

RESOLUTION NO. 2015-_____

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CHULA VISTA WAIVING THE COMPETITIVE FORMAL BID REQUIREMENT, APPROVING AN AGREEMENT WITH THE INVESTMENT BANKING FIRM OF STIFEL NICOLAUS & CO., INC. TO PROVIDE BOND UNDERWRITING SERVICES FOR REFUNDING OF COMMUNITY FACILITIES DISTRICT BONDED DEBT AND CERTIFICATES OF PARTICIPATION BONDED DEBT, IF DEEMED ECONOMICALLY FEASIBLE

WHEREAS, Stifel, Nicolaus and Company is currently under contract to refund Community Facilities District 2001-I (San Miguel Ranch); and

WHEREAS, San Miguel Ranch is now above the savings threshold and Stifel identified other potential candidates for refunding; and

WHEREAS, the refunding candidates include two types of financings Community Facility District debt and Certificates of Participation: and

WHEREAS, specifically the refunding candidates are

- City of Chula Vista Community Facilities District 2001-1 (San Miguel Ranch) 2005 Improvement Area B Special Tax Bonds (currently under contract with Stifel)
- City of Chula Vista Community Facilities District 07-I (Otay Ranch Village Eleven) 2006 Special Tax Bonds;
- City of Chula Vista Community Facilities District 12-I (McMillin Otay Ranch Village Seven) 2005 Special Tax Bonds;
- City of Chula Vista Community Facilities District 13-I (Otay Ranch Village Seven) 2006 Special Tax Bonds
- Chula Vista Public Financing Authority Revenue Refunding Bonds, Series 2005A.
- 2004 Certificates of Participation (Civic Center Phase 1)
- 2006 Certificates of Participation (Civic Center Phase 2); and

WHEREAS, the Stifel team assigned to the City has excellent working knowledge of the City's finances and bright future and is better able to sell the bonds with excellent pricing that benefits the City by reducing the interest rate spreads ; and

WHEREAS, the Finance department wants to continue the relationship with Stifel and waive the formal bid process in order to act quickly to take advantage of the historically low interest rate environment that currently exists, and

WHEREAS, the Finance Department will bring any contemplated bond refundings for City Council consideration and approval prior to issuing bonds; and

WHEREAS, Fees charged will be competitive and below average fees charged for similar sized issuances since 2014; and

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Chula Vista approves an Agreement in the form presented with such minor modifications as May be required or approved by the City Attorney, with the bond underwriting firm of Stifel, Nicolaus and Company, to provide underwriting services for refunding of Community Facilities District bonded debt and Certificates of Participation debt, if deemed economically feasible, and are identified as

- City of Chula Vista Community Facilities District 2001-1 (San Miguel Ranch) 2005 Improvement Area B Special Tax Bonds (currently under contract with Stifel)
• City of Chula Vista Community Facilities District 07-I (Otay Ranch Village Eleven) 2006 Special Tax Bonds;
• City of Chula Vista Community Facilities District 12-I (McMillin Otay Ranch Village Seven) 2005 Special Tax Bonds;
• City of Chula Vista Community Facilities District 13-I (Otay Ranch Village Seven) 2006 Special Tax Bonds
• Chula Vista Public Financing Authority Revenue Refunding Bonds, Series 2005A.
• 2004 Certificates of Participation (Civic Center Phase 1)
• 2006 Certificates of Participation (Civic Center Phase 2)

a copy of which is on file in the office of the City Clerk.

Presented by

Approved as to form by

Maria Kachadoorian
Deputy City Manager/CFO

Glen Googins
City Attorney