RKN
05/12/16
Item No. 14

AN ORDINANCE 2016-05-12-0342

APPROVING THE FINANCIAL UNDERWRITER SYNDICATE SELECTED FROM THE FINANCIAL UNDERWRITING POOL FOR FINANCING OF: GENERAL IMPROVEMENT AND REFUNDING BONDS, SERIES 2016; COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION, SERIES 2016; AND TAX NOTES, SERIES 2016, ALL OF WHICH ARE ANTICIPATED TO BE SOLD IN FISCAL YEAR 2016.

* * * *

WHEREAS, pursuant to Ordinance No. 2011-05-19-0411, the City Council has created a Financial Underwriting Pool ("Pool") from which future underwriting syndicates may be selected, with the Pool to remain in effect until September 30, 2014; and

WHEREAS, pursuant to Ordinance No. 2014-05-29-0382, passed and approved on May 29, 2014, the term of the Pool was renewed on the same terms and conditions for the first one (1) year renewal term, to commence October 1, 2014 and end September 30, 2015; and

WHEREAS, pursuant to Ordinance No. 2015-06-04-0493, passed and approved on June 4, 2015, the term of the Pool was renewed on the same terms and conditions for the second and final one (1) year renewal term, to commence October 1, 2015 and end September 30, 2016; and

WHEREAS, among other issuances, the City anticipates the issuance and sale in Fiscal Year 2016 of General Improvement and Refunding Bonds, Series 2016; Combination Tax and Revenue Certificates of Obligation, Series 2016; and Tax Notes, Series 2016; 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 ("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 as 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 2016; 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 Director of Finance, with the prior concurrence of the City Manager, is hereby authorized to (1) revise the assigned role of any firm(s) within the Syndicate, and/or (2) completely remove any firm(s) from participation in the Syndicate, 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 12th day of May, 2016.

M A Y O R
Ivy R. Taylor

ATTEST:

Leticia M. Vacek, City Clerk

APPROVED AS TO FORM:

Martha G. Sepeda, Acting City Attorney

Agenda Item:	**14 (in consent vote: 4, 5, 6, 7, 10, 11, 12, 14, 15, 16, 17, 18, 19)**
Date:	05/12/2016
Time:	09:26:39 AM
Vote Type:	Motion to Approve
Description:	An Ordinance approving the Financial Underwriter Syndicate selected from the Financial Underwriting Pool for financings of General Improvement and Refunding Bonds, Series 2016, Combination Tax and Revenue Certificates of Obligation, Series 2016, and Tax Notes, Series 2016. [Ben Gorzell, Jr., Chief Financial Officer; Troy Elliott, Director of Finance]
Result:	Passed

Voter	Group	Not Present	Yea	Nay	Abstain	Motion	Second
Ivy R. Taylor	Mayor		x				
Roberto C. Treviño	District 1		x				x
Alan Warrick	District 2		x			x	
Rebecca Viagran	District 3		x				
Rey Saldaña	District 4		x				
Shirley Gonzales	District 5		x				
Ray Lopez	District 6		x				
Cris Medina	District 7	x					
Ron Nirenberg	District 8		x				
Joe Krier	District 9		x				
Michael Gallagher	District 10		x				

E X H I B I T I

Exhibit I

Financial Underwriter Syndicate

General Improvement and Refunding Bonds, Series 2016,
Combination Tax and Revenue Certificates of Obligation, Series 2016, and
Tax Notes, Series 2016

Firm	Role	SBEDA Designation
Samuel A. Ramirez & Co., Incl.	Senior Book Running Manager	MBE
Frost National Bank	Co-Senior Manager	
RBC Capital Markets, LLC	Co-Senior Manager	
J.P. Morgan Securities, LLC	Co-Manager	
Loop Capital Markets, LLC	Co Manager	MBE
SAMCO Capital Markets, Inc.	Co-Manager	
Siebert Brandford Shank & Co., LLC	Co-Manager	MBE, WBE