

TENNESSEE LOCAL DEVELOPMENT AUTHORITY
AUGUST 12, 2015
AGENDA

1. Call Meeting to Order
2. Approval of Minutes from the TLDA meeting of June 23, 2015
3. Follow-up discussion about the SRF priority ranking lists
4. Consider for approval the following DWSRF loans:

	SRF Base Loan	Principal Forgiveness	Total SRF Funding	Interest Rate
Cookeville Boat Dock Road UD DG4 2015-157	\$ 562,500	\$ 187,500	\$ 750,000	1.22%
DeKalb UD DWF 2014-143 (increase)	\$ 4,250,000	\$ -	\$ 4,250,000	0.60%
First UD of Tipton County DW3 2015-165	\$ 632,701	\$ 210,901	\$ 843,602	0.73%
First UD of Tipton County DWF 2015-166	\$ 686,833	\$ -	\$ 686,833	0.73%
Lebanon DW2 2015-161	\$ 587,600	\$ 316,400	\$ 904,000	1.71%
Lebanon DWF 2015-162	\$ 1,271,000	\$ -	\$ 1,271,000	1.71%
Paris DW4 2015-163	\$ 1,875,000	\$ 625,000	\$ 2,500,000	1.29%
Paris DWF 2015-164	\$ 950,000	\$ -	\$ 950,000	1.29%

5. Adjourn

TENNESSEE LOCAL DEVELOPMENT AUTHORITY

June 23, 2015

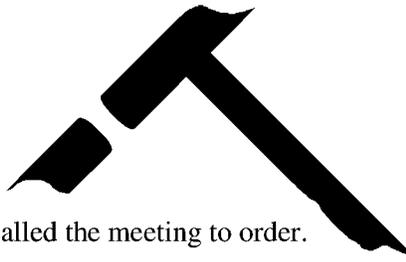
The Tennessee Local Development Authority (the “Authority” or “TLDA”) met on Tuesday, June 23, 2015, at 11:00 a.m. in the Executive Conference Room, State Capitol, Nashville, Tennessee. The Honorable Tre Hargett, Secretary of State, was present and presided as Vice-Chair.

The following members were also present:

The Honorable Justin Wilson, Comptroller of the Treasury
The Honorable David Lillard, State Treasurer
Commissioner Larry Martin, Department of Finance and Administration
Mr. Pat Wolfe, Senate Appointee
Dr. Kenneth Moore, House Appointee

The following member was absent:

The Honorable Bill Haslam, Governor



Recognizing a physical quorum present, Mr. Hargett called the meeting to order.

Mr. Hargett recognized Ms. Alexa Voytek of the Office of Energy Programs (OEP) in the Tennessee Department of Environment and Conservation (TDEC) to provide an update on Qualified Energy Conservation Bond (QECB) projects. Ms. Voytek stated that the bonds for the City of Memphis’ Self Tucker/Universal Light and Knowledge Quest projects, which had allocations of \$3.8 million and \$350,000 respectively, were issued on April 15, 2015. Ms. Voytek stated that Knox County’s solar energy project, which has an allocation of \$12.5 million, was on the county commission’s agenda for a final vote on June 22, 2015. If approved, the agreement is expected to be executed by June 30, 2015, and the bond issuance process is anticipated to begin around July 14, 2015. Ms. Voytek stated that the City of Lebanon had been granted a \$3.8 million sub-allocation for installation of a gasification unit, and the bond issuance for that project closed on April 24, 2015. Ms. Voytek stated that no responses had been received from the third round of Request for Proposals, but a few inquiries had been received from potential applicants. Ms. Voytek stated that the City of Clarksville is still working to finalize details for the bond issuance associated with the city’s Large Local Jurisdiction (LLJ) allocation of \$1,241,344 to be used for a street lighting improvement project.



Recognizing that the approval of the minutes had been inadvertently overlooked, Mr. Hargett asked for a motion to approve the minutes of the April 15, 2015, meeting. Mr. Wilson made a motion to approve the minutes, and Mr. Lillard seconded the motion. The minutes were unanimously approved.

Mr. Hargett stated that the next item of business was presentation of the Clean Water and Drinking Water priority rankings lists. He recognized Mr. Sherwin Smith, Director of TDEC’s State Revolving Fund (SRF) loan program to present the item. Mr. Smith distributed copies of both lists to each board member. Mr. Smith stated that TDEC was applying for Clean Water and Drinking Water allocations from the federal government in the amounts of \$20,397,000 and \$8,845,000 respectively, and the State would provide a twenty percent funding match for each program. Mr. Smith stated that, based on these expected capitalization grant amounts, the first tier funding zone (those projects eligible for a subsidy) would include the projects listed through project number 11 for Clean Water and through project number 6 for Drinking Water provided that all of the entities accept the funding; otherwise, TDEC would offer subsidized funding for the next project on the list until the available subsidy had been exhausted. He stated that anyone on the list could, however, apply for a low-interest loan without subsidy at any time, and TDEC would initiate the loan process with the applicant. Mr. Smith noted that the subsidy to be offered would be 15 percent principal forgiveness for Clean Water projects and 25 percent principal forgiveness for Drinking Water projects. Mr. Hargett commented that several projects had the same number of priority points and asked how those projects were differentiated in their rankings. Mr. Smith replied that an engineer ranked the projects based on the amount of priority points received, and in the event of a tie, he believed that the engineer used professional judgment

to rank based on necessity of the project. Mr. Wilson stated that the engineer should consider providing more details to further support the rankings and enhance transparency. Mr. Smith agreed to review the procedures used by the engineers, and noted that amongst those projects with the same priority points, the projects were further arranged by the Ability to Pay Index (ATPI). He stated that less affluent applicants (those with a lower ATPI) would have a higher ranking. He agreed that on the lists as presented it was not entirely clear why two projects with the same priority points and the same ATPI would receive different rankings, and stated that he would review the procedures used in these situations. Dr. Moore asked if population and the number of people affected were factors in the rankings. Mr. Smith responded that TDEC contracts with the University of Tennessee's Center for Business and Economic Research (UTCBER) to provide raw data on factors such as population trends, affluence, tax revenues, and unemployment. TDEC and UTCBER worked together to plot the data on a bell curve and created the ATPI. Mr. Wolfe asked about the different rankings for Carter County project versus the Unicoi County project. Mr. Smith responded that the Carter County project was a waterline replacement which related to public health; whereas, the Unicoi County project was meter replacement which created efficiency. Therefore, a project related to public health would more likely earn a higher ranking than a project that created efficiency. There was no further discussion.

Mr. Hargett stated that the next agenda item was the approval of Clean Water State Revolving Fund (SRF) loans. Mr. Hargett recognized Mr. Smith to present the Clean Water SRF loan requests. Mr. Smith stated that the unobligated fund balance was \$170,700,409 as of April 15, 2015. If all requests were approved as presented, the funds available for loan obligations would be \$168,830,409. He then described each loan request:

- McKenzie (CW1 2015-352)—Requesting \$1,833,160 (\$1,649,844 loan; \$183,316 principal forgiveness) for wastewater treatment plant improvements and infiltration/inflow (I/I) correction (city-wide); recommended interest rate of 0.43% based on the ATPI.
- McKenzie (SRF 2015-354)—Requesting \$36,840 for wastewater treatment plant improvements and I/I correction (city-wide); recommended interest rate of 0.43% based on the ATPI.

Mr. Smith explained that these were companion loans for the same project, and the reason they were being presented separately was that the first loan used up the remaining amount in the capitalization grant. However, this did not cover the total loan request, so the companion loan (without principal forgiveness) made up the difference. Mr. Wilson moved for approval of the Clean Water SRF loans, and Mr. Wolfe seconded the motion. The motion passed unanimously.

Mr. Hargett stated that the next item of business was consideration for approval of a Drinking Water SRF loan request. He asked Mr. Smith to present the request. Mr. Smith first presented the unobligated fund balance. He stated the balance was \$48,404,625 as of April 15, 2015. Upon approval of the loan request to be presented, the funds available for loan obligations would decrease to \$48,063,615. He then described the loan request:

- Crossville (DW1 2012-116)—Requesting a loan increase of \$341,010 (\$238,707 loan; \$102,303 principal forgiveness) for a total loan amount of \$2,231,010 (\$1,561,707 loan; \$669,303 principal forgiveness) for water distribution system improvements; recommended interest rate of 1.87% based on the ATPI.

Dr. Moore moved for approval of the Drinking Water SRF loan, and Mr. Lillard seconded the motion. The motion passed unanimously.

Mr. Hargett asked for further business. There was none. Mr. Wilson made a motion to adjourn, and Mr. Martin seconded the motion. The meeting was unanimously adjourned.

Approved on this ____ day of _____, 2015.

Respectfully submitted,

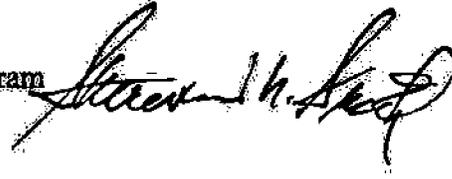
Sandra Thompson
Assistant Secretary

Tennessee Department of Environment and Conservation
State Revolving Fund Loan Program Office Correspondence

Date: July 23, 2015

To: Tennessee Local Development Authority

From: Sherwin N. Smith, Director, SRF Loan Program



Re: Additional Priority Ranking Procedures

During the TLDA meeting held on June 23, 2015, the State Revolving Fund (SRF) Loan Program presented the Clean Water and Drinking Water Priority Ranking Lists to the TLDA members. The Priority Ranking Lists were prepared utilizing established regulations and policy documents to calculate a numerical score for project loan requests received from prospective borrowers. Upon review of the Priority Ranking Lists, TLDA members did have questions relative to the ranking order of projects for which the calculated numerical score was the same. The SRF program agreed to review procedures used by technical staff to address such situations.

Following the June 23, 2015, TLDA meeting, the SRF program has conducted a review of procedures utilized to ensure transparency, consistency, fairness and equitable project placement on Priority Ranking Lists. The review revealed that projects that were awarded the same numerical score were then arranged considering the prospective borrower's Ability to Pay (ATPI) with priority given to less affluent local governments. In the event that projects remained with both equivalent numerical scores and equivalent Ability to Pay, such projects were then arranged and placed on the Priority Ranking Lists in alphabetical order. The review also revealed that this procedure is currently utilized and appears to have been consistently applied.

Although the current procedure does provide a mechanism to address projects with equivalent numerical scores for priority ranking, subsequent to review and deliberation, the SRF program has decided to amend the above procedure. The SRF program plans to replace the procedure of arranging projects by alphabetical order and instead utilize population of the local government with priority given to local governments with smaller populations. This procedural amendment will better align with the SRF program attempts to target and assist smaller, less affluent communities. The SRF program plans to implement the procedural amendment described above when preparing the next Priority Ranking Lists in early 2016.

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

**Drinking Water State Revolving Fund (DWSRF) Loan Program
Funds Available for Loan Obligation
August 12, 2015**

Unobligated Balance as of June 23, 2015 **\$ 48,063,615**

<u>Increases:</u>	<u>Loan Number</u>	<u>Loan Amount</u>
Reduction to prior loan		* \$ <u>(13,625)</u>

Unobligated Balance as of August 12, 2015 **\$ 48,077,240**

<u>Applicants:</u>	<u>Loan Number</u>	<u>Loan Amount</u>
Cookeville Boat Dock Road UD (Subsidized @ \$187,500)	DG4 2015-157	\$ 750,000
DeKalb UD (loan increase)	DWF 2014-143	\$ 4,250,000
First Utility District of Tipton County (Subsidized @ \$210,901)	DW3 2015-165	\$ 843,602
First Utility District of Tipton County	DWF 2015-166	\$ 686,833
Lebanon (Subsidized @ \$316,400)	DW2 2015-161	\$ 904,000
Lebanon	DWF 2015-162	\$ 1,271,000
Paris (Subsidized @ \$625,000)	DW4 2015-163	\$ 2,500,000
Paris	DWF 2015-164	\$ <u>950,000</u>
		<u>\$ 12,155,435</u>

Remaining Funds Available for Loan Obligations **\$ 35,921,805**

*** Reductions to Prior Loan**

<u>Loan Decrease</u>	<u>Loan Number</u>	<u>Amount</u>
Halls	DG3 2014-145	\$ <u>(13,625)</u>
Total Early Payoffs		<u>\$ (13,625)</u>

FACT SHEET

JUNE 23, 2015

Borrower: Cookeville Boat Dock Road UD
Population: 6,707
County: Putnam County
Consulting Engineer: CE Designers, Inc.,
Project Number: DG4 2015-157
Priority List Ranking/Points: 9(FY 2014)/45
Recommended Term: 20 years
Recommended Rate: $(2.45 \times 60\%) - (0.25\%) = 1.22\%$
Project Description: Green – Waterline Replacements.

Total Project Cost: \$ 750,000

Sources of Funding:

SRF Loan Principal (75%)	\$ 562,500
SRF Principal Forgiveness (25%)	\$ 187,500
Other Funds	\$ -0-

Gross Revenues: \$ 1,107,524.00

Debt Service:

Prior Loans: (including SRF)	<u>\$ 129,636</u>	11.70%
Proposed Loan:	<u>\$ 31,710</u>	2.86%
Total:	<u>\$ 161,346</u>	14.56%

Residential User Charge: (5,000 gal/month)

Current Rate: \$ 50.69

Public Meeting: March 03, 2015

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO OUTSTANDING LOANS
Cookeville Boat Dock Road Utility District
DG4 2015-157**

The Local Government hereby represents that:

- (1) The total amount of revenues of the system received by the Local Government in the prior fiscal year of the State is \$1,107,524.
- (2) (a) The prior loans which have been funded for which the Local Government has pledged its revenues are as follows:

Loan Type	Loan #	Original \$/Amt.	Max: Annual Debt Service
Waterworks Revenue Bonds	Series 1990	\$452,000	\$36,564
Waterworks Revenue Bonds	Series 2008	\$824,700	\$80,184
Waterworks Revenue Bonds	Series 2011	\$300,000	\$12,888

- (b) The maximum aggregate annual debt service is \$129,636.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the Local Government has pledged its revenues are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt.	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	1.22%	\$750,000	\$187,500	\$31,710

- (b) The anticipated maximum aggregate annual debt service is \$31,710.
- (4) The amount of Local Government indebtedness (Subparagraphs (2)(b) and (3)(b) having a lien on the revenues referred above is \$161,346.
- (5) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (4) is \$946,178.

Duly signed by an authorized representative of the Local Government on this 27
day of MAY, 2015.

This is the Comptroller's certificate as required by TCA 4-31-108. The approval of the loan(s) is contingent upon approval of the Tennessee Local Development Authority.

LOCAL GOVERNMENT

BY: *Danny Burgess*
Danny Burgess, President

FACT SHEET

AUGUST 12, 2015

Borrower: DeKalb UD
Population: 13,132
County: DeKalb, ~~Cannon~~ Smith, and Wilson Counties
Consulting Engineer: Goodwin, Mills And Cawood, Inc.
Project Number: DWF 2014-143
Priority List Ranking/Points: 27(FY 2013)/25
Recommended Term: 20 years
Recommended Rate: $(2.83 \times 30\%) - (0.25\%) = 0.60\%$

Project Description: Construction of a new water treatment plant with a new water intake, Raw water Transmission and finished water transmission lines to connect to the existing water distribution system

Total Project Cost: \$ 16,250,000

Sources of Funding:		Increase
SRF Loan Principal	* \$ 7,000,000	4,250,000
Other Funds (DW3 2014-142)	\$ 2,500,000	
Other Funds (ARC Grant)	\$ 500,000	
Other Funds (US Rural Service Grant)	\$ 6,250,000	
Gross Revenues:	\$ 2,502,758	

Debt Service:

Prior Loans: (including SRF)	<u>\$ 381,659</u>	15.25%
Proposed Loan:	<u>\$ 371,507</u>	14.84%
Total:	<u>\$ 753,166</u>	30.09%

Residential User Charge: (5,000 gal/month)

Current Rate: \$ 47.53
Proposed Rate: \$ 51.76 (Effective Date: January 01, 2016)

Public Meeting: February 26, 2015

* There is a previous Loan in the amount of \$ 2,750,000

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO OUTSTANDING LOANS
DeKalb Utility District
DWF 2014-143 (Loan Increase)**

The Local Government hereby represents that:

- (1) The total amount of revenues of the system received by the Local Government in the prior fiscal year of the State is \$2,502,758.

- (2) (a) The prior loans which have been funded for which the Local Government has pledged its revenues are as follows:

Loan Type	Loan #	Original \$/Amt.	Principal Forgiven	Max: Annual Debt Service
SRF/Water	DWF 01-041	\$1,000,000	\$0	\$61,344
SRF/Water	DW3 14-142	\$2,500,000	\$500,000	\$106,145
Bonds	2007	\$2,380,000	\$0	\$131,100
Bonds	2009	\$625,000	\$0	\$28,728
Bonds	2010	\$202,000	\$0	\$8,928
Water Supply	CORE	\$783,585	\$0	\$45,414

- (b) The maximum aggregate annual debt service is \$381,659.

- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the Local Government has pledged its revenues are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt.	Principal Forgiven	Anticipated Max. Annual Debt Service
SRF/Water	0.60%	\$7,000,000*	\$0	\$371,507

*The TLDA approved \$2,750,000 on 5/6/14. The UD is requesting an increase of \$4,250,000 for a total loan of \$7,000,000.

- (b) The anticipated maximum aggregate annual debt service is \$371,507.

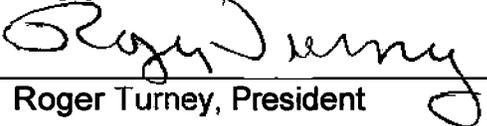
- (4) The amount of Local Government indebtedness (Subparagraphs (2)(b) and (3)(b) having a lien on the revenues referred above is \$753,166.

- (5) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (4) is \$1,749,592.

Duly signed by an authorized representative of the Local Government on this 2nd
day of July, 2015.

This is the Comptroller's certificate as required by TCA 4-31-108. The approval of the loan(s) is contingent upon approval of the Tennessee Local Development Authority.

LOCAL GOVERNMENT

BY: 
Roger Turney, President

FACT SHEET

AUGUST 12, 2015

Borrower: First Utility District of Tipton County
Population: 8,668
County: Tipton County
Consulting Engineer: King Engineering Consultants LLC,
Project Number: DW3 2015-165
Priority List Ranking/Points: 19(FY 2014)/25
Recommended Term: 20 years
Recommended Rate: $(2.46 \times 40\%) - (0.25\%) = 0.73\%$
Project Description: New 300,000 gallon elevated water storage tank.

Total Project Cost: \$ 1,530,435

Sources of Funding:

SRF Loan Principal (75%)	\$ 632,701
SRF Principal Forgiveness (25%)	\$ 210,901
Other Funds (DWF 2015-166)	\$ 686,833

Gross Revenues: \$ 1,227,553.00

Debt Service:

Prior Loans: (including SRF)	<u>\$ 374,816</u>	30.53%
Proposed Loan:	<u>\$ 70,930</u>	5.78%
Total:	<u>\$ 445,746</u>	36.31%

Residential User Charge: (5,000 gal/month)

Current Rate:	\$ 30.00
Proposed Rate:	\$ 31.75 (Effective Date: January 01, 2016)

Public Meeting: June 22, 2015

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO OUTSTANDING LOANS
First Utility District of Tipton County
DW3 2015-165**

The Utility District hereby represents that:

- (1) The total amount of revenues of the system received by the District in the prior fiscal year of the State is \$1,227,553 (water).
- (2) (a) The prior loans which have been funded for which the District has pledged its revenues are as follows:

Loan Type	Loan #	Original \$/Amt.	Max: Annual Debt Service
Revenue Bonds	RDA Series 1994	\$460,000	\$35,908
Revenue Bonds	RDA Series 2004	\$1,750,000	\$96,396
Revenue Bonds	RDA Series 2008	\$500,000	\$37,560
Revenue Bonds	RDA Series 2008A	\$139,000	\$9,792
Revenue Bonds	RDA Series 2011	\$300,000	\$15,660
Revenue Bonds	Series 2011	\$1,200,000	\$179,500

- (b) The maximum aggregate annual debt service is \$374,816.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the District has pledged its revenues are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt.	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	0.73%	\$686,833	\$0	\$36,920
SRF/Water	0.73%	\$843,602	\$210,901	\$34,010

- (b) The anticipated maximum aggregate annual debt service is \$70,930.
- (4) The amount of District indebtedness (Subparagraphs (2)(b) and (3)(b) having a lien on the revenues referred above is \$445,746.
- (5) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (4) is \$781,807.

Duly signed by an authorized representative of the District on this 23rd day of June, 2015.

This is the Comptroller's certificate as required by TCA 4-31-108. The approval of the loan(s) is contingent upon approval by the Tennessee Local Development Authority.

LOCAL GOVERNMENT

BY: 
Douglas Myers, UD General Manager

FACT SHEET

AUGUST 12, 2015

Borrower: First Utility District of Tipton County
Population: 8,668
County: Tipton County
Consulting Engineer: King Engineering Consultants LLC,
Project Number: DWF 2015-166
Priority List Ranking/Points: 19(FY 2014)/25
Recommended Term: 20 years
Recommended Rate: $(2.46 \times 40\%) - (0.25\%) = 0.73\%$
Project Description: New 300,000 gallon Elevated Water Storage Tank.

Total Project Cost: \$ 1,530,435

Sources of Funding:

SRF Loan Principal	\$ 686,833
Other Funds (DW3 2015-165)	\$ 843,602

Gross Revenues: \$ 1,227,553.00

Debt Service:

Prior Loans: (including SRF)	\$ 374,816	30.53%
Proposed Loan:	\$ 70,930	<u>5.78%</u>
Total:	\$ 445,746	36.31%

Residential User Charge: (5,000 gal/month)

Current Rate:	\$ 30.00
Proposed Rate:	\$ 31.75 (Effective Date: January 01, 2016)

Public Meeting: June 22, 2015

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO OUTSTANDING LOANS
First Utility District of Tipton County
DWF 2015-166**

The Utility District hereby represents that:

- (1) The total amount of revenues of the system received by the District in the prior fiscal year of the State is \$1,227,553 (water).
- (2) (a) The prior loans which have been funded for which the District has pledged its revenues are as follows:

Loan Type	Loan #	Original \$/Amt.	Max: Annual Debt Service
Revenue Bonds	RDA Series 1994	\$460,000	\$35,908
Revenue Bonds	RDA Series 2004	\$1,750,000	\$96,396
Revenue Bonds	RDA Series 2008	\$500,000	\$37,560
Revenue Bonds	RDA Series 2008A	\$139,000	\$9,792
Revenue Bonds	RDA Series 2011	\$300,000	\$15,660
Revenue Bonds	Series 2011	\$1,200,000	\$179,500

- (b) The maximum aggregate annual debt service is \$374,816.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the District has pledged its revenues are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt.	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	0.73%	\$686,833	\$0	\$36,920
SRF/Water	0.73%	\$843,602	\$210,901	\$34,010

- (b) The anticipated maximum aggregate annual debt service is \$70,930.
- (4) The amount of Utility District indebtedness (Subparagraphs (2)(b) and (3)(b) having a lien on the revenues referred above is \$445,746.
- (5) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (4) is \$781,807.

Duly signed by an authorized representative of the District on this 23rd day of June, 2015.

This is the Comptroller's certificate as required by TCA 4-31-108. The approval of the loan(s) is contingent upon approval by the Tennessee Local Development Authority.

LOCAL GOVERNMENT

BY: 
Douglas Myers, UD General Manager

FACT SHEET

AUGUST 12, 2015

Borrower: City of Lebanon

Population: 33,323

County: Wilson County

Consulting Engineer: Water Management Services, LLC,

Project Number: DW2 2015-161

Priority List Ranking/Points: 18(FY 2014)/45

Recommended Term: 20 years

Recommended Rate: $(2.45 \times 80\%) - (0.25) = 1.71\%$

Project Description: Water Distribution System Improvements (WL extensions along Franklin Road/Holloway Drive/Legends Drive, and Briskin Lane)

Total Project Cost: \$ 2,175,000

Sources of Funding:

SRF Loan Principal (65%)	\$ 587,600	
SRF Principal Forgiveness (35%)	\$ 316,400	
Other Funds (DWF 2015-162)	\$1,271,000	

State-Shared Taxes: \$ 3,151,407

Debt Service:

Prior Loans: (including SRF)	\$ 614,451	19.50%
Proposed Loan:	\$ 109,791	3.50%
Total:	\$ 724,242	23.00%

Residential User Charge: (5,000 gal/month)

Current Rate: \$ 35.96

Public Meeting: April 14, 2015

City of Lebanon
 DW2 2015-16
 Contract/Refer

**REPRESENTATION OF THE LOCAL GOVERNMENT
 AS TO LOANS AND STATE-SHARED TAXES
 City of Lebanon
 DW2 2015-161**

The Local Government hereby represents that:

- (1) The total amount of State-Shared Taxes received by the Local Government in the prior fiscal year of the State is \$3,151,407.
- (2) (a) The prior loans which have been funded for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Loan #	Original \$/Amt	Principal Forgiveness	Max. Annual Debt Service
SRF/Water	DWF 08-079	\$2,440,347	\$0	\$152,652
SRF/Water	DWF 08-080	\$651,884	\$0	\$41,256
SRF/Water	DW0 12-126	\$1,323,960	\$0	\$78,576
SRF/Water	DWF 12-127	\$2,940,832	\$735,208	\$174,540
SRF/Water	DW1 12-128	\$2,500,000	\$750,000	\$99,319
SRF/Water	DWF 12-129	\$1,200,000	\$0	\$68,108

- (b) The maximum aggregate annual debt service is \$614,451.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	1.71%	\$904,000	\$316,400	\$34,711
SRF/Water	1.71%	\$1,271,000		\$75,080

- (b) The anticipated maximum aggregate annual debt service is \$109,791.
- (4) (a) State-Shared Taxes have been pledged by the Local Government to secure other obligations describe below:

Type of Obligation	Identifying #	Original \$/Amt	Max. Annual Pledge of State-Shared Taxes
n/a			

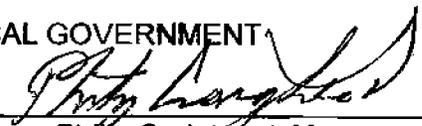
- (b) The anticipated maximum aggregate annual pledge of State-Shared Taxes pursuant of other obligations is \$0.

- (5) The amount of Local Government indebtedness Subparagraphs (2)(b), (3)(b) and (4)(b) having a lien on the State-Shared Taxes referred above is \$724,242.
- (6) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (5) is \$2,427,165.

Duly signed by an authorized representative of the Local Government on this 16th day of JUNE, 2015.

LOCAL GOVERNMENT

BY:


Philip Craighead, Mayor

FACT SHEET

AUGUST 12, 2015

Borrower: City of Lebanon
Population: 33,323
County: Wilson County
Consulting Engineer: Water Management Services, LLC,
Project Number: DWF 2015-162
Priority List Ranking/Points: 18(FY 2014)/45
Recommended Term: 20 years
Recommended Rate: $(2.45 \times 80\%) - (0.25) = 1.71\%$

Project Description: Water Distribution System Improvements (WL extensions along Franklin Road/Holloway Drive/Legends Drive, and Briskin Lane)

Total Project Cost: \$ 2,175,000

Sources of Funding:

SRF Loan Principal \$ 1,271,000

Other Funds (DW2 2015-161) \$ 904,000

State-Shared Taxes: \$ 3,151,407

Debt Service:

Prior Loans: (including SRF) \$ 614,451 19.50%

Proposed Loan: \$ 109,791 3.50%

Total: \$ 724,242 23.00%

Residential User Charge: (5,000 gal/month)

Current Rate: \$ 35.96

Public Meeting: April 14, 2015

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO LOANS AND STATE-SHARED TAXES
City of Lebanon
DWF 2015-162**

The Local Government hereby represents that:

- (1) The total amount of State-Shared Taxes received by the Local Government in the prior fiscal year of the State is \$3,151,407.
- (2) (a) The prior loans which have been funded for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Loan #	Original \$/Amt	Principal Forgiveness	Max. Annual Debt Service
SRF/Water	DWF 08-079	\$2,440,347	\$0	\$152,652
SRF/Water	DWF 08-080	\$651,884	\$0	\$41,256
SRF/Water	DW0 12-126	\$1,323,960	\$0	\$78,576
SRF/Water	DWF 12-127	\$2,940,832	\$735,208	\$174,540
SRF/Water	DW1 12-128	\$2,500,000	\$750,000	\$99,319
SRF/Water	DWF 12-129	\$1,200,000	\$0	\$68,108

- (b) The maximum aggregate annual debt service is \$614,451.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	1.71%	\$904,000	\$316,400	\$34,711
SRF/Water	1.71%	\$1,271,000		\$75,080

- (b) The anticipated maximum aggregate annual debt service is \$109,791.
- (4) (a) State-Shared Taxes have been pledged by the Local Government to secure other obligations describe below:

Type of Obligation	Identifying #	Original \$/Amt	Max. Annual Pledge of State-Shared Taxes
n/a			

- (b) The anticipated maximum aggregate annual pledge of State-Shared Taxes pursuant of other obligations is \$0.

- (5) The amount of Local Government indebtedness Subparagraphs (2)(b), (3)(b) and (4)(b) having a lien on the State-Shared Taxes referred above is \$724,242.
- (6) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (5) is \$2,427,165.

Duly signed by an authorized representative of the Local Government on this 16th day of JUNE, 2015.

LOCAL GOVERNMENT

BY:


Philip Craighead, Mayor

FACT SHEET

AUGUST 12, 2015

Borrower: City of Paris
Population: 11,969
County: Henry County
Consulting Engineer: Jacobs Engineering Group
Project Number: DW4 2015-163
Priority List Ranking/Points: 10, 22 (FY 2014)/45, 25
Recommended Term: 20 years
Recommended Rate: $(2.57 \times 60\%) - (0.25\%) = 1.29\%$
Project Description: WTP Improvements and Volunteer Drive Water Tank Rehabilitation

Total Project Cost: \$ 4,150,000

Sources of Funding:

SRF Loan Principal (75%)	\$ 1,875,000
SRF Principal Forgiveness (25%)	\$ 625,000
Other Funds (DWF 2015-164)	\$ 950,000
Other Funds (CDBG)	\$ 500,000
Other Funds (Delta Regional Authority)	\$ 200,000

State-Shared Taxes: \$ 1,317,915

Debt Service:

Prior Loans: (including SRF)	\$ -0-	0.0%
Proposed Loan:	\$ 160,329	12.16%
Total:	\$ 160,329	12.16%

Residential User Charge: (5,000 gal/month)

Current Rate:	\$ 19.85
Proposed Rate:	\$ 22.25 (Effective Date: July 01, 2016)
	\$ 24.50 (Effective Date: July 01, 2017))

Public Meeting: May 19, 2015

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO LOANS AND STATE-SHARED TAXES
City of Paris
DW4 2015-163**

The Local Government hereby represents that:

- (1) The total amount of State-Shared Taxes received by the Local Government in the prior fiscal year of the State is \$1,317,915.
- (2) (a) The prior loans which have been funded for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Loan #	Original \$/Amt	Max: Annual Debt Service
N/A			

- (b) The maximum aggregate annual debt service is \$0.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	1.29%	\$2,500,000	\$625,000	\$106,413
SRF/Water	1.29%	\$950,000	\$0	\$53,916

- (b) The anticipated maximum aggregate annual debt service is \$160,329.
- (4) (a) State-Shared Taxes have been pledged by the Local Government to secure other obligations describe below:

Type of Obligation	Identifying #	Original \$/Amt	Max. Annual Pledge of State-Shared Taxes
N/A			

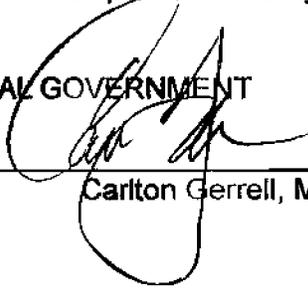
- (b) The anticipated maximum aggregate annual pledge of State-Shared Taxes pursuant of other obligations is \$0.
- (5) The amount of Local Government indebtedness Subparagraphs (2)(b), (3)(b) and (4)(b) having a lien on the State-Shared Taxes referred above is \$160,329.
- (6) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (5) is \$1,157,586.

Duly signed by an authorized representative of the Local Government on this 1st day of July, 2015.

This is the Comptroller's certificate as required by TCA 4-31-108. The approval of the loan(s) is contingent upon approval by the Tennessee Local Development Authority.

LOCAL GOVERNMENT

BY:



Carlton Gerrell, Mayor

FACT SHEET

AUGUST 12, 2015

Borrower: City of Paris
Population: 11,969
County: Henry County
Consulting Engineer: Jacobs Engineering Group
Project Number: DWF 2015-164
Priority List Ranking/Points: 10, 22 (FY 2014)/45, 25
Recommended Term: 20 years
Recommended Rate: $(2.57 \times 60\%) - (0.25\%) = 1.29\%$
Project Description: WTP Improvements and Volunteer Drive Water Tank Rehabilitation

Total Project Cost: \$ 4,150,000

Sources of Funding:

SRF Loan Principal	\$ 950,000
Other Funds (DW4 2015-163)	\$ 2,500,000
Other Funds (CDBG)	\$ 500,000
Other Funds (Delta Regional Authority)	\$ 200,000

State-Shared Taxes: \$ 1,317,915

Debt Service:

Prior Loans: (including SRF)	\$ -0-	0.0%
Proposed Loan:	\$ 160,329	12.16%
Total:	\$ 160,329	12.16%

Residential User Charge: (5,000 gal/month)

Current Rate:	\$ 19.85
Proposed Rates:	\$ 22.25 (Effective Date: July 01, 2016)
	\$ 24.50 (Effective Date: July 01, 2017)

Public Meeting: May 19, 2015

**REPRESENTATION OF THE LOCAL GOVERNMENT
AS TO LOANS AND STATE-SHARED TAXES
City of Paris
DWF 2015-164**

The Local Government hereby represents that:

- (1) The total amount of State-Shared Taxes received by the Local Government in the prior fiscal year of the State is \$1,317,915.
- (2) (a) The prior loans which have been funded for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Loan #	Original \$/Amt	Max: Annual Debt Service
N/A			

- (b) The maximum aggregate annual debt service is \$0.
- (3) (a) The loans which have been applied for or have been approved with funding not yet provided, for which the Local Government has pledged its State-Shared Taxes are as follows:

Loan Type	Anticipated Interest Rate	Original \$/Amt	Principal Forgiveness	Anticipated Max. Annual Debt Service
SRF/Water	1.29%	\$2,500,000	\$625,000	\$106,413
SRF/Water	1.29%	\$950,000	\$0	\$53,916

- (b) The anticipated maximum aggregate annual debt service is \$160,329.
- (4) (a) State-Shared Taxes have been pledged by the Local Government to secure other obligations describe below:

Type of Obligation	Identifying #	Original \$/Amt	Max. Annual Pledge of State-Shared Taxes
N/A			

- (b) The anticipated maximum aggregate annual pledge of State-Shared Taxes pursuant of other obligations is \$0.
- (5) The amount of Local Government indebtedness Subparagraphs (2)(b), (3)(b) and (4)(b) having a lien on the State-Shared Taxes referred above is \$160,329.
- (6) The amount set forth in Subparagraph (1) less the amount set forth in Subparagraph (5) is \$1,157,586.

Duly signed by an authorized representative of the Local Government on this 1st day of July, 2015.

This is the Comptroller's certificate as required by TCA 4-31-108. The approval of the loan(s) is contingent upon approval by the Tennessee Local Development Authority.

LOCAL GOVERNMENT

BY: 

Carlton Gerrell, Mayor