ORDINANCE # 2023-07
INTRODUCED BY SMITH
DATE INTRODUCED 3-7-2023
ITEM NUMBER 2023-03-04
PUBLIC HEARING 4-4-2023
ADOPTED/TABLED 4-4-2023
EFFECTIVE 4-26-2023
BOOK # _____ PAGE # _____
RECORDATION # _____
AMENDED BY ORDINANCE # _____
DATE AMENDED _____

ADOPTION

INTRODUCTION

CITY OF COVINGTON
STATE OF LOUISIANA

ORDINANCE NUMBER 2023-07
AMENDED

AN ORDINANCE APPROVING THE ACCEPTANCE OF THE BID OF TD SECURITIES, OF_NEW YORK, NEW YORK, FOR THE PURCHASE OF FOUR MILLION SEVEN HUNDRED FIFTY THOUSAND DOLLARS ($4,750,000) OF GENERAL OBLIGATION BONDS, SERIES 2023, OF CITY OF COVINGTON, STATE OF LOUISIANA

WHEREAS, pursuant to the provisions of a Notice of Bond Sale dated February 7, 2023, published in the manner required by law, and pursuant to the provisions of an ordinance adopted by the City Council of the City of Covington, State of Louisiana (the "City Council"), the governing authority of City of Covington, State of Louisiana (the "Issuer"), on March 7, 2023 (the "Prior Ordinance"), bids were solicited for the purchase of Four Million Seven Hundred Fifty Thousand Dollars ($4,750,000) of General Obligation Bonds, Series 2023, of the Issuer (the "Bonds"), on March 29, 2023; and

WHEREAS, four (4) bids were received for the purchase of the Bonds, as follows:

Bidder	True Interest Cost
TD Securities	**3.5355%**
Robert W. Baird & Co., Inc.	**3.5405%**
FHN Financial Capital Markets	**3.6470%**
Stifel, Nicolaus & Co., Inc.	**3.8258%**

; and

WHEREAS, in accordance with the provisions of the Prior Ordinance, the Council Clerk of the City Council has found and determined that the bid submitted by TD Securities, of New York, New York (the "Purchaser"), complies with all terms and conditions prescribed by the Notice of Bond Sale and Official Statement and has accepted said bid for the purchase of the Bonds on behalf of the Issuer; and

WHEREAS, the Purchaser has tendered the required good faith deposit, the receipt of which is hereby confirmed, and

WHEREAS, this City Council now desires to approve the acceptance of the bid of the Purchaser and to take such action as may be necessary to accomplish the delivery of the Bonds to the Purchaser; and

WHEREAS, capitalized terms used but not defined herein shall have the meaning given such terms in the Prior Ordinance;

NOW, THEREFORE, BE IT ORDAINED by the City Council, acting as the governing authority of the Issuer, that:

SECTION 1. The acceptance of the bid of the Purchaser for the purchase of the Bonds, a copy of which is annexed hereto as **Exhibit A**, and the award to the Purchaser are hereby approved.

SECTION 2. In accordance with the provisions of the Preliminary Official Statement prepared in connection with the sale of the Bonds (the "Preliminary Official Statement"), the amount of the good faith deposit tendered by the Purchaser shall be deposited and credited towards the purchase price of the Bonds without regard to any interest earnings thereon.

SECTION 3. When the Bonds have been properly prepared, the Issuer is authorized to deliver the Bonds to the Purchaser upon the payment of $5,180,916.85, constituting the principal amount of the Bonds, plus a bid premium of $478,416.85, and less a credit of $47,500.00 for the amount of the good faith deposit described above. The bid premium of the Purchaser shall be deposited in a construction fund, hereby created, and used for the purposes of the Bonds in accordance with their terms.

SECTION 4. The unpaid principal of the Bonds shall bear interest from the date thereof or from the most recent Interest Payment Date to which interest has been paid or duly provided for, payable on each Interest Payment Date, commencing March 1, 2024, at the rates of interest per annum set forth below, and shall mature on March 1 of each year as follows:

[Remainder of page intentionally left blank.]

YEAR	PRINCIPAL AMOUNT	INTEREST RATE	YEAR	PRINCIPAL AMOUNT	INTEREST RATE
2026	$ 5,000	5.00%	2035	$300,000	5.00%
2027	10,000	5.00	2036	315,000	5.00
2028	10,000	5.00	2037	325,000	5.00
2029	225,000	5.00	2038	340,000	5.00
2030	235,000	5.00	2039	355,000	4.00
2031	250,000	5.00	2040	365,000	4.00
2032	260,000	5.00	2041	380,000	4.00
2033	275,000	5.00	2042	395,000	4.00
2034	290,000	5.00	2043	415,000	4.00

SECTION 5. The official Notice of Bond Sale and the Preliminary Official Statement, and the information contained therein, are hereby approved. The preparation of the final Official Statement pertaining to the Bonds is hereby approved, and the Council Clerk, Council President and/or the Finance Director of the Issuer are hereby authorized to sign copies thereof as evidence of the approval of the Issuer and are further directed to execute and deliver to the Purchaser at the time of closing a certificate which shall be substantially in the form of the certificate annexed hereto as **Exhibit B**.

SECTION 6. This Ordinance shall take effect immediately upon its adoption.

[Remainder of page intentionally left blank.]

MOTION FOR ADOPTION by Rolling, **seconded by** Smith

YEAS: 7 **NAYS:** 0

ABSTAIN: 0 **ABSENT:** 0

PASSED AND ADOPTED this 5th day of April, 2023.

/s/ Larry Rolling
LARRY ROLLING
COUNCIL PRESIDENT

/s/ Jo Ann D. Rucker
JOANN D RUCKER
COUNCIL CLERK

Presented to the Mayor this 5th day of April, at 10 o'clock A.M.

/s/ Jo Ann D Rucker
JOANN D RUCKER
COUNCIL CLERK

Approved ✓ or Vetoed ___ by the Mayor on this 10th day of April, 2023.

/s/ Mark Johnson
MARK R. JOHNSON
MAYOR

Received from the Mayor on the 10th day of April, 2023, at 2:00 o'clock P.M.

/s/ Jo Ann D Rucker
JOANN D RUCKER
COUNCIL CLERK

EXHIBIT "A"

COPY OF SUCCESSFUL BID

TD Securities - New York , NY's Bid

PARITY

Covington
$4,750,000 General Obligation Bonds, Series 2023

For the aggregate principal amount of $4,750,000.00, we will pay you $5,228,416.85, plus accrued interest from the date of issue to the date of delivery. The Bonds are to bear interest at the following rate(s):

Maturity Date	Amount $	Coupon %
03/01/2026	5M	5.0000
03/01/2027	10M	5.0000
03/01/2028	10M	5.0000
03/01/2029	225M	5.0000
03/01/2030	235M	5.0000
03/01/2031	250M	5.0000
03/01/2032	260M	5.0000
03/01/2033	275M	5.0000
03/01/2034	290M	5.0000
03/01/2035	300M	5.0000
03/01/2036	315M	5.0000
03/01/2037	325M	5.0000
03/01/2038	340M	5.0000
03/01/2039	355M	4.0000
03/01/2040	365M	4.0000
03/01/2041	380M	4.0000
03/01/2042	395M	4.0000
03/01/2043	415M	4.0000

Total Interest Cost:	$2,884,083.33
Premium:	$478,416.85
Net Interest Cost:	$2,405,666.48
TIC:	3.535586

Time Last Bid Received On:03/29/2023 10:57:47 CDST

This proposal is made subject to all of the terms and conditions of the Official Bid Form, the Official Notice of Sale, and the Preliminary Official Statement, all of which are made a part hereof.

Bidder: TD Securities, New York , NY
Contact: Jake Frackowiak
Title:
Telephone:212-827-7171
Fax:

Issuer Name: City of Covington Company Name: _____

Accepted By: _____ Accepted By: _____

Date: _____ Date: _____

EXHIBIT "B"

OFFICIAL STATEMENT CERTIFICATE

I, the undersigned Council Clerk of the City Council of the City of Covington, State of Louisiana, with respect to the Official Statement (the "Official Statement") issued regarding the sale of Four Million Seven Hundred Fifty Thousand Dollars ($4,750,000) of General Obligation Bonds, Series 2023 (the "Bonds"), of the City of Covington, State of Louisiana (the "Issuer"), DO HEREBY CERTIFY THAT, at the time of payment for and delivery of the Bonds and at the date hereof, (i) the descriptions and statements, including financial data, of or pertaining to City of Covington, State of Louisiana (the "Issuer"), on the date of the Preliminary Official Statement, on the date of the sale of the Bonds and on the date of the delivery thereof, were and are true in all material respects, and, insofar as such matters are concerned, the Official Statement did not and does not contain an untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in light of the circumstances under which they are made, not misleading, and (ii) insofar as the descriptions and statements, including financial data, of or pertaining to governmental and/or non-governmental entities other than the Issuer and its activities, contained in the Official Statement are concerned, such descriptions, statements and data have been obtained from sources which the governing authority of the Issuer believes to be reliable and the said governing authority has no reason to believe that they are untrue or incomplete in any material respect, and (iii) there has been no adverse material change in the affairs of the Issuer between the date of the delivery of the Official Statement and the date of the Bonds.

CITY OF COVINGTON, STATE OF LOUISIANA

By:/s/ Jo Ann D Rucker
JOANN D RUCKER
COUNCIL CLERK

STATE OF LOUISIANA

PARISH OF ST. TAMMANY

I, the undersigned Council Clerk of the City of Covington, State of Louisiana, do hereby certify that the foregoing pages constitute a true and correct copy of the proceedings taken by said City Council on April 4, 2023, approving the acceptance of the bid of TD Securities, of New York, New York for the purchase of Four Million Seven Hundred Fifty Thousand Dollars ($4,750,000) of General Obligation Bonds, Series 2023, of the City of Covington, State of Louisiana.

IN FAITH WHEREOF, witness my official signature on this, the 4th day of April, 2023.

/s/ Jo Ann D Rucker

JOANN D RUCKER
COUNCIL CLERK