

TENNESSEE LOCAL DEVELOPMENT AUTHORITY
March 28, 2022

The Tennessee Local Development Authority (the "TLDA") met on Monday, March 28, 2022, at 2:20 p.m. in the Executive Conference Room, Ground Floor, State Capitol, Nashville, Tennessee. The Honorable Tre Hargett, Secretary of State, 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 Butch Eley, Department of Finance and Administration
 Mayor Paige Brown, House Appointee

The following member participated telephonically as authorized by Tennessee Code Annotated Section 8-44-108 and included in the meeting notice:

Mayor Gary Cordell, Senate Appointee

The following member was absent:

The Honorable Bill Lee, Governor

Recognizing a quorum present, Mr. Hargett called the meeting to order, and asked Ms. Sandra Thompson, TLDA Assistant Secretary and the Director of the Division of State Government Finance (DSGF) to conduct a roll-call:

Mayor Cordell—Present
 Mayor Brown - Present
 Mr. Eley—Present
 Mr. Lillard—Present
 Mr. Mumpower—Present
 Mr. Hargett—Present

Mr. Hargett stated that the first item on the agenda was approval of the minutes from the February 23, 2022, TLDA meeting. Mr. Lillard made a motion to approve the minutes, and Mr. Mumpower seconded the motion. Mr. Hargett asked Ms. Thompson to conduct a roll-call vote:

Mayor Cordell—Aye
 Mayor Brown - Aye
 Mr. Eley—Aye
 Mr. Lillard—Aye
 Mr. Mumpower—Aye
 Mr. Hargett—Aye

The minutes were unanimously approved.

Mr. Hargett stated that the next item on the agenda was consideration and approval of a Drinking Water State Revolving Fund (DWSRF) loan request. He recognized Mr. Adeniyi Bakare, SRF Program Manager for the Tennessee Department of Environment and Conservation (TDEC), to present the loan request. Mr. Bakare first presented the Report on Funds Available for Loan Obligation for the DWSRF Loan Program. He stated the unobligated fund balance was \$109,484,612 as of February 23, 2022. He stated since that time, the unobligated balance had increased by \$1,555, with the return of previous (unused) funding from the City of Cleveland. Upon approval of the loan request to be presented totaling \$500,000, the remaining funds available for loan obligations would be \$108,986,167. He then presented the DWSRF loan request.

- **LaFollette (DW8 2022-248)** Requesting \$500,000 (\$250,000 (50%) loan; \$250,000 (50%) principal forgiveness) for waterline extension planning and design project (Installation of waterlines to provide water to the unserved areas in the unincorporated communities of Cedar Creek, Alder Springs, and Flat Hollow in Campbell County; recommended interest rate of 0.12% based on the Ability to Pay Index (ATPI); Priority ranking 9 of 72 (FY2021); Term: 5 years

Mr. Hargett inquired if there was any discussion. Mr. Mumpower answered affirmatively and asked if anyone from the City of LaFollette was present. He stated that he was going to ask about using ARP dollars, but the City's staff was not in attendance. Mr. Hargett inquired if there were any other questions or discussion. Hearing none, he made a motion to approve the loan, and Mr. Lillard seconded the motion. Mr. Hargett asked Ms. Thompson to conduct a roll-call vote:

Mayor Cordell—Aye
 Mayor Brown - Aye
 Mr. Eley—Aye
 Mr. Lillard—Aye
 Mr. Mumpower—Aye
 Mr. Hargett—Aye

The loan was unanimously approved.

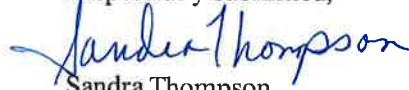
Mr. Hargett stated that the next item on the agenda was the report on SRF borrowers that had not submitted a request for project expense reimbursement. He called upon Mr. Bakare to present the report. Mr. Bakare said that the City of Athens was first on the list with its CW loan in the amount of \$2,000,000. He stated Athens was required to resubmit documents from its original submission (November 2020), and that it anticipated it would advertise and bid the project this month (within the next few days). Athen's first request for reimbursement should be in late May or early June. Next, he stated that the City of Cleveland had a \$10,000,000 CW loan on the list and that it would use all funding from its companion loan, which was 99% completed, before submitting its initial request for reimbursement. Mr. Bakare reported that the City of Dayton had two CW projects on the list. The first one was in the amount of \$2,500,000. He stated that the project's bid (March 15, 2022) had come in over budget, and that Dayton was reevaluating its options. He noted that Dayton planned to submit its first request for reimbursement on this loan by August 2022. The second Dayton project on the list in the amount of \$18,114,550 was a companion loan to the first, and any requests for reimbursement would be submitted after the first loan was completed. Mr. Bakare said that the City of Memphis was next with its CW loan in the amount of \$15,000,000. He stated that plans and specifications had been approved. He further stated that once the Memphis's Authority to Award (ATA) package was approved, its contracts would be finalized, and work would begin. Memphis's request for reimbursement would follow. Next, he stated that the City of Westmoreland had a project on the list in the amount of \$3,987,000. He noted that it was a companion loan. He stated that the current loan was only 34% complete, and once it had been completed, reimbursement requests for this loan would begin. Mr. Bakare stated that the City of White House had a project on the list in the amount of \$8,000,000. This was also a companion loan. He stated that the current loan for White House was only 17% complete, and once it had been completed, requests for reimbursement would begin for this loan. Next, he stated that Etowah Utilities had a DW loan on the list in the amount of \$1,000,000 and explained it had experienced delays due to Covid 19, a ransomware attack, and a chip shortage which caused meters to be unavailable. He stated that the supplier would make meters available for shipment soon. He stated that the Town of Huntland's CW loan in the amount of \$2,925,000 was last on the list and that Huntland would draw down funds from its companion loan completely before using its SRF funds. He noted that Huntland anticipated a reimbursement request by this summer. ⁱ

Mr. Mumpower inquired if there were any questions about the report. Hearing none, and with no other business, he asked for a motion to adjourn the meeting. Mr. Lillard made a motion to adjourn, and Mayor Brown seconded the motion. Mr. Mumpower asked all those in favor of adjournment to say aye. The meeting was adjourned.

ⁱ Mr. Hargett left the meeting at 2:28 pm

Approved on this 26th day of April, 2022.

Respectfully submitted,

A handwritten signature in blue ink that reads "Sandra Thompson". The signature is written in a cursive style with a large initial 'S'.

Sandra Thompson
Assistant Secretary

