



## **AGENDA MEMORANDUM**

Future Item for the City Council Meeting of March 24, 2015  
Action Item for the City Council Meeting of March 31, 2015

---

**DATE:** March 6, 2015

**TO:** Ronald L. Olson, City Manager

**FROM:** Constance P. Sanchez, Director of Financial Services  
ConstanceP@cctexas.com  
(361) 826-3227

Appointment of Financial Advisor for Issuance of General Improvement Bonds  
(Bond 2014 Projects) and General Improvement Refunding Bonds

### **CAPTION:**

Motion authorizing the appointment of M. E. Allison, & Co., as Financial Advisor for one or more series of "City of Corpus Christi, Texas General Improvement Bonds" in an aggregate principal amount not to exceed \$99,495,000, and for one or more series of "City of Corpus Christi, Texas General Improvement Refunding Bonds" in an amount not to exceed \$85,000,000.

### **PURPOSE:**

The City plans on issuing up to \$99,200,000 of General Improvement Bonds to fund Bond 2014 projects approved by voters on November 4, 2014. In addition, the City plans on refunding any callable, outstanding general obligation bonds for savings. Currently, there is potentially over \$85,000,000 of outstanding general obligation bonds that may be considered.

### **BACKGROUND AND FINDINGS:**

Issuance of bonds requires utilization of a financing team which is made up of three parts: the financial advisor, bond counsel, and the underwriting syndicate. This agenda item authorizes the appointment of M. E. Allison & Co., Inc. as financial advisor for these transactions. See Exhibit A for the Financial Advisor's fee schedule.

Fulbright & Jaworski L.L.P. is currently under contract with the City to serve as the City's bond counsel and will serve as the second part of our financing team. The third part of the financing team is the underwriters, and selection of the syndicate of underwriters from the City's pool of approved underwriters is being recommended for delegation to the City Manager, Deputy City Manager, Assistant City Manager for General Government and Operations Support, and Director of Financial Services.

**ALTERNATIVES:** n/a

**OTHER CONSIDERATIONS:** n/a

**CONFORMITY TO CITY POLICY:**

This item conforms to City policy.

**EMERGENCY / NON-EMERGENCY:** n/a

**DEPARTMENTAL CLEARANCES:**

- Bond Counsel
- Legal Department

**FINANCIAL IMPACT:**

Not Applicable     Operating Expense     Revenue     CIP

| <b>FISCAL YEAR:</b>                     | <b>Project to Date Exp.<br/>(CIP Only)</b> | <b>Current<br/>Year</b> | <b>Future<br/>Years</b> | <b>TOTALS</b> |
|---|--|-------------------------|-------------------------|---------------|
| Budget                                  | -  | -                       | -                       | -             |
| Encumbered/Expended<br>amount of (date) | -  | -                       | -                       | -             |
| This item                               | -  | -                       | -                       | -             |
| BALANCE                                 | -  | -                       | -                       | -             |
| FUND(S): CIP Funds                      |  |                         |                         |               |

**COMMENTS:** n/a

**RECOMMENDATION:**

Staff recommends approval of the motion as presented.

**LIST OF SUPPORTING DOCUMENTS:**

Exhibit A – Financial Advisor Fee Schedule