

RESOLUTION NO. 28431

A RESOLUTION AUTHORIZING THIRTY-SIX MILLION THREE HUNDRED AND FORTY FIVE THOUSAND DOLLARS (\$36,345,000) CITY OF CHATTANOOGA, TENNESSEE GENERAL OBLIGATION BONDS, SERIES 2015A, AND AUTHORIZING CERTAIN ACTIONS RELATED THERETO.

WHEREAS, the qualified electors of the City have not protested the issuance of the Bonds related to Initial Resolution No. 28391.

WHEREAS, pursuant to Notice of Sale dated October 14, 2015 for the City of Chattanooga, Tennessee General Obligation Bonds, Series 2015A (the “Bonds”), the following proposals have been received for the Bonds:

<u>BIDDER</u>	<u>TRUE INTEREST RATE</u>
Piper Jaffray	2.235386%
FTN Financial Capital Markets	2.24366
J.P. Morgan Securities LLC.	2.246584
Citigroup Global Markets Inc.	2.252496
Morgan Stanley & Co., Inc.	2.257247
Robert W. Baird & Co., Inc.	2.279967
FirstSouthwest	2.280499
Bank of America Merrill Lynch	2.287163
Wells Fargo Bank, National Association	2.304971
SunTrust Robinson Humphrey	2.331672

WHEREAS, the proposal of Piper Jaffray (“Purchaser”) offering to pay the principal sum of \$36,345,000 plus premium in the amount of \$6,517,428.10, together with accrued interest, bearing a true interest rate of 2.287178% 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 \$36,345,000 City of Chattanooga, Tennessee General Obligation Bonds, Series 2015A, dated November 10, 2015, 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>Sept. 1</u>	<u>Principal Amount</u>	<u>Rate</u>
2016	\$ 2,425,000	5.0000%
2017	2,425,000	5.0000
2018	2,425,000	5.0000
2019	2,425,000	5.0000
2020	2,425,000	5.0000
2021	2,425,000	2.0000
2022	2,425,000	5.0000
2023	2,425,000	5.0000
2024	2,425,000	5.0000

2025	2,420,000	5.0000
2026	2,420,000	5.0000
2027	2,420,000	5.0000
2028	2,420,000	5.0000
2029	2,420,000	5.0000
2030	2,420,000	5.0000

Interest on the Bonds is payable on March 1, 2016 and each September 1 and March 1 thereafter.

The Bonds maturing on or after September 1, 2026 are subject to optional redemption prior to maturity by the City, or on after September 1, 2025, 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 City Finance Office be and is hereby authorized and directed to return forthwith the good faith checks of all unsuccessful bidders.

SECTION 4. That the Official Statement dated October 20, 2015, 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 October 14, 2015, and Notice of Sale of the City, dated October 14, 2015, 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 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 deliver the same and any such amendment or supplement.

SECTION 6. That US Bank is hereby appointed registrar and paying agent for said Bonds.

SECTION 7. That this Resolution shall take effect from and after its adoption, the public welfare requiring it.

ADOPTED: October 20, 2015