Tennessee Local Development Authority
July 27, 2026
Agenda

1. Call meeting to order, establish that there is a quorum, and receive public comments on actionable items in accordance with Tenn. Code Ann. § 8-44-112 and Board guidelines

2. Approval of minutes from the June 22, 2026, meeting

3. Consideration and approval of the following State Revolving Fund Clean Water Loans:

Applicant	Loan Number	Base Loan	Principal Forgiveness	Total Request	Interest Rate	Term (Years)
Pikeville	CW23 2025 500-01	$3,550,000	$1,450,000	$5,000,000	1.40%	20
Maynardville	2024-10783	$71,500	$71,500	$143,000	1.45%	5
Pegram	CWB22 2026-504	$2,400,000	$0	$2,400,000	3.31%	20

4. Request from the City of Columbia:

   a. Consideration of a request to issue the proposed SRF loan on parity with its outstanding Water System Anticipation Notes, Series 2023 and Series 2025

   b. Consideration and approval of the following State Revolving Fund Drinking Water Loan:

Applicant	Loan Number	Base Loan	Principal Forgiveness	Total Request	Interest Rate	Term (Years)
Columbia	2024-10571	$75,000,000	$0	$75,000,000	3.06%	30

5. Consideration and approval of a request from the City of Columbia to issue WIFIA debt in an amount not to exceed $315,000,000 on parity with its SRF loan

6. Update on Clean Water and Drinking Water State Revolving Fund Priority Ranking Lists

7. Report on the notification from the Town of Brighton submitted to comply with *TLDA SRF Policy and Guidance for Borrowers*

8. Adjourn

The Board meeting will be held in the Volunteer Conference Center, 2nd Floor, Cordell Hull Building, 425 Rep. John Lewis Way N., Nashville, TN. Board members are allowed to participate by electronic means. The public may attend in person or virtually by using the following link: https://comptroller.tn.gov/office-functions/sgf/sgf-calendar/2026/7/27/tennessee-local-development-authority-meeting.html.

TENNESSEE LOCAL DEVELOPMENT AUTHORITY

June 22, 2026

The Tennessee Local Development Authority (the "TLDA" or the "Authority") met on Monday, June 22, 2026, at 2:22 p.m., CT, in the Volunteer Conference Center, 2nd Floor, Cordell Hull Building, Nashville, Tennessee. Secretary of State Tre Hargett was present and presided over the meeting.

Additional Members Physically 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
- Mayor Paige Brown, House Appointee

Member Present via Electronic Means

- Mayor Rollen "Buddy" Bradshaw, Senate Appointee

Absent Member

- The Honorable Bill Lee, Governor

Quorum Establishment & Requests for Public Comment

With a physical quorum present, Secretary Hargett called the meeting to order and noted electronic participation. Secretary Hargett asked Ms. Kayla Carr, TLDA Assistant Secretary and the Director of the Division of State Government Finance (SGF) to perform a roll-call vote:

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

Secretary Hargett, in accordance with Tenn. Code Ann. § 8-44-112 and Board guidelines, asked Ms. Carr whether any requests for public comment had been received. Ms. Carr reported that Maury County Mayor Sheila Butt had requested to speak. The Authority agreed by general consent to extend the comment period to five minutes. During public comment, Maury County Mayor Sheila Butt expressed concerns about the timing of the proposed Drinking Water SRF loan for the City of Columbia. She stated that the Duck River Water Planning Partnership was actively developing feasibility studies on long-term water supply options. She explained that there was a focus on regionalization as the long-term solution to provide fair access to water across the county and surrounding communities. Following her remarks, Comptroller Mumpower asked Mayor Butt to elaborate on her comments regarding regionalization, and Mayor Butt explained that a model similar to the Duck River Utility Commission, where all customers pay the same rate for treated water, would create greater equity and cost savings. Commissioner Bryson asked whether the Columbia plant expansion would be needed regardless of future regional decisions, and Mayor Butt responded that while plant upgrades might ultimately be required, she believed the state should wait for the planning partnership's recommendations before acting. The Authority thanked Mayor Butt for her comments.

Approval of Minutes

Secretary Hargett stated that the first item of business was approval of the minutes from the April 20, 2026, TLDA meeting. Secretary Hargett moved approval of the minutes, and Comptroller Mumpower seconded the motion. Secretary Hargett asked if there was any discussion. Hearing none, he called for a vote, and Ms. Carr called the roll:

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

The minutes were approved.

Clean Water State Revolving Fund (SRF) Loan Requests

Secretary Hargett stated that the next item on the agenda was consideration of approval of several State Revolving Fund Clean Water Loans and recognized Ms. Vena Jones, Program Manager at the Tennessee Department of Environment and Conservation (TDEC), to present the loan requests. Ms. Jones first provided the fund balance report, noting that the unobligated balance as of April 20, 2026, was $314,600,836. After accounting for the return of $5,176,088 of unused funds from the City of Chattanooga, the addition of Federal Fiscal Year (FFY) 2025 Capitalization Grants and state match totaling $27,656,400, FFY 2025 Infrastructure Investment and Jobs Act (IIJA) General Supplemental Grants and state match totaling $42,944,400, and approval of the loan requests being presented totaling $14,979,000, the projected fund balance would be $375,398,724. Ms. Jones further reported that as of April 20, 2026, the unobligated balance for the Emerging Contaminant Fund was $4,447,000. After adding the $3,089,000 FFY 2025 IIJA Emerging Contaminant Grant and accounting for the proposed $5,800,000 emerging contaminant grant to the City of Franklin, the remaining balance would be $1,736,000. She then proceeded to present the clean water loan requests.

Applicant	Loan Number	Base Loan	Principal Forgiveness	Principal Forgiveness Emerging Contaminants	Total Request	Interest Rate	Term (Years)
Norris	2024-10731	$125,000	$125,000	$0	$250,000	2.35%	5
Paris Utility Authority	2025-12450	$500,000	$500,000	$0	$1,000,000	1.45%	5
Cleveland Utilities Authority	2024-10776	$1,920,000	$0	$0	$1,920,000	1.93%	5
Franklin	2024-10695	$11,809,000	$0	$5,800,000	$17,609,000	2.35%	5

Ms. Jones presented the details of the loans. Secretary Hargett made a motion to approve the loan requests, and Comptroller Mumpower seconded the motion.

Board Discussion

Comptroller Mumpower asked whether the presented loan amounts represented the full costs of the proposed projects and inquired about project timelines and useful life of the associated plans and specifications. Ms. Jones responded that each planning and design loan represented the total cost of its respective planning phase and confirmed expectations for project timelines and useful life. Secretary Hargett asked if there were any other questions. Hearing none, Secretary Hargett called for a vote, and Ms. Carr performed a roll-call vote:

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

The loan requests were unanimously approved.

Drinking Water State Revolving Fund (SRF) Loan Request

Secretary Hargett stated that the next item on the agenda consisted of two parts. He stated that the first part was the consideration of a request to issue the proposed SRF loan on parity with its Water System Anticipation Notes, Series 2023 and Series 2025 (“the Notes”). He recognized Ms. Carr to describe the request. Ms. Carr explained that the City had issued the Notes as interim financing and that the City planned to pay off these loans with proceeds of a Water Infrastructure Finance and Innovation Act (WIFIA) financing. She stated that since these loans were already outstanding, the bank holding the notes had consented to give the SRF loan the improved parity status. Ms. Carr explained that the City was requesting that the Notes, the SRF loan, and anticipated WIFIA bonds all be on parity, but the latter was a separate agenda item.

Secretary Hargett then recognized Ms. Jones to present the Drinking Water SRF loan request. Ms. Jones first provided the fund balance report. The unobligated balance at April 20, 2026, was $107,074,013. With the addition of FFY 2025 Capitalization Grants and state match totaling $17,323,019, FFY 2025 IIJA General Supplemental Grants and state match totaling $39,546,936, and upon approval of the $75,000,000 loan request to be presented, the fund balance would become $88,943,968. Ms. Jones further reported that as of April 20, 2026, the unobligated balance for the Drinking Water Emerging Contaminant Fund was $14,374,005. After adding the $10,803,240 FFY 2025 IIJA Emerging Contaminant Grant, the remaining balance would become $25,177,245. Ms. Jones then presented the loan request.

Applicant	Loan Number	Base Loan	Principal Forgiveness	Principal Forgiveness Emerging Contaminants	Total Request	Interest Rate	Term (Years)
Columbia	2024-10571	$75,000,000	$0	$0	$75,000,000	3.06%	30

Ms. Jones explained that Columbia Power and Water Systems (CPWS) was currently operating above 90 percent of its drinking water plant capacity and must expand the water treatment plant to maintain compliance with the Safe Drinking Water Act. She noted that the $75 million SRF loan before the Authority was the first portion of a two phase $135 million SRF financing package, for the expansion of the water plant. She also confirmed TDEC had evaluated the City's finances including both SRF phases and the projected WIFIA debt and found them sufficient. Ms. Jones further described the project's useful life, anticipated at 30 to 50 years.

Board Discussion

The Comptroller asked Ms. Jones whether the SRF request represented the full project cost and whether TDEC accounted for all anticipated debt when evaluating the City's financial capacity. Ms. Jones confirmed that TDEC considered the entire financing package, including WIFIA, and determined the City could support the project. Comptroller Mumpower asked Ms. Jones about the useful life of the project. Ms. Jones replied that the project presented is the expansion of the drinking water plant and constitutes a 30-to-50-year useful life. Comptroller Mumpower noted that the useful life of this project, which is part of larger project, exceeds the term of the proposed loan. Ms. Jones concurred.

To provide the City's perspective, Secretary Hargett recognized Columbia Mayor Chaz Molder. Mayor Molder stated that although he initially voted against the project at the City Council due to concerns about hypothetical rate increases, he now supported moving forward because delaying further would significantly increase the project cost. He emphasized that the plant expansion had been planned for more than 15 years and remained the only viable option ready to address immediate capacity needs. Mayor Molder also stressed that regional cooperation is important long-term but that in the short term, the City must resolve its current capacity shortage to prevent service constraints.

Comptroller Mumpower asked Mayor Molder about the useful life of the full project in relation to all anticipated debt. Mayor Molder replied that Ms. Jones or the CWPS director could provide more accurate insight. Ms. Jones explained the distinction between the $205,000,000 drinking water plant expansion project and other components of the City's long-term water supply plan. She clarified that the larger plan includes assets that are not part of the plant expansion currently under consideration.

Ms. Jones stated that the useful life of the drinking water plant itself is 30 to 50 years, and the added capacity from the expansion is expected to last 20 to 40 years. She noted that significant future growth, such as a new large-scale industrial user, could impact the useful life of the expanded capacity.

Secretary Hargett asked Ms. Jones for TDEC's view on the possibility of delaying the project by six months to a year. Ms. Jones responded that the current plant is operating at 93 percent capacity, a dangerously high level that could lead to water-use restrictions if the project was delayed. She acknowledged that an advantage of delay would be additional time to review the forthcoming Governor's Duck River Planning Partnership report, however, she added that she believes the report will support the proposed expansion plan.

Secretary Hargett then recognized Mr. Matt Wheeler, CWPS Vice President of Water. Comptroller Mumpower asked Mr. Wheeler to discuss CWPS's overall plan, including the proposed SRF and WIFIA loans, as it relates to the project's useful life. Mr. Wheeler stated that useful life refers to how long an asset will remain functional. He noted that the existing plant is 75 years old and that the expanded plant's useful life will exceed the term of the loan. He noted that with retrofits and additional investments over time, expansion could last 50 to 100 years. Addressing projected growth and the current project under consideration, he stated that the expansion will add 12 million gallons per day (MGD) of capacity to the current 20 MGD, and with reasonable growth assumptions, the useful life of this increased capacity is estimated to be 35 years.

Mr. Wheeler explained that the existing plant was 75 years old and operates near its capacity limit, with peak day demand exceeding 90 percent of allowable treatment capacity. He stated that CPWS faced several risks if expansion was delayed, including potential drought vulnerability, load restrictions, and inability to meet projected peak demand by summer 2029. He noted that construction costs were escalating by an estimated $2 million per month and emphasized that the expansion footprint had been designed to accommodate future regional water sources, including a potential connection to the Tennessee River.

During discussion, Commissioner Bryson asked questions about rate impacts and whether the City's approved rate increases were sufficient to support repayment of all project components. Ms. Jones confirmed that the City's rate structure had been reviewed to ensure financial sufficiency. Members also discussed the timeline of the Governor's Duck River Partnership study. Commissioner Bryson asked whether delaying action until the study's expected release in September or October would jeopardize the community's water supply planning. Mr. Wheeler and Ms. Jones responded that the plant expansion would be required under any long-term regional scenario and that delaying until fall could push the project beyond the timeframe needed to meet projected 2028 to 2029 peak demand noting that weather would be a factor.

In response to questions about broader regional control of water planning, Mayor Molder emphasized that Columbia Power and Water had, for decades, supplied water to multiple surrounding communities, including wholesale service to Maury County Water and Spring Hill, and that his concern was ensuring adequate supply for all current customers across the region. Mayor Butt offered that true regionalization would require a shared governance model rather than reliance on a single municipal utility. Mayor Paige Brown shared that in her experience, regionalization is an important statewide need but cannot be compelled under current law, meaning utilities must continue fulfilling obligations to their own customers while collaborating voluntarily where possible.

Following the extended discussion, several members expressed that since the Columbia project involved multiple interrelated components and significant long-term consequences, more time was needed to ensure that everything was considered. Comptroller Mumpower moved to defer Items 4 (a and b) and 5 until the next regularly scheduled TLDA meeting. Treasurer Lillard seconded the motion.

Secretary Hargett asked if there was any further discussion. Hearing none, he called for a vote, and Ms. Carr performed 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 deferred until the TLDA's July meeting.

Paris Utility Authority (PUA)

Secretary Hargett stated that the next item on the agenda was consideration and approval of a request from the Paris Utility Authority (PUA) to issue its Series 2026 Sewer Revenue Bonds in an amount not to exceed $11,914,000 on parity with its outstanding parity-lien obligations. He recognized Ms. Carr to present the item. Ms. Carr explained that PUA was requesting authorization to issue the 2026 Sewer Revenue Bonds in an amount not to exceed $11,914,000 on parity with its existing SRF loans. She noted that the underlying loan had originally been issued by the City of Paris, but that PUA had since assumed responsibility for the utility operations. As a result, the proposed bonds would replace the outstanding City debt and formally convert the obligation to PUA. Secretary Hargett moved approval of the request, and Comptroller Mumpower seconded the motion. Secretary Hargett asked if there was any discussion. Hearing none, he asked Ms. Carr to perform 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 approved.

Town of Monteagle Notification

Secretary Hargett stated that the next item on the agenda was a report on the notification submitted by the Town of Monteagle in accordance with TLDA SRF Policy and Guidance for Borrowers. He recognized Ms. Carr to present the item. Ms. Carr reported that the Town of Monteagle would be entering into a $1,500,000 loan agreement with the Public Building Authority of the City of Clarksville for improvements to its water and wastewater system. She noted that the loan would be subordinate to the Town's existing SRF obligations. Ms. Carr stated that this item was for notification purposes only and required no action by the Authority. Secretary Hargett acknowledged that the Authority was duly notified.

City of Greenbrier Notification

Secretary Hargett stated that the next item was a report on the notification submitted by the City of Greenbrier in accordance with TLDA SRF Policy and Guidance for Borrowers. He recognized Ms. Carr to present the report. Ms. Carr stated that the City of Greenbrier would be issuing $3,000,000 in Water System Revenue Capital Outlay Notes for the acquisition and installation of electronic water meters. She noted that the notes would be subordinate to the City's existing SRF loans. Ms. Carr stated that this was a notification only and required no action by the Authority. Secretary Hargett acknowledged that the Authority was duly notified.

City of Lafollette Notification

Secretary Hargett stated that the next item was a report on the notification submitted by the City of Lafollette in accordance with TLDA SRF Policy and Guidance for Borrowers. He recognized Ms. Carr to present the item. Ms. Carr reported that the City of Lafollette would be issuing $1,200,000 in Water System Revenue and Capital Outlay Notes for improvements to its water system. She noted that the financing would be subordinate to the City's existing SRF loans. She stated that this notification was provided for informational purposes only and required no action by the Authority. Secretary Hargett acknowledged that the Authority was duly notified.

Adjournment

Hearing no further business, Secretary Hargett requested a motion to adjourn the meeting. Comptroller Mumpower moved to adjourn, and Commissioner Bryson seconded the motion. Secretary Hargett asked if there was any further discussion. Hearing none, he called for a vote, and Ms. Carr performed 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 27th day of July, 2026.

Respectfully submitted,

Kayla Carr
Assistant Secretary

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

Clean Water State Revolving Fund (CWSRF) Loan Program
Funds Available for Loan Obligation
July 27, 2026

	Loan Number	Amount		
Unobligated Fund Balance as of June 22, 2026			**$**	**375,398,724**
Increases:	**Loan Number**	**Amount**		
			$	**-**
Unobligated Fund Balance as of July 27, 2026			**$**	**375,398,724**
Decreases:	**Loan Number**	**Amount**		
City of Pikeville *Principal Amount $3,550,000 *Principal Forgiveness $1,450,000	CW23 2025-500-01	$ 5,000,000		
City of Maynardville *Principal Amount $71,500 *Principal Forgiveness $71,500	2024-10783	$ 143,000		
City of Pegram *Principal Amount $2,400,000 *Principal Forgiveness $0	CWB22 2026-504	$ 2,400,000		
			$	**(7,543,000)**
Remaining Unobligated Fund Balance as of July 27, 2026			**$**	**367,855,724**

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

Clean Water State Revolving Fund (CWSRF) Non-Revolving Funds
Emerging Contaminants Funds Available for Loan Obligation
July 27, 2026

Unobligated Emerging Contaminants Fund Balance as of June 22, 2026			**$**	**1,736,000**
Increases:	**Loan Number**	**Amount**		
			$	-
Unobligated Fund Balance as of July 27, 2026			**$**	**1,736,000**
Decreases:	**Loan Number**	**Loan Amount**		
			$	**-**
Remaining Unobligated Fund Balance as of July 27, 2026			**$**	**1,736,000**

Clean Water State Revolving Fund
City of Pikeville
Fact Sheet
July 27,2026

Borrower:	City of Pikeville
Loan Type:	Planning, Design & Construction
Project Number:	CW23 2025-500-01
SRF Funding Request:	$5,000,000
SRF Base Loan:	$3,550,000
Term:	20 years
ATPI	0
Rate:	3.49% X 40 (Tier 1) = 1.40%
Companion Loan:	CW23 2025-500

Project:

This request will ensure the City of Pikeville is fully funded for the continued expansion of their wastewater treatment plant (WWTP) from 0.254 million gallons per day to 0.366 million gallons per day the project also includes advanced treatment process upgrades.

Project Costs:

Total Project Cost:		$21,299,174
Project Funding:		
	SRF Loan Principal (71%)	$3,550,000
	Principal Forgiveness (29%)	$1,450,000
	Local Funds	$915,507
	Other Funds (ARPA)	$7,758,666
	Other Funds (CW23 2025-500)	$7,100,000
	Other Funds (CDBG)	$525,000

County:	Bledsoe County
Consulting Engineer:	Hussey Gay Bell
Priority Ranking List:	2023
Priority Ranking:	6 of 67[1]
Public Meeting:	August 11, 2025

Financial Information:

Operating Revenues:	$2,527,354
Initial Financial Sufficiency Review:	May 15, 2026
Initial Financial Review Rates per 5,000 gal:	

[1] The project is ranked #6 of 67 on the 2023 Priority Ranking List (PRL).

Clean Water State Revolving Fund
City of Pikeville
Fact Sheet
July 27,2026

Residential User Charge (Inside City)	$65.11[2]
Additional Revenue Recommendation:	No[3]

Customer Base:	690
Audit Report Filed:	December 22, 2025 (Timely)
Approved Annual Budget:	Yes (Timely)

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

Additional Security (City/County/Town)

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: $302,019.

MADS:

Prior Obligations:	$202,440
Proposed loan(s):	
CW23 2025-500-01	$203,616
Totals	$406,056

MADS as a percentage of SSTs: 134.45%

[2] Based on 5,000 gallons of sewer usage, Pikeville's sewer cost represents 2.24% of 2024 Median Household Income (MHI) for inside-city customers and 2.90% of 2024 MHI for outside-city customers.

[3] On April 14, 2025, the City of Pikeville passed Ordinance 4-14-O25, which provides for an 11% increase in water and sewer rates effective July 1, 2026, followed by an additional 11% increase effective July 1, 2027.

REPRESENTATION OF LOANS
AND STATE SHARED TAXES
CITY OF PIKEVILLE
CW23 2025-500-01

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 $302,019.

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	CW23 2025-500	$3,550,000	$3,550,000	$202,440

* 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 $202,440.

(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

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 $202,440.

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	CW23 2025-500-01	1.40%	$3,550,000	$1,450,000	$203,61

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is
$203,616.

4. Unobligated SSTs

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is
-$104,037.

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 9th day of June, 2026.

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

LOCAL GOVERNMENT

BY: Philip Cagle

Philip Cagle, Mayor

DEBT REPORT REQUIREMENT
CITY OF PIKEVILLE
CW23 2025-500-01

Pursuant to Tenn. Code Ann. § 9-21-134, a Debt 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 Division of Local Government Finance in the Office of the Comptroller of the Treasury. The purpose of the Debt 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 this law are not permitted to enter into any further debt obligations until they have complied with the law. A local government that applies for an SRF loan but is not in compliance with this law should file the Debt Report as soon as possible and provide notification of filing to the SRF loan program to proceed with its loan application. Furthermore, a Debt Report is required to be filed once an SRF loan has been approved by the TLDA and the agreement has been executed by the borrower. Instructions on how to file the Debt 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).

The applicant, City of Pikeville, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that a Debt 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.

Philip Cagle | 6-9-26
Philip Cagle, Mayor | Date

Clean Water State Revolving Fund
City of Maynardville
FACT SHEET
July 27, 2026

Borrower:	City of Maynardville
Loan Type	Planning & Design
Project Number:	2024-10783
Requested SRF Funding:	$143,000
SRF Base Loan:	$71,500
Term:	5 years
ATPI	30
Rate:	2.41% X 60 (Tier 3) = 1.45%
Companion Loan:	N/A

Project:

Wastewater Treatment Plant Improvements Secondary Treatment construction of a new influent structure and channel; replacement of the mechanical bar screen and influent pumps; and electrical improvements; and the realignment of the 15-inch diameter sewer interceptor.

Project Costs:

Total Project Cost:		$143,000
Project Funding:		
	SRF Loan Principal (50%)	$71,500
	Principal Forgiveness (50%)	$71,500
	Local Funds	$ -0-
	Other Funds	$ -0-
County:		Union
Consulting Engineer:		Community Development Partners
Priority Ranking List:		2024
Priority Ranking:		3 of 21[1]
Public Meeting:		06/09/2026

Financial Information:

Operating Revenues:		$3,681,821
Initial Financial Sufficiency Review:		06/11/2026
Initial Financial Review Rates per 5,000 gal:		
	Residential User Charge (Inside City)	$52.01

[1] The project is ranked #3 of 21 on the 2024 Priority Ranking List (PRL).

Clean Water State Revolving Fund
City of Maynardville
FACT SHEET
July 27, 2026

Additional Revenue Recommendation:	No
Customer Base:	1,318
Audit Report Filed:	01/31/2026 (not timely)
Approved Annual Budget:	Yes (timely)

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

Additional Security (City/County/Town)

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: $408,864.

MADS:	Prior Obligations:	$ 200,760
	Proposed loan(s):	
	2024-10783	$14,832
	Totals	$215,592

MADS as a percentage of SSTs: 52.73%

REPRESENTATION OF LOANS AND STATE-SHARED TAXES
CITY OF MAYNARDVILLE
2024-10783

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 $408,864.

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	CGA 2009-236	$792,000.00	$528,000.00	$45,600.00
SRF/Water	DWF 2006-066	$1,770,000.00	$0.00	$95,700.00
SRF/Water	DW9 2023-257	$33,150.00	$33,150.00	$6,828.00
SRF/Water	DW20 2026-238	$867,829.20	$578,552.80	$52,632.00

* 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 $200,760.00.

(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

The total MADS from section 2(b.) having a lien on SSTs is $0.00.

(c.) The total MADS from prior obligations having a lien on SSTs [subsections 2(a)+2(b)] is $200,760.00.

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	2024-10783	1.45%	$71,500.00	$71,500.00	$14,832.

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is
$14,832.00.

4. Unobligated SSTs

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is
$193,272.00.

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 6th day of July, 2026.

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

LOCAL GOVERNMENT

BY: Len Padgett

Len Padgett, Mayor

DEBT REPORT REQUIREMENT
CITY OF MAYNARDVILLE
2024-10783

Pursuant to Tenn. Code Ann. § 9-21-134, a Debt 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 Division of Local Government Finance in the Office of the Comptroller of the Treasury. The purpose of the Debt 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 this law are not permitted to enter into any further debt obligations until they have complied with the law. A local government that applies for an SRF loan but is not in compliance with this law should file the Debt Report as soon as possible and provide notification of filing to the SRF loan program to proceed with its loan application. Furthermore, a Debt Report is required to be filed once an SRF loan has been approved by the TLDA and the agreement has been executed by the borrower. Instructions on how to file the Debt 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).

The applicant, City of Maynardville, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that a Debt 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.

Lan Padgett
Lan Padgett, Mayor

July 6, 2026
Date

July 8, 2026

Tennessee Local Development Authority and
Tennessee Department of Environment and Conservation
Attention: State Revolving Fund Loan Program
Rosa L Parks Ave, 12th Floor
Nashville, TN 37243

RE: City of Maynardville (Union County)

Loan #:DW20 2026-238

Project Description: Green-Water Meter Replacement (Installation of approximately 2,700 AMI meters throughout the distribution system.)

Dear Madam/Sir:

This letter is to inform you about the status of our June 2025 audit report. This report has been filed and posted on the website for the Tennessee State Comptroller's Office. Unfortunately, the report was filed shortly after December 31, 2025, making it delinquent. Once the City received the audit, we were working through internal reviews which took time.

In the future, the City will do everything possible to assure that audit reports are finalized, approved, and posted no later than December 31st of each year.

Please do not hesitate to reach out with any additional questions or needs.

Sincerely,

CITY OF MAYNARDVILLE

Len Padgett

Len Padgett
Mayor

P.O. Box 217
Maynardville, TN 37807 Phone: 865-992-3821 Fax: 865-992-6456

Clean Water State Revolving Fund
Town of Pegram
Fact Sheet
July 27, 2026

Borrower:	Town of Pegram
Loan Type:	Planning, Design & Construction
Project Number:	CWB22 2026-504
SRF Funding Request:	$2,400,000
SRF Base Loan:	$2,400,000
Term:	20 years
ATPI	90
Rate:	100% X 90 (Tier 4) = 3.31%
Companion Loan:	N/A

Project:

Wastewater Treatment Plant Upgrades/Advanced Treatment Conversion of the existing recirculating sand filter treatment process to a mechanical trickling filter treatment process; and the expansion of the land application drip irrigation system.

Project Costs:

Total Project Cost:	$2,400,000
Project Funding:	
SRF Loan Principal (100%)	$2,400,000
Principal Forgiveness (0%)	$ -0-
Local Funds	$ -0-
Other Funds	$ -0-
County:	Cheatham
Consulting Engineer:	Neel-Schaffer
Priority Ranking List:	2023
Priority Ranking:	41 of 113[1]
Public Meeting:	06/29/2026

Financial Information:

Operating Revenues:	$220,035
Initial Financial Sufficiency Review:	05/27/2026
Initial Financial Review Rates per 5,000 gal:	
Residential User Charge (Inside City)	$86.98[2]

[1] The project is ranked #41 of 113 on the 2023 Priority Ranking List (PRL).

[2] Based on 5,000 gallons of sewer usage, Pegram's sewer cost represents 0.96% of 2024 Median Household Income (MHI) for residential customers.

Clean Water State Revolving Fund
Town of Pegram
Fact Sheet
July 27, 2026

Additional Revenue Recommendation:	No
Customer Base:	250
Audit Report Filed:	12/28/2025 (Timely)
Approved Annual Budget:	Yes

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

Additional Security (City/County/Town)

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: $340,781.

MADS:		
	Prior Obligations:	$23,424
	Proposed loan(s):	
	CWB22 2026-504	$164,232
	Totals	$187,656

MADS as a percentage of SSTs:	55.07%

REPRESENTATION OF
LOANS AND STATE-SHARED TAXES
TOWN OF PEGRAM
CWB22 2026-504

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 $340,781.

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 2013-312	$426,550	$22,450	$23,424

* 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 $23,424.

(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

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 $23,424.

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	CWB22 2026-504	3.31%	$2,400,000	$0	$164,232

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is $164,232.

4. **Unobligated SSTs**

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is $153,125.

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

2nd	day of	July	2026

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

LOCAL GOVERNMENT

BY: Charles Morehead

Charles Morehead, Mayor

DEBT REPORT REQUIREMENT
TOWN OF PEGRAM
CWB22 2026-504

Pursuant to Tenn. Code Ann. § 9-21-134, a Debt 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 Division of Local Government Finance in the Office of the Comptroller of the Treasury. The purpose of the Debt 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 this law are not permitted to enter into any further debt obligations until they have complied with the law. A local government that applies for an SRF loan but is not in compliance with this law should file the Debt Report as soon as possible and provide notification of filing to the SRF loan program to proceed with its loan application. Furthermore, a Debt Report is required to be filed once an SRF loan has been approved by the TLDA and the agreement has been executed by the borrower. Instructions on how to file the Debt 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).

The applicant, Town of Pegram, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that a Debt 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.

Charles Morehead 07/02/2026

Charles Morehead, Mayor Date

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

Drinking Water State Revolving Fund (DWSRF) Loan Program
Funds Available for Loan Obligation
July 27, 2026

Unobligated Fund Balance as of June 22, 2026			**$ 163,943,968**
Increases:	**Loan Number**	**Amount**	
City of Kingsport	DWF 2023-254	$ 376,016	
			$ 376,016
Unobligated Fund Balance as of July 27, 2026			**$ 164,319,984**
Decreases:	**Loan Number**	**Loan Amount**	
City of Columbia *Principal Amount $75,000,000 *Principal Forgiveness $0	2024-10571	$75,000,000	
			$ (75,000,000)
Remaining Funds Available for Loan Obligations as of July 27, 2026			**$ 89,319,984**

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

Drinking Water State Revolving Fund (DWSRF) Non-Revolving Funds
Emerging Contaminants Funds Available for Loan Obligation
July 27, 2026

Unobligated Emerging Contaminants Fund Balance as of June 22, 2026			**$ 25,177,245**
Increases:	**Loan Number**	**Amount**	
			$ -
Unobligated Emerging Contaminants Fund Balance as of July 27, 2026			**$ 25,177,245**
Decreases:	**Loan Number**	**Loan Amount**	
			$ -
Remaining Emerging Contaminants Fund Balance as of July 27, 2026			**$ 25,177,245**

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

Drinking Water State Revolving Fund (DWSRF) Non-Revolving Funds
Lead Service Line Funds Available for Loan Obligation
July 27, 2026

Unobligated Lead Service Line Fund Balance as of June 22, 2026			**$ 202,501,082**
Increases:	**Loan Number**	**Amount**	
			$ -
Unobligated Lead Service Line Fund Balance as of July 27, 2026			**$ 202,501,082**
Decreases:	**Loan Number**	**Loan Amount**	
			$ -
Remaining Lead Service Line Fund Balance as of July 27, 2026			**$ 202,501,082**

Drinking Water State Revolving Fund
City of Columbia
Fact Sheet
July 27, 2026

Borrower:	City of Columbia
Loan Number:	2024-10571
Requested SRF Funding:	$135,000,000
SRF Base Loan:	$75,000,000
Term:	30 years
ATPI:	60
Rate:	3.82% X 80 (Tier 4) = 3.06%
Loan Type:	Planning, Design, and Construction
Companion Loan:	N/A

Project:
City of Columbia (Columbia Power and Water System) in Maury County, TN is seeking an SRF loan to expand the capacity of their existing drinking water treatment plant by increasing treatment capacity by 12 MGD.[1] CPWS has exceeded safe capacity operations and in order to maintain compliance with the Safe Drinking Water Act. CPWS must address capacity shortfall.

Project Costs:

Total Project Cost:		$205,100,087
Project Funding:		
	SRF Loan Principal (100%)	$75,000,000
	Principal Forgiveness (0%)	$ -0-
	Local Funds	$ -0-
	Other Funds (2nd SRF Loan)	$60,000,000
	Other Funds (WIFIA)	$70,100,087

County:	Maury
Consulting Engineer:	Inflo Design group
Priority Ranking List:	2024
Priority Ranking:	10 of 23
Public Meeting:	May 14, 2026

Financial Information:

Operating Revenues:	$21,078,669
Initial Financial Sufficiency Review:	1/8/2026

[1] This project is part of CPWS 10-year capital improvement plan.

Drinking Water State Revolving Fund
City of Columbia
Fact Sheet
July 27, 2026

Initial Financial Review Rates per 5,000 gal:

	Residential User Charge (Inside City)	$34.75[2]
	Additional Revenue Recommendation:	No
	Updated Financial Sufficiency Review:	4/16/2026
	Updated Financial Review Rate:	$41.70[3][4]
Customer Base:		25,333
Audit Report Filed:		Dec 22, 2025 (timely)
Approved Annual Budget:		Yes (timely)

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

Additional Security (City/County/Town)

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: $7,239,384.

MADS:

Prior Obligations	$0
Proposed Loans:	
2024-10571	$3,823,620
Totals	**$3,823,620**

MADS as a percentage of SSTs: 52.82%.

[2] CPWS passed Ordinance 4546 to take effect August 1, 2025.

[3] Using a third-party rate study, CPWS passed Ordinance 4577 to take effect March 1, 2026.

[4] Based on 5,000 gallons of sewer usage, Columbia's drinking water cost represents 0.77% of 2024 Median Household Income (MHI) for inside-city customers and 0.83% of 2024 MHI for outside-city customers.

REPRESENTATION OF LOANS AND STATE-SHARED TAXES
CITY OF COLUMBIA
2024-10571

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 $7,239,384.

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**

* 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 $0.

(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

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 $0.

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	2024-10571	3.06	$75,000,000	$0	$3,823,620

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is $3,823,620.

4. Unobligated SSTs

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is $3,415,764.

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 2ND day of June, 2026.

LOCAL GOVERNMENT

BY: ______________________________

Charles (Chaz) M. Molder, Mayor

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

DEBT REPORT REQUIREMENT
CITY OF COLUMBIA
2024-10571

Pursuant to Tenn. Code Ann. § 9-21-134, a Debt 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 Division of Local Government Finance in the Office of the Comptroller of the Treasury. The purpose of the Debt 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 this law are not permitted to enter into any further debt obligations until they have complied with the law. A local government that applies for an SRF loan but is not in compliance with this law should file the Debt Report as soon as possible and provide notification of filing to the SRF loan program to proceed with its loan application. Furthermore, a Debt Report is required to be filed once an SRF loan has been approved by the TLDA and the agreement has been executed by the borrower. Instructions on how to file the Debt Report are located in the "Debt" category for "Local Finance" on the website of the Tennessee Comptroller of the Treasury.

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- 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).

The applicant, City of Columbia, attests that it is in compliance with Tenn. Code Ann. § 9-21-134 for its debt obligations and understands that a Debt 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 b nd counsel in order to obtain advice on appropriate discl

06/02/2026

Charles (Chaz) M. Molder, Mayor | Date

July 27, 2026

City of Columbia and
Columbia Power and Water System
Approval to Issue Debt and Modification of Lien Position

The City of Columbia (the City) and its board of public utilities—Columbia Power and Water System (CWPS), has submitted the following requests to the Tennessee Local Development Authority (TLDA) for consideration and approval. The TLDA's approval for the issuance of additional debt and modification of lien position is required by provisions set forth in the State Revolving Fund (SRF) loan agreement and guidelines set forth in the *TLDA/SRF Policy and Guidance for Borrowers*.

The City and CPWS are requesting that the TLDA approve their proposed SRF loan on parity with the City's outstanding Water System Revenue Anticipation Notes (Series 2023 & 2025) totaling $70 million. Upon approval of the SRF loan, they request approval to issue a WIFIA loan from the U.S. Environmental Protection Agency in an amount not to exceed $315 million on parity with the SRF loan. A portion of the WIFIA loan will refund the Revenue Anticipation Notes.

1. The requestor is a:

___ Utility District, Energy Authority, or Water/Wastewater Authority

_X__ Municipality (town/city/county)

____ General Obligation Debt

__X__ Revenue Debt

2. Lien Position:

_X__ The borrower is requesting that the proposed SRF loan be issued on a senior parity lien basis with its outstanding Notes and is also requesting that its proposed WIFIA debt be issued on a senior parity lien basis with its SRF loan being presented for approval

The City desires for the Notes, WIFIA loan and SRF loan all to be secured by a parity senior lien on the net revenues of the system pursuant to the City's master bond resolution

___ The borrower is requesting to subordinate its outstanding SRF debt to the proposed debt issuance.

___ The borrower is not requesting a modification of lien position, and the proposed debt will be issued subordinate to the existing SRF debt.

3. The purpose of the proposed debt issuance is:

_X_ New Money

__ Refunding

4. Additional Information:

The City is pursuing three interconnected financings for a major long-term water supply program

- $70 million in interim notes (with $22 million drawn)
  - The noteholder, Truist, has consented to equal lien treatment
- $75 million SRF loan (current loan request)
  - The City is pursuing a second SRF loan in the amount of $60 million for a total of $135 million SRF funding.
- $315 million WIFIA loan (includes approximately $30 million capitalized interest and will take out the notes)

These financings are all designed to support expansion of the water treatment plant and distribution improvements.

Per the City, the Project or Long-Term Water Supply Program (the "Program" or "LTWSP") addresses a critical need that CPWS has to provide water to its customers throughout Maury County. The Program consists of a new intake along the Duck River in the western portion of Maury County. The intake and associated raw water pumps will be able to convey up to 32 million gallons of water per day through a 16.8 miles, 36-inch diameter raw water transmission main. The water will be delivered to the existing Columbia Water Treatment Plant that will be undergoing an expansion as part of the Program from its currently rated 20 million gallons of water per day up to 32 million gallons of water per day.

The City states that the LTWSP is critical long term drought resilience for Maury County. After the 2007/2008 drought, the Duck River Development Authority (DRA) began a multi-year, comprehensive evaluation of options for providing drought resiliency for the entire upper Duck River watershed. A new intake located on the western edge of Maury County and accompanying treatment was one of the two physical improvements recommended for drought resiliency in the watershed after years of analysis of viable options. In addition to the drought resiliency of the new supply, the additional capacity provided as part of the LTWSP will enable CPWS to provide clean, safe drinking water to Maury County for the foreseeable future. Without additional supply and treatment capacity, growth in Maury County would essentially stop until a new source of water was found and project implemented to provide that water to Maury County.

Water Rate Study

A water rate study, dated April 29, 2026, was conducted by Raftelis. The results of the study were presented and approved by the Columbia City Council on January 8, 2026. Over the next five years, the rates are scheduled to increase by 20 percent. However, an annual cost of service study is required to be completed to ensure rate categories are properly charged according to the cost of service. The City notes that the 20 percent increases are a maximum and if the studies dictate lower rate increases than 20 percent, CPWS will make its recommendation accordingly. The City notes that even with the rate increases, rates will be in the median range of nearby utilities.

5. The debt rating of the borrower is:

Please indicate N/R if not rated.

____N/R____ Moody's
____N/R____ Standard and Poor's
____N/R____ Fitch

6. The following SRF loan has been applied for:

Applicant	Loan Number	Base Loan	Principal Forgiveness	Principal Forgiveness Emerging Contaminants	Total Request	Interest Rate	Term (Years)
Columbia	2024-10571	$75,000,000	$0	$0	$75,000,000	3.06%	30

7. Compliance with SRF Loan Agreement:

a. Timely repayments [4.(a)]

____ Yes ____ No __X_ N/A

Note: The City does not have any SRF loans at this time.

b. Security Deposit (UDs and Authorities) [8.] **N/A**

__ Yes ____ No

Amount on deposit: $

c. State-Shared Taxes (Municipalities) [8.]

$ 7,239,384 SSTs received in prior fiscal year
$ 3,823,620 Total MADs of proposed SRF loan
$ 3,415,764 Unobligated SSTs

d. GAAP Accounting and Audited Annual Financial Statement Requirement [*7.(g) and (m)(2)*]

The City and CWPS timely filed their audited financial statements with the Division of Local Government Audit within six months of fiscal year-end.

e. Sufficient Revenues [*7.(k)*]
_X_ Yes ____ No
For the fiscal year ended June 30, 2025, the City's audited financial statements reflected operating income of $6,103,830 for the Water Fund, and a positive change in net position of $18,129,782. The statement of cash flows reflected debt service payments of $1,360,282.

At June 30, 2025, the City reported unrestricted cash and cash equivalents of $6,892,153 for the Water Fund, and restricted cash and cash equivalents of $3,096,949.

f. **Debt Service Coverage Ratios** [*7.(l) and (m)(3) & (4)*]

_X_ Yes ___ No

If no, include a schedule of revised rates and fees. ___ Included ___ N/A

Most Recent Fiscal Year (m)(3):

For fiscal years 2024 through 2025 the City reported the following debt service coverage ratios.

Fiscal year	Debt service Coverage Ratio
2024	4.50x
2025	6.50x

Next Three Fiscal Years After Debt Issuance (m)(4):

Fiscal years 2024 and 2025 are before the issuance of the new debt and fiscal years 2027-2029 are post issuance.

Fiscal year	Debt service Coverage Ratio
2027	6.56x
2028	3.33x
2029	3.42x

g. **Is the entity currently under the jurisdiction of the Tennessee Board of Utility Regulation (TBOUR)?** [*7.(n)*]
____ Yes _X_ No

If yes, reason for referral: ___ Water Loss ____ Financial Distress ____ Administrative Review

8. For recently created systems, has TBOUR approved a petition for the incorporation of the system?
____ Yes ____ No _X_ N/A

9. If the proposed issuance is heightened-risk debt, has the entity obtained approval from the Comptroller's Office?
____Yes ____ No _X_ N/A

10. Has the entity adopted and filed a budget with the Comptroller's Office pursuant to Tenn. Code Ann. § 4-3-305?
_X_ Yes ____ No

11. Has the entity adopted and filed a debt management policy with the Comptroller's Office pursuant to Tenn. Code Ann. § 9-21-134?
_X_ Yes ____No

a. Has the entity demonstrated compliance with the process set forth in its debt management policy for selecting professional service providers?

__X__Yes ____ No

The City and CPWS state that all bond counsel, municipal advisors, and rate consultants engaged for the Project were selected based on required skill and expertise, on familiarity with City and System needs, and in accordance with the provisions of the applicable City debt management policies.

They also note that while no new formal procurement was required for this project, the City did use a Request For Proposal (RFP) in 2015 for selecting its financial advisor, and CPWS previously engaged its financial advisor through a structured evaluation process before the 2021 bond issue. The City and CPWS state that budgeted financing costs for the Project have been publicly disclosed to both the City Council and the CPWS Board of Directors.

12. Conclusion

Based on the information provided, staff finds that the City and CWPS have demonstrated compliance with the applicable requirements of the TLDA SRF Policy and Guidance for Borrowers and concludes that the criteria necessary for the TLDA's consideration of a shared parity lien position among the Notes, proposed SRF loan, and proposed WIFIA Bonds have been met.

June 9, 2026

<u>VIA E-MAIL (kayla.carr@cot.tn.gov and alicia.west@cot.tn.gov)</u>

Ms. Kayla Carr, Assistant Secretary
Tennessee Local Development Authority
Cordell Hull Building
425 Rep. John Lewis Way N.
Nashville, Tennessee 37243

RE: City of Columbia – Request for Parity Status with Proposed SRF Loan

Dear Ms. Carr:

As you know, the City of Columbia, Tennessee (the "City"), and its board of public utilities – Columbia Power and Water Systems ("CPWS"), are seeking the approval of the Tennessee Local Development Authority ("TLDA") for a State Revolving Fund loan in an amount up to $75,000,000 for certain water treatment plant expansion and distribution system improvements (the "SRF Loan"). The City is also planning to borrow up to $315,000,000, which includes a projected $30,000,000 in capitalized interest, for water system projects pursuant to a loan agreement with the United States Environmental Protection Agency (the "EPA") and authorized by the Water Infrastructure Finance and Innovation Act, codified as 33 U.S.C. §§ 3901-3915 (the "WIFIA Loan"). The City currently has outstanding its $40,000,000 draw-down Water System Revenue Anticipation Note, Series 2023 and $30,000,000 draw-down Water System Revenue Anticipation Note, Series 2025 (collectively, the "Notes"), approximately $22 million of which has been drawn to date. The Notes provide interim financing for the City in anticipation of the WIFIA Loan. The Notes will be retired with the proceeds of the initial draw of the WIFIA Loan.

The WIFIA Loan, the Notes and the SRF Loan are all part of the financing necessary to fund a critical long-term water supply project (the "Project") for the City's water system, which is operated by CPWS (the "System"). Please see the attached <u>Exhibit A</u> for a summary of the Project, including a description of the critical need for and importance of the Project. The City plans for the Notes and the WIFIA Loan to be payable from and secured by the same senior lien on the net revenues of the System pursuant to the terms of the City's master water bond resolution (the "Master Bond Resolution"). Because of the timing of approval of the SRF Loan, the SRF Loan, if approved, will be executed and delivered after the execution and delivery of the Notes but prior to the execution and delivery of the WIFIA Loan. The City desires for the Notes, WIFIA Loan and SRF Loan all to be secured by the same senior lien on System net revenues. Truist Commercial Equity, Inc. ("Truist"), as holder of the Notes, has consented to the execution and delivery of the WIFIA Loan and SRF Loan on a parity of lien with the Notes. See the credit agreement amendments by and between Truist and the City attached to this letter and referenced below. Pursuant to TLDA Guidelines and in the event the SRF Loan is approved by the TLDA, we hereby request that the TLDA (1) acknowledge the issuance of the SRF Loan on parity with the Notes pursuant to the terms of the Master Bond Resolution and (2) consent to the issuance of the WIFIA Loan on parity with the SRF Loan.

As indicated by the relative par amounts of the Notes, WIFIA Loan and SRF Loan, the WIFIA Loan is the largest financing component of the Project. The City would not be able to access the financing under the WIFIA Loan if the lien position of the SRF Loan was superior to that of the WIFIA Loan. In addition to a lien on System net revenues, the SRF Loan would, by its terms, have the added security of the City's ad valorem pledge and state-shared taxes, which added security are unavailable to both Truist under the Notes and the EPA under the WIFIA Loan.

In further support of the above parity request, the City cites the following:

1. The attached debt service coverage schedules showing historical debt service coverage for System debt.

2. The attached Raftelis report, including future debt service coverage schedules for the System. See page 9, as such page number is printed on the study. (See page 11 for the schedule without the SRF Loan.) The attached Raftelis report also includes a rate study for the System. See pages 7 through 10, as such page numbers are printed on the study. These rate increases had to happen quickly to build up the cash necessary for large debt service payments occurring in Fiscal Year 2031. While CPWS's water rates were in the lowest quartile before March 2026, the increases over the next five years will still have them in the median range of nearby utilities. Each year, a cost-of-service study will be completed to ensure each rate category (residential, commercial, industrial, inside-city, outside-city, resale, etc.) are properly charged the cost to serve them. All capital assets will be allocated by purpose to capture those expenses and debt requirements in the studies as well. The 20% increases were set as a ceiling. If the studies dictate lower rate increases than 20%, that is what CPWS will recommend at that time.

3. The attached credit agreement amendments relating to each of the Notes, to be signed by Truist, the City and CPWS this week with an effective date of June 18, 2026, expressly consenting to the execution and delivery of the WIFIA Loan and SRF Loan on parity with the Notes.

4. The attached term sheet for the WIFIA Loan.

5. The representations, certifications and submissions of the City and CPWS made in connection with the request for approval of the SRF Loan indicating compliance with the TLDA requirements and sufficient resources to repay the SRF Loan, including the aforementioned ad valorem pledge and the amount of unobligated state-shared taxes of the City.

6. The City's and CPWS's history of timely payment of System debt.

7. The City's adoption of and adherence to its debt management policy, a copy of which is attached to this letter.

8. The City's and CPWS's professional services agreements with bond counsel, municipal advisory and rate consultant firms pursuant to written agreements, in accordance with the

provisions of applicable City debt management policies. The professional services firms engaged by the City and CPWS in connection with the Project financing were selected because of their skill, expertise with the proposed financings and experience with and knowledge of the City, CPWS and System. The City and CPWS have publicly disclosed to the City Council and the CPWS Board of Directors budgeted financing costs associated with the Project.

As provided above, the professional service providers engaged in connection with the Project financing were selected with due diligence and in accordance with the provisions of the City's debt management policy, though no formal procurement process was required or used for the selection specific to the Project. CPWS engaged its financial advisor in an evaluation process conducted prior to the issuance of the City's Water System Revenue Refunding Bonds, Series 2021. The City engaged in a procurement process via request for proposals (or RFP) in 2015 for the City's separate financial advisor.

9. Finally, the City cites the significance of the Project, the benefit of the Project on the health, safety and well-being of the citizens of the State of Tennessee and the necessity of the WIFIA Loan to support the Project.

If you need further information, please contact me at tjablonski@columbiatn.gov or (931) 560-1510, Ashley Maddux at ashley.maddux@cpws.com or (931) 375-7608 or Mayor Charles (Chaz) M. Moulder at chaz.molder@columbiatn.gov or (931) 560-1505. Thank you for your consideration of this request.

Sincerely,

Thad Jablonski
Assistant City Manager, City Recorder and CFO
City of Columbia

Cc: Mayor Charles (Chaz) M. Moulder (chaz.molder@columbiatn.gov)
Ashley Maddux (ashley.maddux@cpws.com)
Jeff Oldham (joldham@bassberry.com)
Lillian Blackshear (lblackshear@bassberry.com)

The Project or Long-Term Water Supply Program (the "Program" or "LTWSP") addresses a critical need that CPWS has to provide water to its customers throughout Maury County. The Program consists of a new intake along the Duck River in the western portion of Maury County. The intake and associated raw water pumps will be able to convey up to 32 million gallons of water per day through a 16.8 miles, 36-inch diameter raw water transmission main. The water will be delivered to the existing Columbia Water Treatment Plant that will be undergoing an expansion as part of the Program from its currently rated 20 million gallons of water per day up to 32 million gallons of water per day.

The LTWSP is critical long term drought resilience for Maury County. After the 2007/2008 drought, the Duck River Development Authority (DRA) began a multi-year, comprehensive evaluation of options for providing drought resiliency for the entire upper Duck River watershed. A new intake located on the western edge of Maury County and accompanying treatment was one of the two physical improvements recommended for drought resiliency in the watershed after years of analysis of viable options. In addition to the drought resiliency of the new supply, the additional capacity provided as part of the LTWSP will enable CPWS to provide clean, safe drinking water to Maury County for the foreseeable future. Without additional supply and treatment capacity, growth in Maury County would essentially stop until a new source of water was found and project implemented to provide that water to Maury County.

2019-2025 Clean Water State Revolving Fund (CWSRF) Priority Ranking List Status Summary

2019 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	64	$246,661,087
Total SRF Amount Funded	19	$127,634,200
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	19	$106,592,600

2020 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	37	$133,435,135
Total SRF Amount Funded	15	$84,970,495
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	27	$74,833,228

2021 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	30	$78,991,067
Total SRF Amount Funded	11	$133,453,890
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	19	$94,785,000

2022 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	90	$439,337,221
Total SRF Amount Funded	24	$161,631,419
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	14	$53,658,000

2023 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	39	$137,843,494
Total SRF Amount Funded	13	$83,757,500
Total Requests in the SRF Funding Process	3	$29,610,000
Duplicate Funding Requests*	7	$24,757,904

2024 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	20	$122,763,057
Total SRF Amount Funded	4	$19,922,000
Total Requests in the SRF Funding Process	8	$33,630,057
Duplicate Funding Requests*	1	$8,000,000

2025 Priority Ranking List		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	19	$254,085,714
Total SRF Amount Funded	1	$1,000,000
Total Requests in the SRF Funding Process	18	$253,085,714
Duplicate Funding Requests*	0	$0

2019-2025 Cumulative Totals		
	Number of Project Requests**	Totals ($)
Total CWSRF Funding Requested	299	$1,413,116,775
Total SRF Amount Funded	87	$612,369,504
Total Requests in the SRF Funding Process	29	$316,325,771
Duplicate Funding Requests*	87	$362,626,732

* Duplicate projects are the same project request that is listed over more than one Priority Ranking List. Duplicate funding requests are not included in the total CW SRF funding requested.

** Additional funding requests for existing projects are not included in the total CW SRF funding requested. They are included in the total SRF amount funded and total requests in the SRF funding process.

2019-2025 Drinking Water State Revolving Fund (DWSRF) Priority Ranking List Status Summary

2019 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	40	$94,557,824
Total SRF Amount Funded	14	$41,756,500
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	22	$233,551,396

2020 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	32	$145,417,885
Total SRF Amount Funded	14	$75,913,400
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	17	$139,254,353

2021 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	49	$126,916,852
Total SRF Amount Funded	12	$35,436,575
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	23	$184,324,500

2022 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	127	$252,732,805
Total SRF Amount Funded	40	$96,282,569
Total Requests in the SRF Funding Process	0	$0
Duplicate Funding Requests*	16	$106,017,000

2023 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	43	$139,562,882
Total SRF Amount Funded	4	$3,596,382
Total Requests in the SRF Funding Process	6	$28,700,000
Duplicate Funding Requests*	5	$19,250,000

2024 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	22	$262,957,192
Total SRF Amount Funded	0	$0
Total Requests in the SRF Funding Process	13	$189,527,381
Duplicate Funding Requests*	1	$1,780,000

2025 Priority Ranking List		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	13	$130,437,381
Total SRF Amount Funded	0	$0
Total Requests in the SRF Funding Process	9	$87,934,000
Duplicate Funding Requests*	2	$9,762,381

2019-2025 Cumulative Totals		
	Number of Project Requests**	**Totals ($)**
Total DWSRF Funding Requested	326	$1,152,582,821
Total SRF Amount Funded	84	$252,985,426
Total Requests in the SRF Funding Process	28	$306,161,381
Duplicate Funding Requests*	86	$693,939,630

* Duplicate projects are the same project request that is listed over more than one Priority Ranking List. Duplicate funding requests are not included in the total DW SRF funding requested.

** Additional funding requests for existing projects are not included in the total DW SRF funding requested. They are included in the total SRF amount funded and total requests in the SRF funding process.

JASON E. MUMPOWER
Comptroller

June 23, 2026

Mr. Josh Hazlerig
Mayor
Town of Brighton
1270 Old Hwy 51 South
Brighton, TN 38011

Re: Acknowledgment of Notice – $270,000 Water System Revenue and Tax Capital Outlay Note, Series 2026

Dear Mayor Hazlerig,

Thank you for your letter dated June 10, 2026, notifying the Tennessee Local Development Authority (TLDA) of the Town of Brighton's intent to issue its $270,000 Water System Revenue and Tax Capital Outlay Note, Series 2026 and confirming that the Note will be issued on a subordinate basis to the Town's outstanding SRF Loans. We acknowledge receipt of this notice, including recognition of a waiver of the forty-five (45) day written notification requirement pursuant to the TLDA SRF Policy and Guidance for Borrowers.

Please contact us if you have any questions or require further assistance.

Sincerely,

Kayla Carr

Kayla Carr
Director
Division of State Government Finance
Assistant Secretary to the Tennessee Local Development Authority
Office of the Comptroller of the Treasury

cc: Linda Mooningham, Tennessee Municipal Bond Fund
Tammy Henson, Town of Brighton
Sheila Reed, Local Government Finance

TOWN of BRIGHTON

1270 OLD HWY 51 SOUTH • BRIGHTON, TENNESSEE 38011
TELEPHONE: 901/476-8661 • FAX: 901/475-9983

JOSH HAZLERIG
MAYOR

TAMMY HENSON
RECORDER

June 10, 2026

Ms. Kayla Carr, Director
Tennessee Local Development Authority
Cordell Hull Building
425 Rep John Lewis Way N
Nashville, Tennessee 37243

Via Email

Re: Town of Brighton, Tennessee $270,000 Water System Revenue and Tax Capital Outlay Note, Series 2026

Dear Ms. Carr:

The Town of Brighton, Tennessee (the "Town"), intends to issue its $270,000 Water System Revenue and Tax Capital Outlay Note, Series 2026 (the "Note"), for the purpose of financing water system improvements, including the rehabilitation of a water tank, acquisition of all property real and personal appurtenant thereto and connected with such work, to pay all legal, fiscal, administrative, architectural, and engineering costs incident thereto.

The Town understands that TLDA must be notified of the issuance, even if the Note will not be on a parity with any SRF loans the Town has outstanding.

Therefore, this is to give notice that the Town acknowledges that the Note will be issued subordinate to its outstanding SRF Loans.

The purchaser of the Note has agreed that the Note will be subordinate to the Town's outstanding SRF Loans.

The Town adopted the necessary note resolution at its June 9, 2026 meeting, and plans to issue the Note on July 3, 2026. Therefore, the Town respectfully requests that the forty-five (45) day notice for written notification be waived.

If you have any questions or need any additional information, please let me know.

Yours truly,

TOWN OF BRIGHTON, TENNESSEE

By: ______________________
Josh Hazlerig, Mayor