

RESOLUTION NO. 27743

A RESOLUTION AUTHORIZING THIRTY-TWO MILLION TWENTY THOUSAND DOLLARS (\$32,020,000) CITY OF CHATTANOOGA, TENNESSEE GENERAL OBLIGATION BONDS, SERIES 2013, AND AUTHORIZING CERTAIN ACTIONS RELATED THERETO.

WHEREAS, pursuant to Notice of Sale dated November 18, 2013 for the City of Chattanooga, Tennessee General Obligation Bonds, Series 2013 (the “Bonds”), the following proposals have been received for the Bonds:

<u>BIDDER</u>	<u>TRUE INTEREST RATE</u>
Raymond James & Associates, Inc.	2.753650
Wells Fargo Bank, National Association	2.756846
J.P. Morgan Securities LLC	2.763693
William Blair & Company, LLC	2.776208
Robert W. Baird & Co., Inc.	2.784856
FTN Financial Capital Markets	2.796031
Piper Jaffray	2.796944
FirstSouthwest	2.797218
Janney Montgomery Scott LLC	2.814190
Hutchinson, Shockey, Erley & Co.	2.820317
Bank of America Merrill Lynch	2.839442

WHEREAS, the proposal of Raymond James & Associates, Inc. (“Purchaser”) offering to pay the principal sum of \$32,020,000 plus premium in the amount of \$2,833,153.15, together with accrued interest, bearing a true interest rate of 2.753650% per annum, referred to

above, is the highest and most advantageous bid for said Bonds as determined in the manner provided in said Notice of Sale, and in all other respects complies with said Notice of Sale form attached hereto as Exhibit A;

NOW THEREFORE,

BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CHATTANOOGA, TENNESSEE:

SECTION 1. That the proposal of said Purchaser, referred to in the preamble hereof, is accepted, and said \$32,020,000 City of Chattanooga, Tennessee General Obligation Bonds, Series 2013, dated January 8, 2014, bearing interest and maturing as described below, be, and the same hereby are, awarded to said Purchaser in accordance with the terms of their proposal.

GENERAL OBLIGATION BONDS MATURITY SCHEDULE

<u>Oct. 1</u>	<u>Principal Amount</u>	<u>Rate</u>	<u>Oct. 1</u>	<u>Principal Amount</u>	<u>Rate</u>
2014	1,585,000	2.000	2025	2,175,000	3.125
2015	2,180,000	5.000	2026	2,165,000	4.000
2016	2,180,000	5.000	2027	2,165,000	4.000
2017	2,175,000	5.000	2028	2,165,000	4.000
2018	2,180,000	2.000			
2019	2,175,000	5.000			
2020	2,175,000	5.000			
2021	2,175,000	5.000			
2022	2,175,000	5.000			
2023	2,175,000	3.000			
2024	2,175,000	3.000			

Interest on the Bonds is payable on April 1, 2014 and each October 1 and April 1 thereafter.

The Bonds maturing on or after October 1, 2023 are subject to optional redemption prior to maturity by the City, or after October 1, 2022, out of money deposited with or held by the Registration Agent for such purpose, as a whole or in part at any time at the price of par.

SECTION 2. That the Mayor and City Finance Officer of the City of Chattanooga be and are hereby authorized and directed to execute said Bonds, and to deliver said Bonds to the Purchaser and to receive payment therefor without further authority from this City Council.

SECTION 3. That the Official Statement dated December 3, 2013, and the information contained therein to be used in connection with the offering and sale of said Bonds is hereby approved and further; that the City hereby ratifies, confirms and approves the use of the Preliminary Official Statement of the City dated November 18, 2013 and Notice of Sale of the City dated November 18, 2013, in connection with the offering and sale of said Bonds. The Official Statement may be modified in a manner not inconsistent with the substance thereof as shall be deemed advisable by the City or Financial Advisor to the City and by bond counsel and disclosure counsel to the City. The Mayor or any proper officer of the City is hereby authorized and directed to sign the Official Statement and any amendment or supplement thereto, in the name of and on behalf of the City, and to deliver the same and any such amendment or supplement.

SECTION 4. That U.S. Bank National Association is hereby appointed registrar and paying agent for said Bonds.

SECTION 5. That this Resolution shall take effect from and after its adoption, the public welfare requiring it.

ADOPTED: December 3, 2013