorization requested by City staff as set forth above should be granted; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The Financial Underwriter Syndicates identified with specificity in **Exhibit I**, which is attached hereto and made a part hereof for all purposes, is hereby selected and approved to provide underwriting services in connection with the potential underwriting and sale of the issuances set out in **Exhibit I**, but only in the event the City, through the adoption of subsequent ordinances, proceeds with the respective financing transactions.

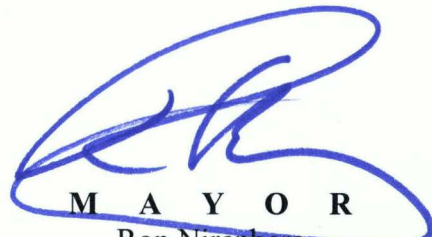
It is anticipated that the specific financing transactions listed above will be sold during Fiscal Year 2018 and early Fiscal Year 2019; however, the City is under no obligation to proceed with any financing transaction if bond market conditions are not favorable or for any other reason and may delay or cancel any financing transaction if deemed to be in the City's best interests. As such, there is no property right to provide service or receive any consideration vested in any of the firms listed in **Exhibit I** as a result of this Ordinance.

SECTION 2. In order to protect and further the City's interests in selling each of the issues included in this Ordinance at the price and on the terms and conditions most advantageous and favorable to the City, the Chief Financial Officer and/or the Deputy Chief Financial Officer, with the prior concurrence of the City Manager, are hereby authorized to (1) revise the assigned role of any firm(s) within either or both Syndicate(s) listed in **Exhibit I**, and/or (2) completely remove any firm(s) from participation in either or both Syndicate(s) listed in **Exhibit I**, at any time after the effective date of this Ordinance up to and including the day of pricing, based on the most current information available on the underwriting firm, and current market conditions, without further action by the City Council. Any such revision(s) or removal(s) will be made solely for the purpose of ensuring successful bond financings for the City.

SECTION 3. Fees for underwriting services for the financing transactions are paid from the proceeds derived from the issuance and sale of such obligations, if the City elects to proceed with the financing transactions. Therefore, there is no impact on the City's Operating Budget, and no fiscal language is required to be included in this Ordinance.

SECTION 4. This Ordinance is effective immediately upon the receipt of eight affirmative votes; otherwise, it is effective ten days after passage.


PASSED and APPROVED this 21st day of June , 2018




M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:


Leticia M. Vacek, City Clerk


Andrew Segovia, City Attorney

Agenda Item:	41 (in consent vote: 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18A, 18B, 19, 20, 21, 22, 23, 24, 25A, 25B, 25C, 27, 28, 29, 30, 31, 34, 35A, 35B, 36, 37, 38, 39, 40, 41, 42, 43, 46, 47, 49, 50, 51, 52, 53, 54, 56A, 56B, 56C, 56D, 56E)						
Date:	06/21/2018						
Time:	09:39:05 AM						
Vote Type:	Motion to Approve						
Description:	Ordinance approving the Financial Underwriter Syndicates selected from the Financial Underwriting Pool for financings of: (1) General Improvement Bonds, Series 2018; Combination Tax and Revenue Certificates of Obligation, Series 2018; Combination Tax and Revenue Certificates of Obligation, Taxable Series 2018; and Tax Notes, Series 2018; and (2) General Improvement Refunding Bonds (HUD 108 Loan Refunding). [Ben Gorzell, Jr., Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer]						
Result:	Passed						
Voter	Group	Not Present	Yea	Nay	Abstain	Motion	Second
Ron Nirenberg	Mayor		x				
Roberto C. Treviño	District 1		x			x	
William Cruz Shaw	District 2		x				x
Rebecca Viagran	District 3		x				
Rey Saldaña	District 4		x				
Shirley Gonzales	District 5		x				
Greg Brockhouse	District 6		x				
Ana E. Sandoval	District 7		x				
Manny Pelaez	District 8		x				
John Courage	District 9		x				
Clayton H. Perry	District 10		x				

E X H I B I T I

Exhibit I

Proposed Financial Underwriter Syndicates

General Improvement Bonds, Series 2018,
Combination Tax and Revenue Certificates of Obligation, Series 2018,
Combination Tax and Revenue Certificates of Obligation, Taxable Series 2018, and
Tax Notes, Series 2018

<u>Firm</u>	<u>Role</u>	<u>SBEDA Designation</u>
J.P. Morgan Securities, LLC	Senior Book Running Manager	
Siebert Cisneros Shank & Co., LLC	Co-Senior Manager	MBE, WBE
Jefferies LLC	Co-Manager	
Hutchinson, Shockey, Erley & Co.	Co-Manager	
SAMCO Capital Markets, Inc.	Co-Manager	
Drexel Hamilton, LLC	Co-Manager	SBE, VBE
Mesirow Financial	Co-Manager	

General Improvement Refunding Bonds (HUD 108 Loan Refunding)

<u>Firm</u>	<u>Role</u>	<u>SBEDA Designation</u>
Loop Capital Markets, LLC	Senior Book Running Manager	MBE
Samuel A. Ramirez & Co., LLC	Co-Manager	MBE