

FACT SHEET

<u>Title</u>	<u>Date</u>	<u>Originating Department</u>	<u>Sponsor</u>
A RESOLUTION AUTHORIZING THE MAYOR TO EXECUTE A PRICING AGREEMENT WITH DIGITAL ASSURANCE CERTIFICATION (HEREINAFTER REFERRED TO AS "DAC"); AND TO OTHERWISE PROVIDE WITH RESPECT THERETO.	November 2, 2015	Legal	

Purpose

To declare the intention of the City of Shreveport to engage DAC to compile and maintain undertaking requirements, provide notice of and file rating changes, offer ongoing training, file and disseminate information provided to DAC in connection with its bond issues, and assist in developing policies and procedures for secondary municipal market securities requirement.

Background Information

The City of Shreveport does not currently maintain an ongoing and current continuing disclosure policy. Rating agencies and various industry professionals have suggested that the City of Shreveport engage an entity to manage the disclosure requirements set forth in public finance transactions. DAC has maintained itself as an industry leader in the field of continuing disclosure policy and compliance therewith. Engagement of the DAC will result in decreased transaction costs associated with Disclosure Counsel during future issuances.

Timetable

Introduction- November 8, 2016

Final Passage- November 22, 2016

Finances

\$7,500.00 Due Upon Execution (One-Time Fee)
\$2,500.00 One-Time Set-up Fee for each new issue
\$1,000.00 One-Time Set-up Fee for each remarketing issue
\$2,500.00 Annual Filing Fee

Special Procedural Requirements

None

Alternatives

1. Adopt the resolution.
2. Amend the resolution.
3. Reject the resolution.

Conclusion Adoption of the resolution is recommended.

FACT SHEET REVIEWED BY:
William C. Bradford, Jr., City Attorney

RESOLUTION NO. _____ OF 2016

A RESOLUTION AUTHORIZING THE MAYOR TO EXECUTE A PRICING AGREEMENT WITH DIGITAL ASSURANCE CERTIFICATION HEREINAFTER REFERRED TO AS “DAC”); AND TO OTHERWISE PROVIDE WITH RESPECT THERETO.

BY:

WHEREAS, Securities and Exchange Commission (SEC) Rule 15c2-12 requires dealers, when underwriting certain types of municipal securities, to ensure that the state or local government issuing the bonds enters into an agreement to provide certain information to the Municipal Securities Rulemaking Board (MSRB) about the securities ongoing basis; and

WHEREAS, it is more cost effective and in the best interest of the City to engage a professional service to manage its compliance with SEC Rule 15c2-12; and

WHEREAS, Digital Assurance Certification will compile and maintain undertaking requirements, provide notice of and file rating changes, offer ongoing training, file and disseminate information provided to DAC in connection with its bond issues, and assist in developing policies and procedures for secondary municipal market securities requirements on behalf of the City of Shreveport;

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Shreveport in due, regular and legal session convened that the Mayor, for and on behalf of the City, is hereby authorized to execute a Pricing Agreement with Digital Assurance Certification, substantially in accordance with the terms and conditions of the draft thereof which was filed for public inspection, together with the original copy of this resolution in the office of the Clerk of Council on November 2, 2016.

BE IT FURTHER RESOLVED, that the Governing Authority hereby authorizes and directs its Mayor, Chief Administrative Officer, Director of Finance, Clerk and such other officials of the City individually and/or collectively to do any and all things necessary and incidental to carry out the provisions of this resolutions.

BE IT FURTHER RESOLVED, that if any provision or item of these resolutions or the application thereof is held invalid, such invalidity shall not affect other provisions, items or applications of this resolution which can be given effect without the invalid provisions, items or applications, and to this end, the provisions of this resolution are hereby declared to be severable.

BE IT FURTHER RESOLVED, that all resolutions in conflict herewith are hereby repealed.

APPROVED AS TO LEGAL FORM:

