

Green Bond Fact Sheet

Schertz-Seguín Local Government Corporation			Date: 19-Nov-2018
Issue date: 15-Nov-2018 Maturity date: 01-Feb-2041 Tenor: 22.2			
Issuer Name	Schertz-Seguín Local Government Corporation	Amount Issued	USD19m
Country of risk	USA	CBI Database	Included
Issuer Type ¹	Local government	Bond Type	US MUNI
Green Bond Framework	N/A	Second party opinion	N/A
Certification Standard	Not certified	Assurance report	N/A
Certification Verifier	N/A	Green bond rating	N/A
Use of Proceeds			
<input type="checkbox"/> Energy	<input type="checkbox"/> Solar <input type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro	<input type="checkbox"/> Tidal <input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Buildings	<input type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input checked="" type="checkbox"/> Water & wastewater	<input checked="" type="checkbox"/> Water distribution <input checked="" type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input checked="" type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Desalination plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> FSC Forestry <input type="checkbox"/> FSC Cellulose & paper	<input type="checkbox"/> Land remediation <input type="checkbox"/> Energy/water efficiency	<input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience	<input type="checkbox"/> ICT	<input type="checkbox"/> Industry: process
Issue details			
Reporting	The issuer commits to report on an annual basis on its website on the allocation of proceeds and impact of the financed projects.		
Company information	The corporation set up by Schertz-Seguin works to develop and operate the wholesale water supply system of this two major population centres in Guadalupe County, Texas. The Corporation holds permits to produce water from twelve wells up to an annual combined total of 19,362 (with the latest addition of two dwells production rose to 12,910 acre feet)		
Firsts, records and certifications	First Texas issuer to come to market in 2018 with a US Muni green bond.		
Proceeds description	The deal will finance projects related to the development and operation of the water supply system of the cities of Seguin and Schertz, including the construction of a cross-country pipeline, treatment facilities, pumping stations, water storage and gathering lines from the well-field.		
Climate Bonds view	Water is the largest sector financed by US Muni green bonds, with over half of proceeds from US municipal deals being allocated to water-related projects in 2018, or USD1.7bn. What is notable about this deal is that it involves inter-governmental cooperation. The cities of Schertz and Seguin recognized the interconnectedness of the issues at stake related to their water system and identified a common solution. We hope to see more US municipal agencies using green bonds as a means to cooperate with other agencies in obtaining financing for green infrastructure projects.		
Underwriters			
Deal comments			
Credit Rating	AA (S&P)		
Pricing summary			
Investors summary			

¹ Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign