



**TENNESSEE LOCAL DEVELOPMENT AUTHORITY**  
**FEBRUARY 13, 2025**  
**AGENDA**

- 1) Call meeting to order, establish that there is a physical quorum, and receive public comments on actionable items in accordance with 2023 Public Chapter 300 and Board guidelines.
- 2) Approval of minutes from the December 16, 2024, meeting
- 3) Consideration and approval of the following State Revolving Fund Clean Water Loans:

	SRF Base Loan	Principal Forgiveness	Total Request	Interest Rate	Interest Term
Munford, CW8 2024-486	\$ 994,097	\$ -	\$ 994,097	2.63%	20
Carthage, CW21 2025-499	\$ 2,160,000	\$ 540,000	\$ 2,700,000	2.63%	20

- 4) Consideration and approval of the following State Revolving Fund Drinking Water Loans:

	SRF Base Loan	Principal Forgiveness	Total Request	Interest Rate	Interest Term
McMinnville, DW21 2024-270-01	\$ 3,180,000	\$2,120,000	\$ 5,300,000	1.72%	20
Watts Bar UD, DGB22 2025-275	\$ 500,000	\$ 500,000	\$ 1,000,000	1.06%	15

- 5) Adjourn

**TENNESSEE LOCAL DEVELOPMENT AUTHORITY**  
**December 16, 2024**

The Tennessee Local Development Authority (the “TLDA”) met on Monday, December 16, 2024, at 12:47 p.m., CT, in the Volunteer Conference Center, 2<sup>nd</sup> Floor, Cordell Hull Building, Nashville, Tennessee. Secretary of State Tre Hargett was present and presided over the meeting.

The following members were also present:

The Honorable Jason E. Mumpower, Comptroller of the Treasury  
The Honorable David H. Lillard, Jr., State Treasurer  
Commissioner Jim Bryson, Department of Finance and Administration

The following members participated electronically as authorized by Tennessee Code Annotated § 8-44-108:

Mayor Rollen “Buddy” Bradshaw, Senate Appointee  
Mayor Paige Brown, House Appointee

The following member was absent:

The Honorable Bill Lee, Governor

Secretary Hargett, in accordance with Public Chapter 300 and Board guidelines, asked Ms. Sandra Thompson, TLDA Assistant Secretary and the Director of State Government Finance (“SGF”) if any requests for public comment had been received. Ms. Thompson responded that no requests for public comment had been received.

Recognizing a physical quorum present, Secretary Hargett called the meeting to order and asked Ms. Thompson to conduct a roll call:

Secretary Hargett—Present  
Commissioner Bryson—Present  
Comptroller Mumpower—Present  
Treasurer Lillard—Present  
Mayor Brown—Present  
Mayor Bradshaw—Present

Secretary Hargett stated that the first item of business was approval of the minutes from the November 14, 2024, TLDA meeting. Secretary Hargett asked for a motion to approve the minutes. Treasurer Lillard moved approval, and Secretary Hargett seconded the motion. Secretary Hargett asked if there was any discussion or comments. Hearing none, he asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The minutes were unanimously approved.

Secretary Hargett stated that the next item of business was a request from the Cleveland Utilities Authority (Cleveland) to issue water and wastewater bonds in an amount not to exceed \$5,500,000 on parity with its outstanding State Revolving Fund (SRF) loans and its series 2023 wastewater system revenue bonds. He recognized Ms. Thompson to present the request. Ms. Thompson presented the request and stated that the loan agreement and

TLDA SRF Policy and Guidance for Borrowers required Cleveland to obtain TLDA approval to issue debt and modify lien position. Secretary Hargett asked for a motion to approve the request. Comptroller Mumpower made a motion to approve the request, and Treasurer Lillard seconded the motion. Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The request was unanimously approved.

Secretary Hargett stated that the next item was a request from the City of Memphis (the “City”) to issue revenue bonds in an amount not to exceed \$70,000,000 senior to its SRF loans. He asked Ms. Thompson to present the request. She stated that the City had submitted a request to issue the Series 2025 revenue bonds with a senior lien position to its SRF loans and approval was required pursuant to TLDA and SRF Policy and Guidance for Borrowers. She stated that the TLDA’s approval would allow the City to maintain parity between its existing senior lien bonds and the proposed 2025 bonds in accordance with the City’s master bond resolution which allowed for three tiers of lien priority: senior lien bonds having priority, followed by junior lien bonds with second priority, and other subordinate indebtedness that included all revenue-backed debt not issued under the master bond resolution and included the SRF loans. She stated that the City’s request letter noted that when the City’s SRF loans were subordinated to the revenue bonds issued under its master bond resolution, the City was able to achieve more favorable interest rates in the bond market, resulting in savings to the citizens and taxpayers of the City. She stated that staff recommended approval of the request based on their analysis. Secretary Hargett asked for a motion to approve the request. Treasurer Lillard made a motion to approve the request, and Comptroller Mumpower seconded the motion. Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The request was unanimously approved.

Secretary Hargett stated that that next item on the agenda was a request from the Paris Utilities Authority (Paris) to issue bond anticipation notes (BANs) in an amount not to exceed \$7,946,000 with a subordinated lien position to its SRF loans and a request to issue USDA water and sewer revenue bonds in an amount not to exceed \$7,946,000 on parity with its outstanding SRF loans and its other outstanding indebtedness. Secretary Hargett recognized Ms. Thompson to present the request. Ms. Thompson explained that the two requests were connected and that the BANS would be issued during the construction period, and then long-term debt would be issued to pay off the BANs. She stated that the BANs would be issued subordinate to the SRF loans, and the bonds would be issued on parity upon TLDA approval. Secretary Hargett asked for a motion to approve the request. Treasurer Lillard made a motion to approve the request, and Comptroller Mumpower seconded the motion. Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye

Mayor Bradshaw—Aye

The request was unanimously approved.

Secretary Hargett stated that the next item on the agenda was consideration and approval of staff recommendation of financial advisor to the TLDA. He recognized Ms. Thompson to present the request. Ms. Thompson stated that the financial advisory contract with PFM would expire December 31, 2024. She stated that the Comptroller's office conducted a request for proposal (RFP) for the selection of a financial advisor for a new contract term. She stated that a memo was included in the meeting materials that summarized the RFP process. She stated that responses were received on November 1 and reviewed by staff. She noted the attributes of PFM, the current financial advisor, with regards to those responses. She stated that PFM had been a valuable business partner for the State, had contributed to the success of the State's endeavors and provided excellent service in structuring the State's financings. She further stated that PFM was readily accessible to respond to and provide assistance with various needs and requests, that they possessed a wealth of expertise, knowledge, and resources, and that they were committed to the Tennessee market and participants. She stated that based on these attributes, staff recommended the selection of PFM Financial Advisors to serve as the State's financial advisor for a contract term of three years with the ability to extend the term for two one-year periods.

Secretary Hargett asked for a motion to approve the request. Treasurer Lillard made a motion to approve the request, and Comptroller Mumpower seconded the motion. Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The request was unanimously approved.

Secretary Hargett stated that the next item on the agenda was the consideration and approval of Clean Water State Revolving Fund (CWSRF) loans. Secretary Hargett recognized Ms. Vena Jones, Program Manager, Tennessee Department of Environment and Conservation (TDEC), to present the loan requests. Ms. Jones first presented the Report on Funds Available for Loan Obligation for the CWSRF Loan Program. She stated the unobligated fund balance was \$250,003,358, as of November 14, 2024. Upon approval of the loan requests to be presented totaling \$884,000, the remaining funds available for loan obligations would be \$249,119,358. Secretary Hargett asked if there were any questions on the report, and there were none. Secretary Hargett stated that unless there were any objections, the TLDA would consider both loan requests prior to asking for a motion to approve. There were no objections. Ms. Jones then presented the CWSRF loan requests.

- **Etowah (CW21 2025-496)** Requesting \$279,000 (\$139,500 (50%) loan and \$139,500 (50%) principal forgiveness) for pump station replacement and improvements; planning and design for replacing and upgrading the existing North Industrial Pump Station to 2 million gallons per day (MGD); installation of a 1,900 gallons per minute pump at the CCI pump station; and the installation of approximately 24,400 linear feet of 12-inch and 18-inch diameter force main; recommended interest rate of 1.46% based on the Ability to Pay Index (ATPI); Priority ranking 21 of 67 (FY2023); Term: 5 years
- **Etowah (CW21 2025-497)** Requesting \$605,000 (\$363,000 (60%) loan and \$242,000 (40%) principal forgiveness) for Wastewater Treatment Plant (WWTP) expansion/advanced treatment: Planning and design for the expansion of the existing WWTP from 1.2 MGD to 6 MGD; recommended interest rate of 1.46% based on the ATPI; Priority ranking 4 of 67 (FY2023); Term: 5 years

Secretary Hargett asked whether there were any discussion or comments. Hearing none, Secretary Hargett called for a motion to approve the loans. Comptroller Mumpower made a motion to approve the loans, and Commissioner Bryson seconded the motion. Secretary Hargett asked if there was any further discussion. Hearing none, Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The loans were unanimously approved.

Secretary Hargett stated that the next item on the agenda was the consideration and approval of a Drinking Water State Revolving Fund (DWSRF) loan. Secretary Hargett recognized Ms. Jones to present the loan request. Ms. Jones first presented the Report on Funds Available for Loan Obligation for the DWSRF Loan Program. She stated the unobligated fund balance was \$80,716,218, as of November 14, 2024. Upon approval of the loan request to be presented totaling \$670,000, the remaining funds available for loan obligations would be \$80,046,218. Secretary Hargett asked if there were any questions on the report, and there were none. Ms. Jones then presented the DWSRF loan request.

- **Chuckey Utility District (DW7 2025-271)** Requesting \$670,000 (\$335,000 (50%) loan and \$335,000 (50%) principal forgiveness) for new water storage tank (WST): Construction of a 280,000-gallon WST on State Route 351; recommended interest rate of 1.87% based on the ATPI; Priority ranking 6 of 143 (FY2022); Term: 20 years

Secretary Hargett asked whether there were any discussion or comments. Hearing none, Secretary Hargett called for a motion to approve the loan. Treasurer Lillard made a motion to approve the loan, and Comptroller Mumpower seconded the motion. Secretary Hargett asked if there was any further discussion. Hearing none, Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The loan was unanimously approved.

Secretary Hargett stated that the final item of business was the consideration of the SRF loan forbearance agreement. He recognized Ms. Jones to present the item. Ms. Jones stated that a copy of the loan forbearance agreement was provided to the TLDA for their awareness. She said that loan forbearance would be offered to entities that had been impacted by Hurricane Helene and had an SRF loan outstanding. She stated that TDEC was currently developing a workshop for impacted SRF and American Rescue Plan grantees. She stated that the forbearance agreement only applied to SRF grantees, and the agreement was anticipated to begin in January 2025 and end December 2025. She stated that those entities could accept or decline forbearance. Ms. Jones informed the TLDA that the entities affected by the hurricane were currently undergoing recovery scoping meetings and would have 60 days to finalize plans to utilize available FEMA money. She stated that TDEC would work with those entities during that time period to help them understand the best strategy to utilize available sources of funding. She stated that Erwin Utilities Authority, for example, had decided that using ARP funds would be timelier and more advantageous for their situation than using FEMA funds and that FEMA funds would only be considered as a last resort for assistance.

She further stated that among entities with ARP funds, most of the smaller projects had been completed, but larger projects would require discussion to determine if FEMA funding would be more advantageous than continuing with ARP funds as originally planned. Secretary Hargett acknowledged the update and asked if any action was required from the TLDA. Ms. Thompson stated that no action was required.

Hearing no further business, Secretary Hargett asked for a motion to adjourn the meeting. Treasurer Lillard motioned to adjourn the meeting, and Commissioner Bryson seconded the motion. Secretary Hargett asked Ms. Thompson to conduct a roll call vote:

Secretary Hargett—Aye  
Commissioner Bryson—Aye  
Comptroller Mumpower—Aye  
Treasurer Lillard—Aye  
Mayor Brown—Aye  
Mayor Bradshaw—Aye

The meeting was adjourned.

Approved on this \_\_\_\_ day of \_\_\_\_\_, 2025.

Respectfully submitted,

Sandra Thompson  
Assistant Secretary

DEPARTMENT OF ENVIRONMENT AND CONSERVATION  
DIVISION OF WATER RESOURCES

**Clean Water State Revolving Fund (CWSRF) Loan Program  
Funds Available for Loan Obligation  
February 13, 2025**

Unobligated Balance as of December 16, 2024 \$ 249,119,358

**Increases:**

**Loan Number                      Amount**

Unobligated Balance as of February 13, 2025

\$ -  
\$ 249,119,358

**Decreases:**

**Loan Number                      Amount**

City of Munford

CW8 2024-486 \$ 994,097

Town of Carthage(Principal)

CW21 2025-499 \$ 2,160,000

Town of Carthage (Principal Forgiveness)

\$ 540,000

**\$ (3,694,097)**

Remaining Funds Available for Loan Obligations as of February 13, 2025

**\$ 245,425,261**

**FACT SHEET**  
**February 13, 2025**

**Borrower:** City of Munford  
**Project Number:** CW8 2024-486  
**Requested SRF Funding:** \$994,097  
**Term:** 20 years  
**ATPI** 60  
**Rate:** 3.29% X 80 (Tier 3) = 2.63%  
**Companion Loan:** N/A

**Project:**

Wastewater Treatment Plant Improvements/ Secondary Treatment: Replace existing influent pumps with above ground suction lift pumps.

Total Project Cost:	\$994,097
Project Funding:	
SRF Loan Principal	\$994,097
Local Funds	\$ -0-
Other Funds	\$ -0-

County:	Tipton County
Consulting Engineer:	A2H Engineers
Priority Ranking List:	2021
Priority Ranking:	6 of 53 <sup>1</sup>
Public Meeting:	12/23/2024

**Financial Information:**

Operating Revenues:	\$3,006,995
Current Rate:	\$ 40.02
Financial Review Rate:	\$ 40.02
Effective Rates, if applicable:	\$41.22 (Effective 07/2025) <sup>2</sup>
	\$42.46 (Effective 06/2026)
	\$43.73 (Effective 06/2027)
	\$45.04 (Effective 06/2028)
Residential User Charge:	5,000 gal/month
Customer Base:	2,360

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<sup>1</sup> The Project ranked #6 of 53 on the 2021 Priority Ranking List.

<sup>2</sup> The minimum charge and cost per 1,000 gallons as set out in the schedule of rates, shall be adjusted on an annual basis in an amount equal to the Consumer Price Index for Urban Areas for the prior calendar year as determined by the U. S. Department of Labor, or one (1) percent, whichever is greater. Annual adjustments shall be effective with the July Billing Cycle each year. Ordinance#2017-04-01 adopted by City of Munford dated April 2017.



**FACT SHEET**  
**February 13, 2025**

Audit Report Filed:	10/21/2024 (Timely)
Annual Budget Approved:	Yes
Additional Revenue Recommended:	No
Financial Sufficiency Review:	12/04/2024
Updated Financial Sufficiency Review:	01/08/2025

The financial sufficiency review indicates that revenues and rates proposed are sufficient to repay the SRF loan(s).

**Additional Security**

The borrower pledges its unobligated state-shared taxes (SSTs) in an amount equal to the maximum annual debt service (MADS) requirements under the loan agreement.

The SSTs received by the borrower from the state in the prior fiscal year: \$1,044,839

MADS:	Prior Obligations:	\$20,890.80
	Proposed loan(s):	
	CW8 2024-486	<u>\$63,972.00</u>
	Totals	<u>\$84,862.80</u>

MADS as a percentage of SSTs: 8.12%

**REPRESENTATION OF  
LOANS AND STATE-SHARED TAXES  
CITY OF MUNFORD  
CW8 2024-486**

As security for payments due under a State Revolving Fund (SRF) Loan Agreement, a local government pledges user fees, charges, and ad valorem taxes as necessary to meet its obligations under a SRF Loan Agreement. As an additional security for such payments due, a local government pledges and assigns its unobligated state-shared taxes (SSTs) in an amount equal to maximum annual debt service (MADS) requirements.

**1. State-Shared Taxes**

The total amount of SSTs, as identified pursuant to Tenn. Code Ann. § 4-31-105(c)(2), received by the local government in the prior fiscal year of the State is \$1,044,839.00.

**2. Prior Obligations**

(a.) Prior SRF loans which have been funded or approved for which the Local Government has pledged its SSTs are as follows:

Loan Type	Loan #	Base Loan*	Principal Forgiveness*	MADS**
SRF/Sewer	CWA 2009-239	\$636,435.00	\$254,574.00	\$20,890.80

\* If applicable, the original approved amount is adjusted for decreases and approved increases

\*\*MADS is an estimate until final expenses have been determined

The total MADS from section 2(a.) having a lien on SSTs is \$20,890.80.

(b.) Other prior obligations which have been funded or approved for which the local government has pledged its SSTs are as follows:

Type of Obligation	Identifying #	Loan Amount	Principal Forgiveness	MADS
QZAB/QSCB				
TLDA/Public Health				
TLDA/Transportation				

The total MADS from section 2(b.) having a lien on SSTs is \$0.

(c.) The total MADS from prior obligations having a lien on SSTs [subsections 2(a)+2(b)] is \$20,890.80.

**3. Loan Requests**

The loan(s) which have been applied for and for which state-shared taxes will be pledged:

Loan Type	Loan #	Anticipated Interest Rate	Base Loan	Principal Forgiveness	Anticipated MADS
SRF/Sewer	CW8 2024-486	2.63%	\$994,047.00	\$0.00	\$63,972.00

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is \$63,972.00.

**4. Unobligated SSTs**

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is \$959,976.20.

**The Local government hereby represents the information presented above is accurate and understands that funding for the loan request(s) presented is contingent upon approval by the TLDA.**

**Duly signed by an authorized representative of the Local Government on this 27 day of January, 2025.**

*This is the Comptroller's certificate as required by TCA 4-31-108.*

**LOCAL GOVERNMENT**

BY:

  
\_\_\_\_\_  
Dwayne Cole, Mayor

## REQUIREMENT FOR REPORT ON DEBT OBLIGATION

(FORM CT-0253)

**CITY OF MUNFORD  
CW8 2024-486**

Pursuant to Tenn. Code Ann. § 9-21-134, a Report on Debt Obligation (the "Report") must be prepared for all debt obligations issued or entered into by any public entity and filed with its governing body with a copy sent to the Office of State and Local Finance/Comptroller of the Treasury for the State of Tennessee. The purpose of the Report is to provide clear and concise information to members of the governing or legislative body that authorized and is responsible for the debt issued.

Public entities that fail to comply with the requirements of Tenn. Code Ann. § 9-21-134 are not permitted to enter into any further debt obligations until they have complied with the law. A State Revolving Fund (SRF) loan program applicant that is not in compliance with this law should file the Report as soon as possible and provide notification of filing to the SRF loan program so that it may proceed with the loan application. Instructions on how to file the Report are located in the "Debt" category for "Local Finance" on the website of the Tennessee Comptroller of the Treasury.

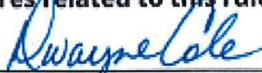
### **Municipal Securities Rulemaking Board (MSRB) – Required Disclosure**

Local governments that issue municipal securities on or after February 27, 2019, should be aware that the Securities and Exchange Commission (SEC) adopted amendments to Rule 15c2-12 of the Securities Exchange Act that require reporting on material financial obligations that could impact an issuer's financial condition or security holder's rights. The amendments add two events to the list of events that must be included in any continuing disclosure agreement that is entered into after the compliance date:

- Incurrence of a financial obligation of the issuer or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the issuer or obligated person, any of which affect security holders, if material; and
- Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the issuer or obligated person, any of which reflect financial difficulties.

To learn how to report these new disclosures please refer to the MSRB's Electronic Municipal Market Access EMMA® website ([emma.msrb.org](http://emma.msrb.org)).

**The applicant, City of Munford, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that the Report is required to be filed once the SRF loan has been approved by the Tennessee Local Development Authority and the agreement has been executed by the borrower. The applicant further acknowledges that it may be responsible to perform continuing disclosure undertakings related to SEC Rule 15c2-12. Local governments should always consult bond counsel in order to obtain advice on appropriate disclosures related to this rule.**



Dwayne Cole, Mayor

January 27, 2025

Date

*This is the Comptroller's certificate as required by TCA 4-31-108.*

**FACT SHEET**  
**February 13, 2025**

**Borrower:** Town of Carthage  
**Project Number:** CW21 2025-499  
**Requested SRF Funding:** \$2,700,000  
**Term:** 20 years  
**ATPI** 50  
**Rate:** 3.29% X 80 (Tier 3) = 2.63%  
**Companion Loan:** N/A

**Project:**

Infiltration/Inflow Correction: Rehabilitation of approximately 20,000 linear feet of sewerlines by method of cured-in-place piping and associated manholes.

Total Project Cost:	\$2,700,000
Project Funding:	
SRF Loan Principal (80%)	\$2,160,000
Principal Forgiveness (20%)	\$ 540,000
Local Funds	\$ -0-
Other Funds	\$ -0-

County:	Smith County
Consulting Engineer:	Water Management Services, LLC
Priority Ranking List:	2023
Priority Ranking:	25 of 56 <sup>1</sup>
Public Meeting:	01/09/2025

**Financial Information:**

Operating Revenues:	\$1,811,664
Current Rate:	\$ 42.29
Financial Review Rate:	\$ 42.29
Effective Rates, if applicable:	\$43.98 (Effective 07/2025) <sup>2</sup>
	\$46.18 (Effective 07/2026)
	\$48.95 (Effective 07/2027)
	\$51.89 (Effective 07/2028)
Residential User Charge:	5,000 gal/month
Customer Base:	975
Audit Report Filed:	12/06/2024 (Timely)
Budget Incompliance:	Yes

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<sup>1</sup> The Project ranked #25 of 56 on the 2023 Priority Ranking List.

<sup>2</sup> The Town of Carthage adopted sewer and water rate increases at least three percent (3%) up to six percent (6%) over the next five (5) years in the Resolution CR-20240711 dated 7/11/2024.

**FACT SHEET**  
**February 13, 2025**

Additional Revenue Recommended:	Yes
Financial Sufficiency Review:	11/06/2024
Updated Financial Sufficiency Review:	01/08/2025

The financial sufficiency review indicates that revenues and rates proposed are sufficient to repay the SRF loan(s).

**Additional Security**

The borrower pledges its unobligated state-shared taxes (SSTs) in an amount equal to the maximum annual debt service (MADS) requirements under the loan agreement.

The SSTs received by the borrower from the state in the prior fiscal year: \$374,928

MADS:	Prior Obligations:	\$158,112
	Proposed loan(s):	
	CW21 2025-499	<u>\$138,996</u>
	Totals	<u>\$297,108</u>

MADS as a percentage of SSTs: 79.24%

**REPRESENTATION OF  
LOANS AND STATE-SHARED TAXES  
TOWN OF CARTHAGE  
CW21 2025-499**

As security for payments due under a State Revolving Fund (SRF) Loan Agreement, a local government pledges user fees, charges, and ad valorem taxes as necessary to meet its obligations under a SRF Loan Agreement. As an additional security for such payments due, a local government pledges and assigns its unobligated state-shared taxes (SSTs) in an amount equal to maximum annual debt service (MADS) requirements.

**1. State-Shared Taxes**

The total amount of SSTs, as identified pursuant to Tenn. Code Ann. § 4-31-105(c)(2), received by the local government in the prior fiscal year of the State is \$374,928.

**2. Prior Obligations**

(a.) Prior SRF loans which have been funded or approved for which the Local Government has pledged its SSTs are as follows:

Loan Type	Loan #	Base Loan*	Principal Forgiveness*	MADS**
SRF/Sewer	CW3 2014-344	\$593,498	\$31,236	\$32,220
SRF/Water	DG3 2016-169	\$273,775	\$91,259	\$15,756
SRF/Water	DW4 2016-170	\$1,170,930	\$390,310	\$67,380
SRF/Water	DWF 2018-199	\$65,000	\$0	\$3,672
SRF/Water	DW7 2021-223	\$108,000	\$27,000	\$5,880
SRF/Water	CW7 2020-445	\$165,249	\$165,249	\$33,204

\* If applicable, the original approved amount is adjusted for decreases and approved increases

\*\*MADS is an estimate until final expenses have been determined

The total MADS from section 2(a.) having a lien on SSTs is \$158,112.

(b.) Other prior obligations which have been funded or approved for which the local government has pledged its SSTs are as follows:

Type of Obligation	Identifying #	Loan Amount	Principal Forgiveness	MADS
QZAB/QSCB				
TLDA/Public Health				
TLDA/Transportation				

The total MADS from section 2(b.) having a lien on SSTs is \$0.

(c.) The total MADS from prior obligations having a lien on SSTs [subsections 2(a)+2(b)] is \$158,112.

**3. Loan Requests**

The loan(s) which have been applied for and for which state-shared taxes will be pledged:

Loan Type	Loan #	Anticipated Interest Rate	Base Loan	Principal Forgiveness	Anticipated MADS
SRF/Sewer	CW21 2025-499	2.63%	\$2,160,000	\$540,000	\$138,996

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is \$138,996.

**4. Unobligated SSTs**

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is \$77,820.

**The Local government hereby represents the information presented above is accurate and understands that funding for the loan request(s) presented is contingent upon approval by the TLDA.**

**Duly signed by an authorized representative of the Local Government on this 27th day of January, 2025.**

*This is the Comptroller's certificate as required by TCA 4-31-108.*

**LOCAL GOVERNMENT**

BY: Stephen Babcock  
 Stephen Babcock, Mayor



## REQUIREMENT FOR REPORT ON DEBT OBLIGATION

(FORM CT-0253)

### TOWN OF CARTHAGE CW21 2025-499

Pursuant to Tenn. Code Ann. § 9-21-134, a Report on Debt Obligation (the "Report") must be prepared for all debt obligations issued or entered into by any public entity and filed with its governing body with a copy sent to the Office of State and Local Finance/Comptroller of the Treasury for the State of Tennessee. The purpose of the Report is to provide clear and concise information to members of the governing or legislative body that authorized and is responsible for the debt issued.

Public entities that fail to comply with the requirements of Tenn. Code Ann. § 9-21-134 are not permitted to enter into any further debt obligations until they have complied with the law. A State Revolving Fund (SRF) loan program applicant that is not in compliance with this law should file the Report as soon as possible and provide notification of filing to the SRF loan program so that it may proceed with the loan application. Instructions on how to file the Report are located in the "Debt" category for "Local Finance" on the website of the Tennessee Comptroller of the Treasury.

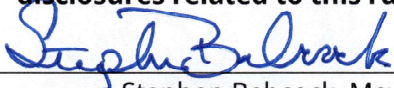
#### **Municipal Securities Rulemaking Board (MSRB) – Required Disclosure**

Local governments that issue municipal securities on or after February 27, 2019, should be aware that the Securities and Exchange Commission (SEC) adopted amendments to Rule 15c2-12 of the Securities Exchange Act that require reporting on material financial obligations that could impact an issuer's financial condition or security holder's rights. The amendments add two events to the list of events that must be included in any continuing disclosure agreement that is entered into after the compliance date:

- Incurrence of a financial obligation of the issuer or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the issuer or obligated person, any of which affect security holders, if material; and
- Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the issuer or obligated person, any of which reflect financial difficulties.

To learn how to report these new disclosures please refer to the MSRB's Electronic Municipal Market Access EMMA® website ([emma.msrb.org](http://emma.msrb.org)).

**The applicant, Town of Carthage, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that the Report is required to be filed once the SRF loan has been approved by the Tennessee Local Development Authority and the agreement has been executed by the borrower. The applicant further acknowledges that it may be responsible to perform continuing disclosure undertakings related to SEC Rule 15c2-12. Local governments should always consult bond counsel in order to obtain advice on appropriate disclosures related to this rule.**



Stephen Babcock, Mayor

1-27-2025

Date

***This is the Comptroller's certificate as required by TCA 4-31-108.***

DEPARTMENT OF ENVIRONMENT AND CONSERVATION  
DIVISION OF WATER RESOURCES

**Drinking Water State Revolving Fund (DWSRF) Loan Program**  
**Funds Available for Loan Obligation**  
**February 13, 2025**

**Unobligated Balance as of December 16, 2024** **\$ 80,046,218**

**Increases:**

	<u>Loan Number</u>	<u>Amount</u>
City of Maynardville	DW9 2023-257	\$ 8,700

**\$ 8,700**

**Unobligated Balance as of February 13, 2025**

**\$ 80,054,918**

**Decreases:**

	<u>Loan Number</u>	<u>Loan Amount</u>
City of McMinnville (Principal Amount)	DW21 2024-270-01	\$ 3,180,000
City of McMinnville (Principal Forgiveness)		\$ 2,120,000
Watts Bar Utility District (Principal Amount)	DGB22 2025-275	\$ 500,000
Watts Bar Utility District (Principal Forgiveness)		\$ 500,000

**\$ (6,300,000)**

**Remaining Funds Available for Loan Obligations as of February 13, 2025**

**\$ 73,754,918**

**FACT SHEET**  
**February 13, 2025**

**Borrower:** City of McMinnville  
**Project Number:** DW21 2024-270-01  
**Requested SRF Funding:** \$5,300,000  
**Term:** 20 years  
**ATPI** 30  
**Rate:** 2.87% X 60 (Tier 2) = 1.72%  
**Companion Loan:** Yes

**Project:**

Water Treatment Plant Improvements: Rehabilitation of the raw water pumps, sedimentation basins, filters, pipe gallery, control building, electrical components, and controls; and upgrades to campus security.

Total Project Cost:	\$11,000,000
Project Funding:	
SRF Loan Principal (60%)	\$3,180,000
Principal Forgiveness (40%)	\$2,120,000
Local Funds	\$ -0-
Other Funds (DWB22 2024-270)	\$5,700,000

County:	Warren County
Consulting Engineer:	James C. Hailey & Company
Priority Ranking List:	2022
Priority Ranking:	78 of 143 <sup>1</sup>
Public Meeting:	01/09/2025

**Financial Information:**

Operating Revenues:	\$5,570,803
Current Rate:	\$ 36.23
Financial Review Rate:	\$ 36.23
Effective Rates, if applicable:	N/A
Residential User Charge:	5,000 gal/month
Customer Base:	6,435
Audit Report Filed:	12/27/2024 (Timely)
Budget Incompliance:	Yes
Additional Revenue Recommended:	N/A
Financial Sufficiency Review:	12/17/2024
Updated Financial Sufficiency Review:	12/30/2024

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<sup>1</sup> The Project ranked #78 of 143 on the 2022 Priority Ranking List.

**FACT SHEET**  
**February 13, 2025**

The financial sufficiency review indicates that revenues and rates proposed are sufficient to repay the SRF loan(s).

**Additional Security**

The borrower pledges its unobligated state-shared taxes (SSTs) in an amount equal to the maximum annual debt service (MADS) requirements under the loan agreement.

The SSTs received by the borrower from the state in the prior fiscal year: \$2,254,029

MADS:	Prior Obligations:	\$ 852,976
	Proposed loan(s):	
	DW21 2024-270-01	<u>\$ 188,028</u>
	Totals	<u>\$1,041,004</u>

MADS as a percentage of SSTs: 46.18%

**REPRESENTATION OF  
LOANS AND STATE-SHARED TAXES  
CITY OF McMinnville  
DW21 2024-270-01**

As security for payments due under a State Revolving Fund (SRF) Loan Agreement, a local government pledges user fees, charges, and ad valorem taxes as necessary to meet its obligations under a SRF Loan Agreement. As an additional security for such payments due, a local government pledges and assigns its unobligated state-shared taxes (SSTs) in an amount equal to maximum annual debt service (MADS) requirements.

**1. State-Shared Taxes**

The total amount of SSTs, as identified pursuant to Tenn. Code Ann. § 4-31-105(c)(2), received by the local government in the prior fiscal year of the State is \$2,254,029.

**2. Prior Obligations**

(a.) Prior SRF loans which have been funded or approved for which the Local Government has pledged its SSTs are as follows:

Loan Type	Loan #	Base Loan*	Principal Forgiveness*	MADS**
SRF/Sewer	SRF 2003-171	\$2,172,122	\$0	\$128,184
SRF/Water	DWF 2003-053	\$2,544,705	\$0	\$150,492
SRF/Sewer	SRF 2009-232	\$880,000	\$0	\$52,428
SRF/Water	DWF 2009-082	\$2,200,000	\$0	\$131,556
SRF/Water	DWA 2009-085	\$360,000	\$240,000	\$21,448
SRF/Sewer	CG3 2015-353	\$3,800,000	\$200,000	\$207,276
SRF/Water	DWB22 2024-270	\$2,850,000	\$2,850,000	\$161,592

\* If applicable, the original approved amount is adjusted for decreases and approved increases

\*\*MADS is an estimate until final expenses have been determined

The total MADS from section 2(a.) having a lien on SSTs is \$852,976.

(b.) Other prior obligations which have been funded or approved for which the local government has pledged its SSTs are as follows:

Type of Obligation	Identifying #	Loan Amount	Principal Forgiveness	MADS
QZAB/QSCB				
TLDA/Public Health				
TLDA/Transportation				

The total MADS from section 2(b.) having a lien on SSTs is \$0.

(c.) The total MADS from prior obligations having a lien on SSTs [subsections 2(a)+2(b)] is \$852,976

**3. Loan Requests**

The loan(s) which have been applied for and for which state-shared taxes will be pledged:

Loan Type	Loan #	Anticipated Interest Rate	Base Loan	Principal Forgiveness	Anticipated MADS
SRF/Water	DW21 2024-270-01	1.72%	\$3,180,000	\$2,120,000	\$188,028

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is \$188,028.

**4. Unobligated SSTs**

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is \$1,213,025.

**The Local government hereby represents the information presented above is accurate and understands that funding for the loan request(s) presented is contingent upon approval by the TLDA.**

**Duly signed by an authorized representative of the Local Government on this 14<sup>th</sup> day of January 2025.**

*This is the Comptroller's certificate as required by TCA 4-31-108.*

**LOCAL GOVERNMENT**

**BY:**

  
 \_\_\_\_\_  
**Ryle Chastain, Mayor**

**REQUIREMENT FOR REPORT ON DEBT OBLIGATION**  
(FORM CT-0253)  
**CITY OF McMinnville**  
**DW21 2024-270-01**

Pursuant to Tenn. Code Ann. § 9-21-134, a Report on Debt Obligation (the "Report") must be prepared for all debt obligations issued or entered into by any public entity and filed with its governing body with a copy sent to the Office of State and Local Finance/Comptroller of the Treasury for the State of Tennessee. The purpose of the Report is to provide clear and concise information to members of the governing or legislative body that authorized and is responsible for the debt issued.

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**Municipal Securities Rulemaking Board (MSRB) – Required Disclosure**

Local governments that issue municipal securities on or after February 27, 2019, should be aware that the Securities and Exchange Commission (SEC) adopted amendments to Rule 15c2-12 of the Securities Exchange Act that require reporting on material financial obligations that could impact an issuer's financial condition or security holder's rights. The amendments add two events to the list of events that must be included in any continuing disclosure agreement that is entered into after the compliance date:

- Incurrence of a financial obligation of the issuer or obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the issuer or obligated person, any of which affect security holders, if material; and
- Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of the financial obligation of the issuer or obligated person, any of which reflect financial difficulties.

To learn how to report these new disclosures please refer to the MSRB's Electronic Municipal Market Access EMMA® website ([emma.msrb.org](http://emma.msrb.org)).

**The applicant, City of McMinnville, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that the Report is required to be filed once the SRF loan has been approved by the Tennessee Local Development Authority and the agreement has been executed by the borrower. The applicant further acknowledges that it may be responsible to perform continuing disclosure undertakings related to SEC Rule 15c2-12. Local governments should always consult bond counsel in order to obtain advice on appropriate disclosures related to this rule.**

  
Ryle Chastain, Mayor

January 14, 2025

Date

***This is the Comptroller's certificate as required by TCA 4-31-108.***

# FACT SHEET

## February 13, 2025

**Borrower:** Watts Bar Utility District  
**Project Number:** DGB22 2025-275  
**Requested SRF Funding:** \$1,000,000  
**Term:** 15 years  
**ATPI** 20  
**Rate:** 2.66% X 40 (Tier 1) = 1.06%  
**Companion Loan:** N/A

### **Project:**

Water Meter Replacement: Installation of approximately 3,600 automatic meter reading meters throughout the distribution system.

Total Project Cost:	\$1,000,000
Project Funding:	
SRF Loan Principal (50%)	\$500,000
Principal Forgiveness (50%)	\$500,000
Local Funds	\$ -0-

County:	Roane, Meigs, Rhea, Loudon, McMinn
Consulting Engineer:	Ivins & Ivins Engineering, Inc
Priority Ranking List:	2022
Priority Ranking:	25 of 143 <sup>1</sup>
Public Meeting:	09/19/2024

### **Financial Information:**

Operating Revenues:	\$6,842,378
Current Rate:	\$88.00
Financial Review Rate:	\$88.00
Effective Date of Rate Change, if applicable:	N/A
Residential User Charge:	5,000 gal/month
Customer Base:	7,277
Audit Report Filed:	02/14/2024 (Timely) <sup>2</sup>
Budget in Compliance	Yes
Initial Financial Sufficiency Review:	08/14/2024
Updated Financial Sufficiency Review:	N/A

The financial sufficiency review indicates that revenues and rates are sufficient to repay its SRF loan(s).

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<sup>1</sup> The Project ranked #25 of 143 on the 2022 Priority Ranking List.

<sup>2</sup> Watts Bar Fiscal Year end is September 30. Watts Bar still have two months (3/31/2025) to submit Audits to Comptroller's office.



**FACT SHEET**  
**February 13, 2025**

**Additional Security**

A security deposit equal to one year's maximum annual debt service is required to be deposited with the TLDA before any funds are disbursed to the borrower. The anticipated required security deposit for this loan is \$36,072.00.

**REPRESENTATION OF  
LOANS AND SECURITY DEPOSIT  
WATTS BAR UTILITY DISTRICT  
DGB22 2025-275**

As security for payments due under a State Revolving Fund (SRF) Loan Agreement, a local government pledges user fees and charges and further pledges such other additional available sources of revenues as are necessary to meet its obligations under a SRF Loan Agreement. Prior to the first disbursement on a loan, a local government is required to deposit with the TLDA an amount of funds equal to the maximum annual debt service (MADS) as additional security for such loan.

- a. Prior SRF loans which have been funded or approved for which the Local Government has pledged its revenues are as follows:

Loan Type	Loan #	Base Loan*	Principal Forgiveness*	MADS**

\*If applicable, the original approved amount is adjusted for decreases and approved increases

\*\*MADS is an estimate until final expenses have been determined.

The total required security deposit(s) for previously approved SRF loan(s) is \$0.

- b. The local government is applying for the following SRF loan(s):

Loan Type	Loan #	Anticipated Interest Rate	Base Loan	Principal Forgiveness	Anticipated MADS
SRF/Water	DGB22 2025-275	1.06%	\$500,000	\$500,000	\$36,072

The total anticipated security deposit(s) for the proposed loan(s) is \$36,072.

- c. The total MADS (a+b) is \$36,072.

**The Local government hereby represents the information presented above is accurate and understands that funding for the loan request(s) presented is contingent upon approval by the TLDA.**

**Duly signed by an authorized representative of the Local Government on this 19th day of December, 2024.**

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LOCAL GOVERNMENT

BY:



*Brandon Houston, Chairman*

**REQUIREMENT FOR REPORT ON DEBT OBLIGATION**  
(FORM CT-0253)  
**WATTS BAR UTILITY DISTRICT**  
**DGB22 2025-275**

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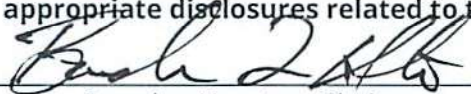
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Brandon Houston, Chairman

  
Date

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