

AN ORDINANCE

2021-05-13-0346

**APPROVING THE FINANCIAL UNDERWRITER SYNDICATE
SELECTED FROM THE FINANCIAL UNDERWRITING POOL FOR
FINANCING OF: GENERAL IMPROVEMENT AND REFUNDING
BONDS, SERIES 2020; COMBINATION TAX AND REVENUE
CERTIFICATES OF OBLIGATION, SERIES 2020; COMBINATION TAX
AND REVENUE CERTIFICATES OF OBLIGATION, TAXABLE SERIES
2020; AND TAX NOTES, SERIES 2020.**

* * * *

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, pursuant to Ordinance No. 2019-10-03-0818, passed and approved on October 3, 2020, the First Renewal Term of the Pool was approved on the same terms and conditions for a term commencing on October 3, 2019 and terminating on September 30, 2020; and

WHEREAS, pursuant to Ordinance No. 2020-03-19-0196, passed and approved on March 19, 2020, the City expanded the Pool to twenty (20) by including two qualified local firms that were selected through a Request for Proposal process that targeted local participation; and

WHEREAS, pursuant to Ordinance No. 2020-06-25-0654, passed and approved on June 25, 2020, the Second Renewal Term of the Pool was approved on the same terms and conditions for a term commencing on October 1, 2020 and terminating on September 30, 2021; and

WHEREAS, among other issuances, the City anticipates the issuance and sale in Fiscal Year 2021 of: City Tower related financings including: 1) Remarketing of City of San Antonio, Texas Variable Rate Combination Tax and Revenue Certificates of Obligation, Taxable Series 2016 and 2) City of San Antonio, Texas Local Government Finance Corporation Contract Revenue Bonds, Series 2021; 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 Syndicate 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 2021; 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 the Syndicate listed in **Exhibit I**, and/or (2) completely remove any firm(s) from participation in the Syndicate 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.

Remainder of Page Intentionally Left Blank

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 13th day of May, 2021.




M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:



Tina J. Flores, Acting City Clerk



Andrew Segovia, City Attorney

E X H I B I T I



City of San Antonio

City Council

May 13, 2021

Item: 21

File Number: 21-2912

Enactment Number:

2021-05-13-0346

Ordinance approving a Financial Underwriter Syndicate selected from the Financial Underwriting Pool for the City Tower related financings which are anticipated to occur in FY 2021. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Deputy Chief Financial Officer]

Councilmember Rebecca Viagran made a motion to approve. Councilmember John Courage seconded the motion. The motion passed by the following vote:

Aye: 11 Nirenberg, Treviño, Andrews-Sullivan, Viagran, Rocha Garcia,
Gonzales, Cabello Havrda, Sandoval, Pelaez, Courage and Perry

Exhibit I

Proposed Financial Underwriter Syndicates

Local Government Finance Corporation Contract Revenue Bonds, Series 2021
Variable Rate Combination Tax and Revenue Certificates of Obligation, Series 2016 (July 1, 2021 Fixed Rate
Conversion)

<u>Firm</u>	<u>Role</u>	<u>SBEDA Designation ¹</u>
Citigroup Global Markets, Inc.	Senior Book Running Manager	
Piper Jaffray & Co. - Piper Sandler & Co.	Co-Senior Manager	
Loop Capital Markets, LLC	Co-Manager	MBE
M.E. Allison ²	Co-Manager	SBE
Morgan Stanley & Co.	Co-Manager	
Samuel A. Ramirez & Co., Inc.	Co-Manager	MBE

¹ Certified by The South Central Texas Regional Certification Agency (SCTRCA).

² SBE certified by EDD.