



TENNESSEE LOCAL DEVELOPMENT AUTHORITY
JANUARY 25, 2021
AGENDA

1. Call meeting to order
2. Approval of minutes from the TLDA meetings of December 14, 2020
3. Consideration of a request for approval from Cross Anchor Utility District to issue Waterworks Revenue and Refunding Bonds in an amount not to exceed \$1,300,000 on parity with its outstanding SRF loan
4. Consider for approval the following CWSRF loan:

	SRF Base Loan	Principal Forgiveness	Total Request	Interest Rate	Term
Smyrna, SRF 2020-438-01	\$ 17,200,000	\$ -	\$ 17,200,000	0.90%	30

5. Consider for approval the following DWSRF loans:

	SRF Base Loan	Principal Forgiveness	Total Request	Interest Rate	Term
Smyrna, DG9 2021-231	\$ 3,000,000	\$ -	\$ 3,000,000	0.68%	20
Arthur-Shawnee UD, DW7 2020-226	\$ 240,000	\$ 60,000	\$ 300,000	0.61%	20

6. Adjourn

TENNESSEE LOCAL DEVELOPMENT AUTHORITY
December 14, 2020

The Tennessee Local Development Authority (the “TLDA”) met on Monday, December 14, at 2:00 p.m. via WebEx Events with certain members being physically present in the Executive Conference Room, Ground Floor, State Capitol, Nashville, Tennessee. Interested members of the public were only able to observe and listen to the meeting through electronic means. The Honorable Tre Hargett, Secretary of State, was present and presided over the meeting.

The following members were also present:

The Honorable Justin P. Wilson, Comptroller of the Treasury
The Honorable David H. Lillard, Jr., State Treasurer (participated electronically)
Commissioner Butch Eley, Department of Finance and Administration (participated electronically)
Ms. Paige Brown, House Appointee (participated electronically)
Mr. Pat Wolfe, Senate Appointee (participated electronically)

The following member was absent:

The Honorable Bill Lee, Governor

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

Mr. Hargett—Present
Mr. Wilson—Present
Mr. Lillard—Present
Mr. Eley—Present
Ms. Brown—Present
Mr. Wolfe—Present

Recognizing a quorum present, Mr. Hargett read the following statement:

“Governor Bill Lee, a member of this entity, has previously declared a state of emergency to facilitate Tennessee’s response to Coronavirus Disease 2019 (COVID-19). His Executive Order Nos. 34, 51, 60, and further amended by Executive Order No. 65, allows governing bodies to meet electronically regarding essential business in light of COVID-19, so long as they provided electronic access to the public and met certain safeguards established in that Order to ensure the openness and transparency of the proceedings. In the Notice for this meeting, we indicated the meeting would be held in the Executive Conference Room, Ground Floor, of the State Capitol, which is currently closed to the public, as well as conducted through WebEx Events and provided information and the steps for public electronic participation. At this time, we need a motion to make a determination pursuant to the provisions of Executive Order 16, as amended, that meeting electronically, and electronic access is necessary to protect the health, safety, and welfare of Tennesseans in light of the COVID-19 outbreak and the matters listed on the agenda for this meeting relate to the essential business of this board and the necessary safeguards have been taken.”

Mr. Hargett asked for a motion to approve the necessity pursuant to Executive Order 16. Mr. Wilson made a motion to approve, and Mr. Eley seconded the motion. Mr. Hargett called upon Ms. Thompson to conduct a roll-call vote:

Mr. Hargett—Aye
Mr. Wilson—Aye
Mr. Lillard—Aye
Mr. Eley—Aye
Ms. Brown—Aye

Mr. Wolfe—Aye

The motion carried to conduct the TLDA meeting in this manner.

Mr. Hargett stated that the first item on the agenda was approval of the minutes from the November 12, 2020, and the November 24, 2020, TLDA meeting. Mr. Hargett made a motion to approve the minutes, and Mr. Wilson seconded the motion. Mr. Hargett called upon Ms. Thompson to conduct a roll-call vote:

Mr. Hargett—Aye
Mr. Wilson—Aye
Mr. Lillard—Aye
Mr. Eley—Aye
Ms. Brown—Aye
Mr. Wolfe—Aye

By a vote of 6-0, the minutes were approved.

Mr. Hargett stated that the next item on the agenda was consideration and approval of a CWSRF loan. He called upon Ms. Felicia Freeman, Environmental Manager for the Tennessee Department of Environment and Conservation (TDEC), to present the loan request. Ms. Freeman first presented the Report on Funds Available for Loan Obligation for the CWSRF Loan Program. She stated the unobligated fund balance was \$30,688,863 as of November 24, 2020. Since that time, the unobligated balance had increased by \$64,175,666 due to FY2020 treasury interest, interest repayments, and principal repayments. Upon approval of the loan request to be presented totaling \$12,448,000, the remaining funds available for loan obligations would be \$82,416,529. She then described the CWSRF loan request.

- **White House (SRF 2021-449)** Requesting \$12,448,000 for Water and Wastewater Treatment Plant (WWTP) upgrade/expansion-advanced treatment (expansion from 1.4 million gallons per day (MGD) to 2 MGD to include expanding the oxidation ditch and clarifiers; installation of a nutrient removal system, new disc filters, ultraviolet (UV) disinfection and drip disposal system); recommended interest rate of 0.91% based on the Ability to Pay Index (ATPI); Priority ranking 2 of 72 (FY 2018); Term 20 years.

Mr. Hargett asked if there was any discussion. Hearing none, Mr. Hargett made a motion to approve the loan, and Mr. Wilson seconded the motion. Mr. Hargett called upon Ms. Thompson to conduct a roll-call vote:

Mr. Hargett—Aye
Mr. Wilson—Aye
Mr. Lillard—Aye
Mr. Eley—Aye
Ms. Brown—Aye
Mr. Wolfe—No response

By a vote of 5 – 0, the loan was approved.

Mr. Hargett stated that the next item on the agenda was consideration and approval for a DWSRF loan. He called upon Ms. Freeman, to present the loan request. Ms. Freeman first presented the Report on Funds Available for Loan Obligation for the DWSRF Loan Program. She stated the unobligated fund balance was \$39,917,897 as of September 21, 2020. Since that time, the unobligated balance had increased by \$35,916,879 due to FY2020 EPA Capitalization Grant, State Match budgeted of total required, treasury interest, interest repayments, and principal repayments. Upon approval of the loan request to be presented totaling \$950,000, the remaining funds available for loan obligations would be \$71,884,776. She then described the DWSRF loan request.

- **First Utility District of Hawkins County (DW8 2021-228)** Requesting \$950,000 for distribution system improvements (construction of a 560 gallons per minute (GPM) water booster pumping station; installation of approximately 11,000 linear feet (LF) of 12-inch diameter waterlines; and the decommission of the Hord Creek WWTP); recommended interest rate of 0.61% based on the ATPI; Priority ranking 16 of 43 (FY 2019); Term 20 years.

Mr. Hargett asked if there was any discussion. Hearing none, Mr. Hargett made a motion to approve the loan, and Mr. Wilson seconded the motion. Mr. Hargett called upon Ms. Thompson to conduct a roll-call vote:

Mr. Hargett—Aye
Mr. Wilson—Aye
Mr. Lillard—Aye
Mr. Eley—Aye
Ms. Brown—Aye
Mr. Wolfe—Aye

By a vote of 6 – 0, the loan was approved.

Mr. Hargett stated that the last item on the agenda was a presentation and discussion of a request for qualifications (RFQ) for bond counsel. He called upon Ms. Thompson to present the item. Ms. Thompson stated that the TLDA meeting packet included an RFQ for bond counsel services that was submitted five years prior. She explained that the five-year contract would expire on April 30, 2021, and that it would act as reference as the TLDA considered a new contract. Ms. Thompson said that staff was currently working with the Attorney General's office to update the contract before the end of this year. She also stated that staff was requesting that the TLDA delegate authority to the Comptroller to include the TLDA program in the RFQ. Mr. Hargett inquired if the RFQ was up for discussion. Mr. Wilson affirmed that it was, and stated that it acknowledged that the TLDA had not issued bonds in the last five years and that although it could, it was not contemplating to do so in the next five years. He requested authority to include the TLDA in the RFQ should it need to issue bonds within the next five years.

Mr. Hargett asked if there was any discussion. Hearing none, Mr. Hargett made a motion to include the TLDA in the RFQ and to delegate authority to the Comptroller's office to fix the details of the RFQ for distribution. Mr. Wilson seconded the motion. Mr. Hargett called upon Ms. Thompson to conduct a roll-call vote:

Mr. Hargett—Aye
Mr. Wilson—Aye
Mr. Lillard—Aye
Mr. Eley—Aye
Ms. Brown—Aye
Mr. Wolfe—Aye

By a vote of 6 – 0, the request to include the TLDA in the RFQ was approved.

Hearing no other business, Mr. Hargett moved to adjourn. Mr. Eley seconded the motion. Mr. Hargett called upon Ms. Thompson to conduct a roll-call vote:

Mr. Hargett—Aye
Mr. Wilson—Aye
Mr. Lillard—Aye
Mr. Eley—Aye
Ms. Brown—Aye
Mr. Wolfe—Aye

The meeting was adjourned.

Approved on this ____ day of _____, 2020.

Respectfully submitted,

Sandra Thompson
Assistant Secretary

DRAFT



JASON E. MUMPOWER
Comptroller

January 14, 2021
Cross Anchor Utility District of Greene County
Request for TLDA Approval of Additional Debt Issuance

The Cross Anchor Utility District (the “District”) is requesting approval from the Tennessee Local Development Authority (TLDA) to issue Waterworks Revenue and Refunding Bonds (the “Bonds”) on parity with its outstanding State Revolving Fund (SRF) loan agreement. Request for approval 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 proposed debt will be issued in an amount not to exceed \$1,300,000.

1. The requestor is a:

- Utility District or Water/Wastewater Authority planning to issue Revenue Debt
 Will the proposed debt be secured by revenues other than revenues of the water/wastewater system (e.g. electric, gas)? ___ Yes No
- ___ Municipality (town/city/county) planning to issue:
___ General Obligation Debt
___ Revenue Debt – Will the proposed debt be secured by revenues other than revenues of the water/wastewater system (e.g. electric, gas)? ___ Yes ___ No

2. Lien Position:

- The borrower is requesting to issue the revenue bonds in parity with its outstanding SRF loan(s).
___ 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 SRF debt.



JASON E. MUMPOWER
Comptroller

3. The purpose of the proposed debt issuance is:

- X Refunding \$ 1,000,000
- X New Money \$ 300,000

4. Description and Additional Information:

The Bonds would be payable solely from and secured solely by a lien on the net revenues of the District's waterworks system (the "System"), on parity with the District' outstanding SRF Loan (the "SRF Loan") and subordinate to the District's outstanding Series 2006 USDA Revenue Bond. The Bonds would be sold by direct placement sale to First Horizon Bank.

The proceeds of the Bonds would be used to:

- refund for debt service savings the District outstanding Series 2010 Revenue Bonds,
- fund capital improvements to the System,
- fund a debt service reserve fund, and
- pay costs of issuing the Bonds.

Net present value savings: \$93,934.55

5. Debt rating:

The District's outstanding debt is rated BBB+.

6. The following SRF loans are currently authorized/outstanding:

Borrower	Cross Anchor Utility District						
Date	12/31/2020						
Loan Type	Loan #	Status	Disbursements	Available to Draw	% Principal Forgiveness	Edison Balance @ 12/31/2020	MADS*
Water	DG1 12-122	Repayment	1,054,700.00	0.00	30%	544,884.00	39,204.00
							39,204.00

7. Compliance with SRF Loan Agreement:

- **Timely repayments [4.(a)]**

Yes No

- **Security Deposit (UDs and Authorities) [8.]**

Amount on deposit: \$39,204

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

The District timely filed its audited financial statements with the Division of Local Government Audit for the most recent fiscal year.

Sufficient Revenues [7.(k)]

Yes No

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

	Audited				Forecast			
	2017	2018	2019	2020	2021	2022	2023	2024
Debt Service:								
Principal	\$110,373	\$116,206	\$121,546	\$127,336	\$129,712	\$224,569	\$256,028	\$262,725
Interest	92,330	89,016	81,110	81,624	63,108	57,372	50,945	44,873
Payments on Capital Leases	-	-	-	8,951	17,030	17,030	17,030	17,303
Total Debt Service	<u>\$202,703</u>	<u>\$205,222</u>	<u>\$202,656</u>	<u>\$217,911</u>	<u>\$209,850</u>	<u>\$298,971</u>	<u>\$324,003</u>	<u>\$324,901</u>
Debt Service Coverage Ratio	2.21	2.05	2.07	2.30	2.08	1.49	1.40	1.43

The current and projected Debt Service Coverage Ratio meets or exceeds 1.2 times.

Yes No

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

Most Recent Fiscal Year (m)(3):

The District's debt service coverage ratio was 2.30x for fiscal year ending June 30, 2020, and therefore, has met the debt service coverage requirement for FY2020.

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

The District projects that it will meet the debt service coverage requirement with the ratio of net revenues to debt service ranging from 1.40x to 2.08x for fiscal years 2021 through 2024.

Is the entity currently under the jurisdiction of the Utility Management Review Board (UMRB) or the Water and Wastewater Financing Board (WWFB)?
[7.(n)]

_____ Yes ___ Water Loss ___ Financial Distress) X No

8. State-Shared Taxes (SST): (Towns, Cities, Counties): N/A

\$ _____ Received in prior fiscal year
\$ _____ Total Maximum Annual Debt Service (with SST pledge)*
\$ _____ Unobligated SSTs

9. Conclusion

Based upon our analysis, the District will have sufficient cash and revenues to meet its obligations. The District appears to meet TLDA's guidelines for approval to issue bonds on parity of lien to its outstanding State Revolving Fund (SRF) loan agreements.

Attachments:

Debt Service Coverage & Four-year Financial Projection

Debt Service Coverage & Four-year Financial Projection

	Audited			
	2017	2018	2019	2020
Operating Revenues	\$ 1,503,307	\$ 1,570,558	\$ 1,591,752	\$ 1,679,132
Operating Expenses *	1,057,435	1,153,868	1,179,838	1,191,788
Net Revenues	\$ 445,872	\$ 416,690	\$ 411,914	\$ 487,344
Nonoperating Revenues/(Expenses)	2,963	3,356	7,510	13,722
Total Net Revenues Available for Debt Service	\$ 448,835	\$ 420,046	\$ 419,424	\$ 501,066
* Operating Expenses net of Depreciation Expense				
Debt Service:				
Principal	\$ 110,373	\$ 116,206	\$ 121,546	\$ 127,336
Interest	92,330	89,016	81,110	81,624
Payments on Capital Leases	-	-	-	8,951
Total Debt Service	\$ 202,703	\$ 205,222	\$ 202,656	\$ 217,911
Debt Service Coverage Ratio	2.21	2.05	2.07	2.30

	Forecast			
	2021	2022	2023	2024
Operating Revenues	\$ 1,656,059	\$ 1,689,180	\$ 1,722,964	\$ 1,757,423
Operating Expenses *	1,227,504	1,252,055	1,277,096	1,302,638
Net Revenues	\$ 428,554	\$ 437,125	\$ 445,868	\$ 454,785
Nonoperating Revenues/(Expenses)	7,813	7,970	8,129	8,292
Total Net Revenues Available for Debt Service	\$ 436,368	\$ 445,095	\$ 453,997	\$ 463,077
* Operating Expenses net of Depreciation Expense				
Debt Service:				
Principal	\$ 129,712	\$ 224,569	\$ 256,028	\$ 262,725
Interest	63,108	57,372	50,945	44,873
Payments on Capital Leases	17,030	17,030	17,030	17,303
Total Debt Service	\$ 209,850	\$ 298,971	\$ 324,003	\$ 324,901
	\$ -	\$ -	\$ -	\$ -
Debt Service Coverage Ratio	2.08	1.49	1.40	1.43



Cross Anchor

UTILITY DISTRICT

800 West Andrew Johnson Highway • Greeneville, TN 37745

January 5, 2020

VIA E-MAIL (sandi.thompson@cot.tn.gov and alicia.west@cot.tn.gov)

Ms. Sandra Thompson, Assistant Secretary
Tennessee Local Development Authority
Cordell Hull Building
425 Fifth Avenue North
Nashville, Tennessee 37243

RE: Cross Anchor Utility District

Dear Sandi:

The Cross Anchor Utility District of Green County, Tennessee (the "District") wishes to consider to whether to issue up to \$1,300,000 of waterworks revenue bonds (the "Bonds") for the purposes set forth below. The Bonds would be payable solely from and secured solely by a lien on the net revenues of the District's waterworks system (the "System"), on parity with the District's outstanding SRF Loan (the "SRF Loan") and subordinate to the District's outstanding Series 2006 USDA Revenue Bond. Pursuant to the TLDA's guidelines, we hereby request that the TLDA consent to the issuance of the Bonds on parity with the District's SRF Loan.

The Bonds would be sold by direct placement sale to First Horizon Bank. The Bonds would be structured as set forth in the financial reports included herewith as Exhibit A. The proceeds of the Bonds would be used to (a) refund for debt service savings the District outstanding Series 2010 Revenue Bonds and (b) fund capital improvements to the System, (c) fund a debt service reserve fund, and (d) pay costs of issuing the Bonds. An anticipated sources and uses table is included in Exhibit A.

The Bonds will be secured solely by a pledge of System revenues. As such, it is important that the Bonds be issued on the highest possible lien basis relative to System revenues – on parity with the SRF Loan. The District believes that the additional interest expense payable on subordinate lien debt obligations would be cost-prohibitive.

The District cites the following factors in favor of this request:

1. The District is in compliance with the terms of the SRF Loan Agreement.
2. The outstanding amount of the SRF Loan Agreement is ~~\$542,952.00~~ \$539,685.00
3. The District has never failed to timely repay the SRF Loan Agreement.
4. The District has filed its audited financial statements with the Division of Local Government Audit in a timely manner.
5. Current and pro forma debt service coverage is attached as Exhibit B.
6. The rights and lien position of the TLDA relative to the SRF Loan Agreement will not be affected.
7. The capital improvement project being financed with the proceeds of the Bonds is a long-term project that is vitally important to the health and welfare of the citizens within the District's service area.

8. The refunding will reduce debt service requirements for District's customers and retire bonds that currently benefit from a senior pledge of System revenues, relative to the SRF Loan Agreement.

The Bonds will not constitute balloon indebtedness for purposes of TCA 9-21-134, for the following reasons:

- (1) 75% of the principal amount of the refunding component will be amortized within ten years and no more than 25% of principal will amortize in any year.
- (2) The new money component will be structured with level debt service over a period of three years.

We are simultaneously preparing a request for report on plan of finance for the Bonds and will submit it to the Division of Local Government Finance.

I am happy to answer any questions you may have. Please also feel free to contact our bond counsel, Jeff Oldham of Bass, Berry & Sims.

Thanks for your help.

Yours truly,



Chad Wampler, General Manager

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Series 2021 Refunding and \$300,000 New Money

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SAVINGS

Cross Anchor Utility District
 Series 2021 Refunding
 Series 2021 Refunding and \$300,000 New Money

Date	Prior Debt Service	Refunding Debt Service	Savings	Present Value to 02/01/2021 @ 2.5130570%
06/30/2021	16,666.67	12,152.46	4,514.21	4,369.98
06/30/2022	128,000.00	230,137.91	-102,137.91	-99,410.66
06/30/2023	128,875.00	231,012.93	-102,137.93	-97,600.70
06/30/2024	129,500.00	231,637.93	-102,137.93	-95,167.08
06/30/2025	129,875.00	112,005.11	17,869.89	16,153.96
06/30/2026	130,000.00	112,130.10	17,869.90	15,783.03
06/30/2027	129,875.00	112,005.06	17,869.94	15,421.72
06/30/2028	119,750.00	101,880.12	17,869.88	15,059.13
06/30/2029	105,000.00	87,130.11	17,869.89	14,698.90
06/30/2030	95,625.00	77,755.10	17,869.90	14,350.20
06/30/2031	101,125.00	83,255.13	17,869.87	14,023.35
06/30/2032	76,875.00	59,005.12	17,869.88	13,398.29
	1,291,166.67	1,450,107.08	-158,940.41	-168,919.89

Savings Summary

PV of savings from cash flow	-168,919.89
Less: Prior funds on hand	-167,181.00
Plus: Refunding funds on hand	430,035.44
Net PV Savings	93,934.55

SUMMARY OF REFUNDING RESULTS

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Dated Date	02/01/2021
Delivery Date	02/01/2021
Arbitrage yield	2.513057%
Escrow yield	0.000000%
Value of Negative Arbitrage	
Bond Par Amount	1,300,354.44
True Interest Cost	2.513057%
Net Interest Cost	2.500000%
Average Coupon	2.500000%
Average Life	4.607
Par amount of refunded bonds	1,000,000.00
Average coupon of refunded bonds	5.000000%
Average life of refunded bonds	5.823
PV of prior debt to 02/01/2021 @ 2.513057%	1,131,434.55
Net PV Savings	93,934.55
Percentage savings of refunded bonds	9.393455%
Percentage savings of refunding bonds	7.223765%

BOND SUMMARY STATISTICS

Cross Anchor Utility District
 Series 2021 Refunding
 Series 2021 Refunding and \$300,000 New Money

Dated Date	02/01/2021
Delivery Date	02/01/2021
Last Maturity	12/01/2031
Arbitrage Yield	2.513057%
True Interest Cost (TIC)	2.513057%
Net Interest Cost (NIC)	2.500000%
All-In TIC	3.215885%
Average Coupon	2.500000%
Average Life (years)	4.607
Duration of Issue (years)	4.253
Par Amount	1,300,354.44
Bond Proceeds	1,300,354.44
Total Interest	149,752.64
Net Interest	149,752.64
Total Debt Service	1,450,107.08
Maximum Annual Debt Service	231,637.93
Average Annual Debt Service	133,856.04
Underwriter's Fees (per \$1000)	
Average Takedown	
Other Fee	
Total Underwriter's Discount	
Bid Price	100.000000

Bond Component	Par Value	Price	Average Coupon	Average Life
Bond Component	345,833.33	100.000	2.500%	1.975
2031 Term	954,521.11	100.000	2.500%	5.560
	1,300,354.44			4.607

	TIC	All-In TIC	Arbitrage Yield
Par Value	1,300,354.44	1,300,354.44	1,300,354.44
+ Accrued Interest			
+ Premium (Discount)			
- Underwriter's Discount			
- Cost of Issuance Expense		-37,500.00	
- Other Amounts			
Target Value	1,300,354.44	1,262,854.44	1,300,354.44
Target Date	02/01/2021	02/01/2021	02/01/2021
Yield	2.513057%	3.215885%	2.513057%

SOURCES AND USES OF FUNDS

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Sources:

Bond Proceeds:	
Par Amount	1,300,354.44
Other Sources of Funds:	
Old Debt Service Reserve Fund	167,181.00
	<hr/>
	1,467,535.44

Uses:

Project Fund Deposits:	
Project Fund	300,000.00
Refunding Escrow Deposits:	
Cash Deposit	1,000,000.00
Other Fund Deposits:	
Debt Service Reserve Fund	130,035.44
Delivery Date Expenses:	
Cost of Issuance	37,500.00
	<hr/>
	1,467,535.44

SUMMARY OF BONDS REFUNDED

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Bond	Maturity Date	Interest Rate	Par Amount	Call Date	Call Price
Series 2010 Refunding, 2010, TERM2031:	12/01/2031	5.000%	1,000,000.00	02/01/2021	100.000
			1,000,000.00		

PRIOR BOND DEBT SERVICE

Cross Anchor Utility District
 Series 2021 Refunding
 Series 2021 Refunding and \$300,000 New Money

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2021			16,666.67	16,666.67
06/30/2022	80,000	5.000%	48,000.00	128,000.00
06/30/2023	85,000	5.000%	43,875.00	128,875.00
06/30/2024	90,000	5.000%	39,500.00	129,500.00
06/30/2025	95,000	5.000%	34,875.00	129,875.00
06/30/2026	100,000	5.000%	30,000.00	130,000.00
06/30/2027	105,000	5.000%	24,875.00	129,875.00
06/30/2028	100,000	5.000%	19,750.00	119,750.00
06/30/2029	90,000	5.000%	15,000.00	105,000.00
06/30/2030	85,000	5.000%	10,625.00	95,625.00
06/30/2031	95,000	5.000%	6,125.00	101,125.00
06/30/2032	75,000	5.000%	1,875.00	76,875.00
	1,000,000		291,166.67	1,291,166.67

ESCROW REQUIREMENTS

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Period Ending	Principal Redeemed	Total
02/01/2021	1,000,000.00	1,000,000.00
	1,000,000.00	1,000,000.00

BOND DEBT SERVICE

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Period Ending	Principal	Coupon	Interest	Debt Service
06/30/2021	1,320.30	2.500%	10,832.16	12,152.46
06/30/2022	199,245.43	2.500%	30,892.48	230,137.91
06/30/2023	205,877.22	2.500%	25,135.71	231,012.93
06/30/2024	211,716.05	2.500%	19,921.88	231,637.93
06/30/2025	96,050.80	2.500%	15,954.31	112,005.11
06/30/2026	98,606.35	2.500%	13,523.75	112,130.10
06/30/2027	100,973.64	2.500%	11,031.42	112,005.06
06/30/2028	93,284.88	2.500%	8,595.24	101,880.12
06/30/2029	80,723.06	2.500%	6,407.05	87,130.11
06/30/2030	73,280.86	2.500%	4,474.24	77,755.10
06/30/2031	80,697.87	2.500%	2,557.26	83,255.13
06/30/2032	58,577.98	2.500%	427.14	59,005.12
	1,300,354.44		149,752.64	1,450,107.08

BOND PRICING

Cross Anchor Utility District
 Series 2021 Refunding
 Series 2021 Refunding and \$300,000 New Money

Bond Component	Maturity Date	Amount	Rate	Yield	Price
2031 Term:	12/01/2031	954,521.11	2.500%	2.500%	100.000
Bond Component:	06/01/2024	345,833.33	2.500%	2.500%	100.000
		1,300,354.44			

Dated Date	02/01/2021	
Delivery Date	02/01/2021	
First Coupon	03/01/2021	
Par Amount	1,300,354.44	
Original Issue Discount		
Production	1,300,354.44	100.000000%
Underwriter's Discount		
Purchase Price	1,300,354.44	100.000000%
Accrued Interest		
Net Proceeds	1,300,354.44	

COST OF ISSUANCE

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Cost of Issuance	\$/1000	Amount
Bond Counsel	9.61276	12,500.00
Underwriter	19.22553	25,000.00
	28.83829	37,500.00

G-23 DISCLOSURE

Cross Anchor Utility District
Series 2021 Refunding
Series 2021 Refunding and \$300,000 New Money

Preliminary Numbers

We are writing to provide you with certain regulatory disclosures as required by the Municipal Securities Rulemaking Board. As part of our services, Wiley Bros. may provide advice concerning the structure, timing, terms and other similar matters concerning an issue of municipal securities that Wiley Bros. is underwriting or placing. However, Wiley Bros. intends to serve as an underwriter with respect to the Bonds and not as a financial advisor to you; and the primary role of Wiley Bros. is to purchase the Bonds for resale to investors in an arm's-length commercial transaction between you and Wiley Bros. Wiley Bros. has financial and other interests that differ from your interests.

Current Debt Service Schedule for the Cross Anchor Utility District

AC												
FY	Series 2006			Series 2010 Refunding			SRF Loan			Total Debt Service		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2021	13,276	23,480	36,756	75,000	51,406	126,406	35,208	3,996	39,204	123,484	78,882	202,366
2022	13,834	22,922	36,756	80,000	48,000	128,000	35,472	3,732	39,204	129,306	74,654	203,960
2023	14,415	22,341	36,756	85,000	43,875	128,875	35,736	3,468	39,204	135,151	69,684	204,835
2024	15,021	21,735	36,756	90,000	39,500	129,500	35,988	3,216	39,204	141,009	64,451	205,460
2025	15,653	21,103	36,756	95,000	34,875	129,875	36,252	2,952	39,204	146,905	58,930	205,835
2026	16,311	20,445	36,756	100,000	30,000	130,000	36,516	2,688	39,204	152,827	53,133	205,960
2027	16,997	19,759	36,756	105,000	24,875	129,875	36,792	2,412	39,204	158,789	47,046	205,835
2028	17,711	19,045	36,756	100,000	19,750	119,750	37,056	2,148	39,204	154,767	40,943	195,710
2029	18,456	18,300	36,756	90,000	15,000	105,000	37,332	1,872	39,204	145,788	35,172	180,960
2030	19,231	17,525	36,756	85,000	10,625	95,625	37,608	1,596	39,204	141,839	29,746	171,585
2031	20,040	16,716	36,756	95,000	6,125	101,125	37,884	1,320	39,204	152,924	24,161	177,085
2032	20,882	15,874	36,756	75,000	1,875	76,875	38,160	1,044	39,204	134,042	18,793	152,835
2033	21,760	14,996	36,756				38,436	768	39,204	60,196	15,764	75,960
2034	22,675	14,081	36,756				38,712	492	39,204	61,387	14,573	75,960
2035	23,628	13,128	36,756				45,570	210	45,780	69,198	13,338	82,536
2036	24,622	12,134	36,756							24,622	12,134	36,756
2037	25,657	11,099	36,756							25,657	11,099	36,756
2038	26,735	10,021	36,756							26,735	10,021	36,756
2039	27,859	8,897	36,756							27,859	8,897	36,756
2040	29,030	7,726	36,756							29,030	7,726	36,756
2041	30,251	6,505	36,756							30,251	6,505	36,756
2042	31,522	5,234	36,756							31,522	5,234	36,756
2043	32,848	3,908	36,756							32,848	3,908	36,756
2044	34,228	2,528	36,756							34,228	2,528	36,756
2045	35,667	1,089	36,756							35,667	1,089	36,756
2046	7,337	50	35,717							7,337	50	35,717
Total	575,646	350,641	954,617	1,075,000	325,906	1,400,906	562,722	31,914	594,636	2,213,368	708,461	2,950,159

**Proposed Debt Service Schedule for the Cross Anchor Utility District
Refunding of Series 2010**

FY	Series 2006			SRF Loan			Series 2021 Refunding			Total Debt Service		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2021	13,276	23,480	36,756	35,208	3,996	39,204	1,879	7,975	9,854	50,363	35,451	85,814
2022	13,834	22,922	36,756	35,472	3,732	39,204	87,514	22,894	110,408	136,820	49,548	186,368
2023	14,415	22,341	36,756	35,736	3,468	39,204	90,612	20,671	111,283	140,763	46,480	187,243
2024	15,021	21,735	36,756	35,988	3,216	39,204	93,536	18,372	111,908	144,545	43,323	187,868
2025	15,653	21,103	36,756	36,252	2,952	39,204	96,281	16,002	112,283	148,186	40,057	188,243
2026	16,311	20,445	36,756	36,516	2,688	39,204	98,842	13,566	112,408	151,669	36,699	188,368
2027	16,997	19,759	36,756	36,792	2,412	39,204	101,215	11,067	112,283	155,004	33,238	188,243
2028	17,711	19,045	36,756	37,056	2,148	39,204	93,533	8,625	102,158	148,300	29,818	178,118
2029	18,456	18,300	36,756	37,332	1,872	39,204	80,977	6,431	87,408	136,765	26,603	163,368
2030	19,231	17,525	36,756	37,608	1,596	39,204	73,541	4,491	78,033	130,380	23,612	153,993
2031	20,040	16,716	36,756	37,884	1,320	39,204	80,965	2,568	83,533	138,889	20,604	159,493
2032	20,882	15,874	36,756	38,160	1,044	39,204	58,854	429	59,283	117,896	17,347	135,243
2033	21,760	14,996	36,756	38,436	768	39,204				60,196	15,764	75,960
2034	22,675	14,081	36,756	38,712	492	39,204				61,387	14,573	75,960
2035	23,628	13,128	36,756	45,570	210	45,780				69,198	13,338	82,536
2036	24,622	12,134	36,756							24,622	12,134	36,756
2037	25,657	11,099	36,756							25,657	11,099	36,756
2038	26,735	10,021	36,756							26,735	10,021	36,756
2039	27,859	8,897	36,756							27,859	8,897	36,756
2040	29,030	7,726	36,756							29,030	7,726	36,756
2041	30,251	6,505	36,756							30,251	6,505	36,756
2042	31,522	5,234	36,756							31,522	5,234	36,756
2043	32,848	3,908	36,756							32,848	3,908	36,756
2044	34,228	2,528	36,756							34,228	2,528	36,756
2045	35,667	1,089	36,756							35,667	1,089	36,756
2046	7,337	50	35,717							7,337	50	35,717
Total	575,646	350,641	954,617	562,722	31,914	594,636	957,749	133,091	1,090,839	2,096,117	515,646	2,640,092

FY	Series 2006			SRF Loan			Series 2021 Refunding			Series 2021 New Money			Total Debt Service		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2021	13,276	23,480	36,756	35,208	3,996	39,204	1,879	7,975	9,854	-	11,255	11,255	50,363	46,706	97,069
2022	13,834	22,922	36,756	35,472	3,732	39,204	87,514	22,894	110,408	109,296	7,872	117,168	246,116	57,420	303,536
2023	14,415	22,341	36,756	35,736	3,468	39,204	90,612	20,671	111,283	112,751	4,417	117,168	253,514	50,897	304,411
2024	15,021	21,735	36,756	35,988	3,216	39,204	93,536	18,372	111,908	115,602	1,565	117,168	260,147	44,888	305,036
2025	15,653	21,103	36,756	36,252	2,952	39,204	96,281	16,002	112,283				148,186	40,057	188,243
2026	16,311	20,445	36,756	36,516	2,688	39,204	98,842	13,566	112,408				151,669	36,699	188,368
2027	16,997	19,759	36,756	36,792	2,412	39,204	101,215	11,067	112,283				155,004	33,238	188,243
2028	17,711	19,045	36,756	37,056	2,148	39,204	93,533	8,625	102,158				148,300	29,818	178,118
2029	18,456	18,300	36,756	37,332	1,872	39,204	80,977	6,431	87,408				136,765	26,603	163,368
2030	19,231	17,525	36,756	37,608	1,596	39,204	73,541	4,491	78,033				130,380	23,612	153,993
2031	20,040	16,716	36,756	37,884	1,320	39,204	80,965	2,568	83,533				138,889	20,604	159,493
2032	20,882	15,874	36,756	38,160	1,044	39,204	58,854	429	59,283				117,896	17,347	135,243
2033	21,760	14,996	36,756	38,436	768	39,204							60,196	15,764	75,960
2034	22,675	14,081	36,756	38,712	492	39,204							61,387	14,573	75,960
2035	23,628	13,128	36,756	45,570	210	45,780							69,198	13,338	82,536
2036	24,622	12,134	36,756										24,622	12,134	36,756
2037	25,657	11,099	36,756										25,657	11,099	36,756
2038	26,735	10,021	36,756										26,735	10,021	36,756
2039	27,859	8,897	36,756										27,859	8,897	36,756
2040	29,030	7,726	36,756										29,030	7,726	36,756
2041	30,251	6,505	36,756										30,251	6,505	36,756
2042	31,522	5,234	36,756										31,522	5,234	36,756
2043	32,848	3,908	36,756										32,848	3,908	36,756
2044	34,228	2,528	36,756										34,228	2,528	36,756
2045	35,667	1,089	36,756										35,667	1,089	36,756
2046	7,337	50	35,717										7,337	50	35,717
Total	575,646	350,641	954,617	562,722	31,914	594,636	957,749	133,091	1,090,839	337,649	25,109	362,759	2,433,766	540,755	3,002,851

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
 DIVISION OF WATER RESOURCES

Clean Water State Revolving Fund (CWSRF) Loan Program
 Funds Available for Loan Obligation
 January 25, 2021

Unobligated Balance as of December 14, 2020 \$ 82,416,529

Increases:

	<u>Loan Number</u>	<u>Amount</u>	
City of Rocky Top	SRF 2018-418	\$ 37,444	
City of Westmoreland	SRF 2018-403	\$ 21,000	
			<u>\$ 58,444</u>

Unobligated Balance as of January 25, 2021 \$ 82,474,973

Decreases:

	<u>Loan Number</u>	<u>Amount</u>	
Town of Smyrna	SRF 2020-438-01	17,200,000	
			<u>\$ (17,200,000)</u>

Remaining Funds Available for Loan Obligations * \$ 65,274,973

* The full FFY 2020 EPA Capitalization Grant is \$23,085,000, and the full State Match (20%) is \$4,617,000. TDEC has submitted a supplemental budget request for FY2021 regarding the remaining State Match of \$2,622,300. Should such be appropriated, an additional \$15,734,00 (remaining FFY2020 Capitalization Grant plus remaining State Match) will be made available for loan obligations.

FACT SHEET
January 25, 2021

Borrower: Town of Smyrna
Project Number: SRF 2020-438-01
Requested SRF Funding: \$17,200,000
Term: 30 years
Rate: 0.90% = 1.13 x 80% (Tier 3)

Project:

WWTP Upgrades/Expansion Project (Expansion of the existing WWTP from 5.85 MGD to 9 MGD that will enable the town to maintain compliance with its permit limits and provide adequate treatment capacity).

Total Project Cost:	\$38,200,000
Project Funding:	
SRF Loan Principal	\$17,200,000
Local Funds	\$ -0-
Other Funds (CG7 2019-423)	\$ 3,000,000
Other Funds (SRF 2020-438)	\$18,000,000

County:	Rutherford County
Consulting Engineer:	Dempsey Dilling & Associates
Priority Ranking List:	FY 2019
Priority Ranking:	4 of 82
Public Meeting:	December 08, 2020

Financial Information:

Operating Revenues:	\$21,482,036
Current Rate:	\$31.42
Financial Review Rate:	\$29.60
Effective Rates, if applicable:	N/A
Residential User Charge:	5,000 gal/month
Customer Base:	14,124
Audit Report Filed:	12/30/2019 (Timely)
Financial Sufficiency Review:	12/02/2020

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

FACT SHEET
January 25, 2021

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: \$6,598,306.

MADS:	Prior Obligations:	\$1,085,225
	Proposed loan(s):	
	SRF 2020-438-01	\$ 654,426
	DG9 2021-231	\$ <u>160,474</u>
		\$1,900,125

MADS as a percentage of SSTs: 28.80%

**REPRESENTATION OF
LOANS AND STATE-SHARED TAXES
FOR
TOWN OF SMYRNA
SRF 2020-438-01**

As security for payments due under an SRF loan agreement, a local government pledges user fees and charges and ad valorem taxes as necessary to meet its obligations under an 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 \$6,598,306.

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 2009-234	\$3,450,000	\$2,300,000	\$212,184
SRF/Sewer	CG0 2010-258	\$344,426	\$86,106	\$20,796
SRF/Sewer	CW4 2014-343	\$190,683	\$14,352	\$7,620
SRF/Water	DW4 2015-154	\$83,376	\$27,792	\$4,602
SRF/Sewer	CG7 2019-423	\$2,700,000	\$300,000	\$115,116
SRF/Sewer	SRF 2020-438	\$18,000,000	\$0	\$724,907

* 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 \$1,085,225.

(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	N/A			
TLDA/Public Health	N/A			
TLDA/Transportation	N/A			

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 \$1,085,225.

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	SRF 2020-438-01	0.90%	\$17,200,000	\$0	\$654,426
SRF/Water	DG9 2021-231	0.68%	\$3,000,000	\$0	\$160,474

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is \$814,900.

4. Unobligated SSTs

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is \$4,698,181.

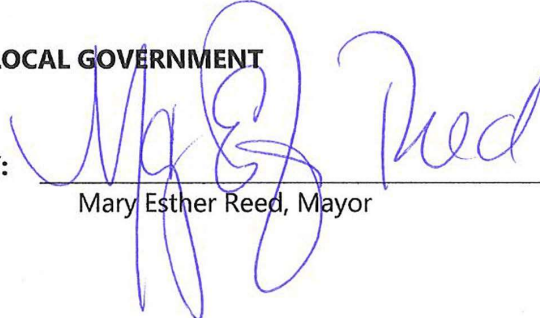
The Local government hereby represents the information presented above is accurate and understands that funding for the loan request(s) presented is contingent upon approval by the TLDA.

Duly signed by an authorized representative of the Local Government on this 22nd day of December, 2020.

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

LOCAL GOVERNMENT

BY:



 Mary Esther Reed, Mayor

REQUIREMENT FOR REPORT ON DEBT OBLIGATION

(FORM CT-0253)

TOWN OF SMYRNA

SRF 2020-438-01

Pursuant to Tenn. Code Ann. § 9-21-151, 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. § 9-21-151 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 they 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.

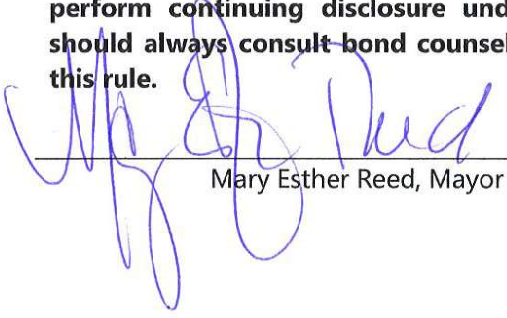
Municipal Securities Rulemaking Board (MSRB) – Required Disclosure

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).

The applicant, Town of Smyrna, attests that it is in compliance with Tenn. Code Ann. § 9-21-151 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 this rule.



Mary Esther Reed, Mayor

December 22, 2020

Date

DEPARTMENT OF ENVIRONMENT AND CONSERVATION
DIVISION OF WATER RESOURCES

Drinking Water State Revolving Fund (DWSRF) Loan Program
Funds Available for Loan Obligation
January 25, 2021

Unobligated Balance as of December 14, 2020 **\$ 71,884,776**

Increases:

<u>Loan Number</u>	<u>Amount</u>
--------------------	---------------

\$ -

Unobligated Balance as of January 25, 2021

\$ 71,884,776

Decreases:

<u>Loan Number</u>	<u>Loan Amount</u>
--------------------	--------------------

Town of Smyrna	DG9 2021-231	\$ 3,000,000
Arthur-Shawnee Utility District (Principal Amount)	DW7 2020-226	\$ 240,000
Arthur-Shawnee Utility District (Principal Forgiveness)	DW7 2020-226	\$ 60,000

\$ (3,300,000)

Remaining Funds Available for Loan Obligations

\$ 68,584,776

FACT SHEET
January 25, 2021

Borrower: Town of Smyrna
Project Number: DG9 2021-231
Requested SRF Funding: \$3,000,000
Term: 20 years
Rate: 0.68% = 0.85 x 80% (Tier 3)

Project:

Systemwide Advanced Metering Infrastructure with Leak Detection Project. (This project will enable that the Town is able to improve operational efficiencies and sustainability by effectively monitoring water usage and system efficiency, detecting malfunctions and water leaks, and recognizing irregularities).

Total Project Cost:	\$3,000,000
Project Funding:	
SRF Loan Principal	\$3,000,000
Local Funds	\$ -0-
Other Funds	\$ -0-
County:	Rutherford County
Consulting Engineer:	Dempsey Dilling & Associates
Priority Ranking List:	FY 2020
Priority Ranking:	42 of 43
Public Meeting:	December 08, 2020

Financial Information:

Operating Revenues:	\$21,482,036
Current Rate:	\$22.78
Financial Review Rate:	\$21.90
Effective Rates, if applicable:	N/A
Residential User Charge:	5,000 gal/month
Customer Base:	14,738
Audit Report Filed:	12/30/2019 (Timely)
Financial Sufficiency Review:	12/02/2020

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

FACT SHEET
January 25, 2021

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: \$6,598,306.

MADS:	Prior Obligations:	\$1,085,225
	Proposed loan(s):	
	DG9 2021-231	\$ 160,474
	SRF 2020-438-01	<u>\$ 654,426</u>
		\$1,900,125

MADS as a percentage of SSTs: 28.80%

**REPRESENTATION OF
LOANS AND STATE-SHARED TAXES
FOR
TOWN OF SMYRNA
DG9 2021-231**

As security for payments due under an SRF loan agreement, a local government pledges user fees and charges and ad valorem taxes as necessary to meet its obligations under an 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 \$6,598,306.

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 2009-234	\$3,450,000	\$2,300,000	\$212,184
SRF/Sewer	CG0 2010-258	\$344,426	\$86,106	\$20,796
SRF/Sewer	CW4 2014-343	\$190,683	\$14,352	\$7,620
SRF/Water	DW4 2015-154	\$83,376	\$27,792	\$4,602
SRF/Sewer	CG7 2019-423	\$2,700,000	\$300,000	\$115,116
SRF/Sewer	SRF 2020-438	\$18,000,000	\$0	\$724,907

* 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 \$1,085,225.

(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	N/A			
TLDA/Public Health	N/A			
TLDA/Transportation	N/A			

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 \$1,085,225.

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	DG9 2021-231	0.68%	\$3,000,000	\$0	\$160,474
SRF/Sewer	SRF 2020-438-01	0.90%	\$17,200,000	\$0	\$654,426

The anticipated total maximum annual pledge of state-shared taxes pursuant to loan request(s) is \$814,900.

4. Unobligated SSTs

The amount set forth in section (1) less the total amounts set forth in sections 2 and 3 is \$4,698,181.

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 22nd day of December, 2020.

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

LOCAL GOVERNMENT

BY:



 Mary Esther Reed, Mayor

REQUIREMENT FOR REPORT ON DEBT OBLIGATION
(FORM CT-0253)
FOR
TOWN OF SMYRNA
DG9 2021-231

Pursuant to Tenn. Code Ann. § 9-21-151, 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. § 9-21-151 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 they 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.

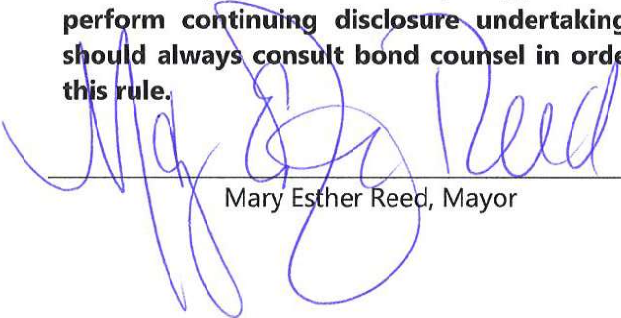
Municipal Securities Rulemaking Board (MSRB) – Required Disclosure

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).

The applicant, Town of Smyrna, attests that it is in compliance with Tenn. Code Ann. § 9-21-151 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 this rule.



Mary Esther Reed, Mayor

December 22, 2020

Date

FACT SHEET
January 25, 2021

Borrower: Arthur-Shawnee Utility District
Project Number: DW7 2020-226
Requested SRF Funding: \$300,000
Term: 20 years
Rate: 0.61% = 1.02 x 60% (Tier 2)

Project:

Distribution System Improvements- (Construction of a new 400,000 gal water storage tank in the Powell Valley/Speedwell Area; installation of approximately 7,500 LF of 10-inch diameter PVC supply waterlines; and modifications to the existing pressure reducing station.)

Total Project Cost:	\$800,000
Project Funding:	
SRF Loan Principal (80%)	\$240,000
Principal Forgiveness (20%)	\$ 60,000
Local Funds	\$ -0-
Other Funds(A. R. C. Grants*)	\$500,000

County:	Claiborne County
Consulting Engineer:	Vaughn & Melton Consulting Engineers, Inc.
Priority Ranking List:	FY 2019
Priority Ranking:	13 of 43
Public Meeting:	May 21, 2020

Financial Information:

Operating Revenues:	\$2,032,183
Current Rate:	\$54.56
Effective Rates, if applicable:	N/A
Residential User Charge:	5,000 gal/month
Customer Base:	3,554
Audit Report Filed:	11/15/2019 (Timely)
Financial Sufficiency Review:	04/14/2020

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

FACT SHEET
January 25, 2021

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 \$12,750.

*(A.R.C Grants – American Regional Commission Grants)

**REPRESENTATION OF
LOANS AND SECURITY DEPOSIT
ARTHUR-SHAWANEE UTILITY DISTRICT
DW7 2020-226**

As security for payments due under a 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 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 State Revolving fund loan(s):

Loan Type	Loan #	Anticipated Interest Rate	Base Loan	Principal Forgiveness	Anticipated MADS
SRF/Water	DW7 2020-226	0.61%	\$240,000	\$60,000	\$12,750

The total anticipated security deposit(s) for the proposed loan(s) is \$12,750.

- c. The total MADS (a+b) is \$12,750.

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 13th day of October, 2020.

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

LOCAL GOVERNMENT
BY:  _____

**REQUIREMENT FOR REPORT ON DEBT OBLIGATION
(FORM CT-0253)
ARTHUR-SHAWANEE UTILITY DISTRICT
DW7 2020-226**

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Public entities that fail to comply with the requirements of Tenn. Code Ann. § 9-21-151 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 they 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.

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- 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, Arthur-Shawnee Utility District, attests that it is in compliance with Tenn. Code Ann. § 9-21-151 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 this rule.


Eric Garland, General Manager

10-13-20
Date