



City of Grand Island

Tuesday, April 12, 2011

Council Session

Item G6

#2011-80 - Approving the Sale of 2 Shares of SemGroup Corporation

Staff Contact: Mary Lou Brown

Council Agenda Memo

From: Mary Lou Brown, City Administrator
Meeting: April 12, 2011
Subject: Sale of 2 Shares of SemGroup Corporation
Item #'s: G-6
Presenter(s): Mary Lou Brown, City Administrator

Background

The City of Grand Island was issued 2 shares of SemGroup Corporation as a result of a Chapter 11 Bankruptcy settlement. These share are maintained under the Direct Registration System, which means they are being held in an electronic, book-entry account maintained by BNY Mellon Shareowner Services LLC. As of March 16, 2011, these shares had a value of \$32.14 each.

Discussion

BNY Mellon Shareowner Services requires that an original copy of the resolution authorizing the sale be sent with the request for sale of these shares. This document should have the seal of the City of Grand Island and list the individuals authorized to sell, assign, or transfer securities on behalf of the city.

Alternatives

It appears that the Council has the following alternatives concerning the issue at hand. The Council may:

1. Move to approve
2. Refer the issue to a Committee
3. Postpone the issue to future date
4. Take no action on the issue

Recommendation

City Administration recommends that the Council approve the sale of 2 shares of SemGroup Corporation.

Sample Motion

Move to approve sale of 2 shares of SemGroup Corporation.

RESOLUTION 2011-80

WHEREAS, the City of Grand Island was issued 2 shares of SemGroup Corporation as a result of a Chapter 11 Bankruptcy settlement; and

WHEREAS, these shares are being held by BNY Mellon Shareowner Services LLC in an electronic, book-entry account; and

WHEREAS, Mary Lou Brown, Finance Director, has been authorized to sell these 2 shares of SemGroup Corporation on behalf of the City of Grand Island.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND COUNCIL OF THE CITY OF GRAND ISLAND, NEBRASKA, that the sale of 2 shares of SemGroup Corporation be approved.

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Adopted by the City Council of the City of Grand Island, Nebraska, April 12, 2011.

Jay Vavricek, Mayor

Attest:

RaNae Edwards, City Clerk

Approved as to Form _____
April 7, 2011 City Attorney