

TENNESSEE LOCAL DEVELOPMENT AUTHORITY
July 26, 2022

The Tennessee Local Development Authority (the "TLDA") met on Tuesday, July 26, 2022, at 1:40 p.m. in the Volunteer Conference Center, Second Floor, Cordell Hull Building, 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 Jim Bryson, 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. Bryson—Present
Mr. Mumpower—Present
Mr. Hargett—Present
Mr. Lillard—Present

Mr. Hargett stated that the first item on the agenda was approval of the minutes from the June 15, 2022, TLDA meeting. Mr. Mumpower made a motion to approve the minutes, and Mr. Lillard seconded the motion. Mr. Hargett asked Ms. Thompson to conduct a roll-call vote:

Mayor Cordell—Aye
Mayor Brown—Aye
Mr. Bryson—Aye
Mr. Mumpower—Aye
Mr. Hargett—Aye
Mr. Lillard—Aye

The minutes were unanimously approved.

Mr. Hargett stated that the next item on the agenda was the annual review of the TLDA Debt Management Policy (DMP). He called upon Ms. Thompson to present the item. Ms. Thompson stated that review of the DMP was required at least annually, and that it was distributed to all staff and the attorney general's office for their review and comment. Ms. Thompson reported that there were no revisions at this time. She stated that the DMP was included in the meeting materials so that the TLDA could acknowledge that an annual review had been conducted. Mr. Hargett asked if there were any questions about the policy. Hearing none, and with no further action necessary, he moved on to the next agenda item.

Mr. Hargett stated that the next item on the agenda was the consideration and approval of Clean Water State Revolving Fund (CWSRF) loan requests and stated that, unless there was any objection, the TLDA would hear the five loan requests prior to asking for a motion to approve. Hearing none, he recognized Mr. Adeniyi Bakare, SRF Program Manager for the Tennessee Department of Environment and Conservation (TDEC), to present the loan requests. Mr. Bakare first presented the Report on Funds Available for Loan Obligation for the CWSRF Loan Program. He stated the unobligated fund balance was \$136,950,682 as of June 15, 2022. Since that time, the unobligated balance had increased by \$11,949,000 due to the FFY 2021 United States Environmental Protection Agency capitalization grant and the FFY 2021 state match. Upon approval of the loan requests to be presented totaling \$22,750,000, the remaining funds available for loan obligations would be \$126,149,682. He then presented the CWSRF loan requests.

- **Cleveland (SRF 2022-473)** Requesting \$4,650,000 for Wastewater Treatment Plant (WWTP) improvements/advanced treatment (Construction of an ultraviolet disinfection system at the Hiwassee River WWTP); recommended interest rate of 1.33% based on the Ability to Pay Index (ATPI); Priority ranking 7 of 53 (FY2021); Term: 20 years
- **Oak Ridge (SRF 2021-455)** Requesting \$1,900,000 for a collection system rehabilitation (Rehabilitation of the sewer collection system in the southeastern portion of the city); recommended interest rate of 2.42% based on the ATPI; Priority ranking 46 of 83 (FY2019); Term: 20 years
- **Thompson Station (CG9 2022-469)** Requesting \$5,000,000 for a Green – WWTP expansion/secondary treatment (Expansion of the existing WWTP from 0.47 million gallons per day (MGD) to 1.0 MGD); recommended interest rate of 1.96% based on the ATPI; Priority ranking 63 of 64 (FY2020); Term: 20 years
- **Thompson Station (SRF 2022-470)** Requesting \$10,400,000 for a Green – WWTP expansion/secondary treatment (Expansion of the existing WWTP from 0.47 MGD to 1.0 MGD); recommended interest rate of 2.26% based on the ATPI; Priority ranking 63 of 64 (FY2020); Term: 20 years
- **Smyrna (CG20 2022-474)** Requesting \$800,000 for a Green – infiltration and inflow correction (Rehabilitate approximately 5,000 linear feet of existing 6-inch to 10-inch diameter sewer lines using the pipe bursting, cured in place pipe, and open cut methods; replace 23 existing manholes; and install 6 new manholes); recommended interest rate of 1.92% based on the ATPI; Priority ranking 39 of 64 (FY2020); Term: 20 years

Mr. Hargett inquired if there were any questions. Hearing none, Mr. Mumpower made a motion to approve the loans, and Ms. Brown seconded the motion. Mr. Hargett asked Ms. Thompson to conduct a roll-call vote:

Mayor Cordell—Aye
 Mayor Brown—Aye
 Mr. Bryson—Aye
 Mr. Mumpower—Aye
 Mr. Hargett—Aye
 Mr. Lillard—Aye

The loans were unanimously approved.

Mr. Hargett stated that the next item on the agenda was consideration and approval of Drinking Water State Revolving Fund (DWSRF) loans, and stated that, unless there was any objection, the TLDA would hear the two loan requests prior to asking for a motion to approve. He called upon Mr. Bakare to present the loan requests. Mr. Bakare first presented the Report on Funds Available for Loan Obligation for the DWSRF Loan Program. He stated the unobligated fund balance was \$88,897,667 as of June 15, 2022. Since that time, the unobligated amount had increased by \$4,386 with the return of previous (unused) funding from the City of Lebanon. Upon approval of the

loan requests to be presented totaling \$30,825,000, the remaining funds available for loan obligations would be \$58,077,053. He then presented the DWSRF loan requests.

- **Cleveland (DWF 2022-247)** Requesting \$825,000 for pump station upgrades (Upgrades to the Dempsey Street Water Booster Pump Station); recommended interest rate of 1.33% based on the ATPI; Priority ranking 19 of 72 (FY2021); Term: 20 years
- **Oak Ridge (DWF 2022-253)** Requesting \$30,000,000 for a new water treatment plant (Construction of a 16 MGD membrane filtration WTP); recommended interest rate of 2.48% based on the ATPI; Priority ranking 20 of 48 (FY2020); Term: 20 years

Mr. Hargett inquired if there were any questions. Hearing none, he asked for a motion to approve the loans. Mr. Mumpower made a motion to approve the loans, and Mr. Lillard seconded the motion. Mr. Hargett asked Ms. Thompson to conduct a roll-call vote:

Mayor Cordell—Aye
 Mayor Brown—Aye
 Mr. Bryson—Aye
 Mr. Mumpower—Aye
 Mr. Hargett—Aye
 Mr. Lillard—Aye

The loans were unanimously approved.

Hearing no other business, Mr. Hargett asked for a motion to adjourn the meeting. Mr. Mumpower made a motion to adjourn, and Mr. Lillard seconded the motion. Mr. Hargett asked Ms. Thompson to conduct a roll-call vote:

Mayor Cordell—Aye
 Mayor Brown—Aye
 Mr. Bryson—Aye
 Mr. Mumpower—Aye
 Mr. Hargett—Aye
 Mr. Lillard—Aye

The meeting was adjourned.

Approved on this 19th day of October, 2022.

Respectfully submitted,


 Sandra Thompson
 Assistant Secretary