

AN INITIAL RESOLUTION AUTHORIZING THE ISSUANCE OF NOT TO EXCEED FORTY-EIGHT MILLION SIX HUNDRED EIGHTY-FIVE THOUSAND DOLLARS (\$48,685,000) OF TAX-EXEMPT GENERAL OBLIGATION REFUNDING BONDS, TAX-EXEMPT GENERAL OBLIGATION IMPROVEMENT BONDS, FEDERALLY-TAXABLE GENERAL OBLIGATION REFUNDING BONDS, TAX-EXEMPT WATER AND SEWER REVENUE REFUNDING AND IMPROVEMENT BONDS, AND FEDERALLY-TAXABLE WATER AND SEWER REVENUE IMPROVEMENT BONDS OF CITY OF CROSSVILLE, TENNESSEE PURSUANT TO TENN. CODE ANN. § 9-21-101 *et seq.*, FOR THE PURPOSE OF REFUNDING CERTAIN OUTSTANDING OBLIGATIONS OF THE CITY, FINANCING THE CONSTRUCTION OF CERTAIN CAPITAL IMPROVEMENTS, REIMBURSING CERTAIN EXPENDITURES PREVIOUSLY MADE, AND PAYING COSTS RELATED THERETO AND INCIDENT TO THE ISSUANCE OF THE BONDS

BE IT RESOLVED by the City Council of City of Crossville, Tennessee (the “City”) as follows:

1. It is hereby determined that there shall be issued and there are hereby authorized to be issued not in excess of Four Million Nine Hundred Seventy-Five Thousand Dollars (\$4,975,000) tax-exempt general obligation refunding bonds, not in excess of One Million Five Hundred Thousand Dollars (\$1,500,000) tax-exempt general obligation improvement bonds, not in excess of Two Million Six Hundred Thousand Dollars (\$2,600,000) federally-taxable general obligation refunding bonds, not in excess of Thirty-Seven Million Dollars (\$37,000,000) tax-exempt water and sewer revenue refunding and improvement bonds, and not in excess of One Million Seven Hundred Thirty-Five Thousand Dollars (\$1,735,000) federally-taxable water and sewer revenue improvement bonds of the City, in the aggregate maximum principal amount not in excess of Forty-Eight Million Six Hundred Eighty-Five Thousand Dollars (\$48,685,000), pursuant to the provisions of the Local Government Public Obligations Act of 1986 (as amended), Tenn. Code Ann. § 9-21-101 *et seq.*

2. The general obligation bonds, refunding or improvement, as applicable, referred to above shall be issued for the purposes of –

a. refunding all remaining maturities, principal and interest, of the City’s \$4,205,000 General Obligation Refunding and Improvement Bonds, Series 2012A (Tax-Exempt) and \$3,780,000 General Obligation Refunding and Improvement Bonds, Series 2012B (Federally Taxable);

b. performing upgrades and improvements to the City’s street-lighting systems in the City’s downtown areas;

c. performing such other and further capital improvements and/or acquiring such other capital assets for use by the City as the City’s city council shall determine to be expedient and in the interest of the City and its taxpayers; and,

d. paying costs and expenses incident to the issuance of the herein referenced general obligation bonds.

3. The revenue bonds, refunding and/or improvement, as applicable, referred to above shall be issued for the purposes of –

a. refunding all remaining maturities, principal and interest, of the City's \$8,660,000 Water and Sewer Revenue and Tax Refunding and Improvement Bonds, Series 2012C (Tax-Exempt);

b. refunding all remaining unpaid principal and accrued interest in respect of the City's –

i. 00-020 SRF Drinking Water Loan;

ii. 2009-087 SRF Drinking Water Loan;

iii. 2009-225 SRF Clean Water Loan;

iv. 2015-346 SRF Clean Water Loan;

v. 12-116 SRF Drinking Water Loan;

vi. \$6,374,593 Loan Agreement dated October 1, 2014, with The Public Building City of Clarksville, Tennessee; and

vii. \$3,747,350 Loan Agreement dated July 31, 2014, with The Public Building City of Clarksville, Tennessee;

c. financing the acquisition, design, and/or construction of the following capital improvement projects to the City's water and wastewater systems, as applicable:

(i) sewer line replacement and related improvements, Miller Avenue to Old Lantana Road;

(ii) Meadow Park Lake water treatment plant filtration system expansion;

(iii) County Seat Road to Southbend Road water line upgrades;

(iv) Old Lantana Road water line upgrades;

(v) S.R. 1/U.S. Highway 70 (Sparta Highway) water and sewer utility relocations in connection with Tennessee Department of Transportation (TDOT) bridge construction;

- (vi) S.R. 24/U.S. Highway 70 North water and sewer utility relocations in connection with TDOT bridge construction;
- (vii) resurfacing 1,000,000-gallon Cotton Patch water storage tank;
- (viii) 2021 sewer system inflow and infiltration remediation program construction;
- (ix) S.R. 28/U.S. Highway 127 Northwest Connector water and sewer utility relocations (Phases I to III) in connection with TDOT construction, including approved reimbursements for sums advanced prior to issuance of the Bonds;
- (x) Obed River sewer lift station rehabilitation;
- (xi) installation of Meadow Park master water meters; and,
- (xii) Genesis Road sewer lift station improvements

d. reimbursing the City for “original expenditures” and “preliminary expenditures” heretofore expended by the City in connection with constructing certain of the above capital improvements to the City’s System;

e. performing such other and further capital improvements and/or acquiring such other capital assets for use in connection with the System to the City’s System (as defined in the final bond resolution to be adopted pursuant hereto) as the City’s city council shall determine to be expedient and in the interest of the City and its rate payers; and,

f. paying costs and expenses incident to the issuance of the herein referenced revenue bonds.

2. Such bonds shall bear interest at such rate or rates not to exceed the lesser of Six and No/100 percent (6.00%) per annum or the maximum rate permitted by law at the time of sale thereof, payable in such manner and at such times as shall hereafter be determined by or pursuant to a subsequent resolution of the Board of Commissioners of the Authority.

3. The tax-exempt general obligation refunding bonds, tax-exempt general obligation improvement bonds, and federally-taxable general obligation refunding bonds shall payable from and secured by the *ad valorem* taxes levied on all taxable property in the City without limitation as to rate or amount; and the full faith and credit and unlimited taxing power of the City shall be pledged for that purpose. The tax-exempt water and sewer revenue refunding and improvement bonds and federally-taxable water and sewer revenue improvement bonds shall be payable exclusively from and shall be secured by a pledge of the net revenues of the City’s water and wastewater systems, subject only to any prior pledge of such net revenues in favor of any prior outstanding indebtedness and which by the terms thereof has preference and priority over the bonds to be authorized pursuant hereto.

4. The City's Municipal Advisor, Kidwell & Company, is herewith engaged, authorized, and directed to proceed with the issuance of the bonds, development and execution of a plan of finance, selection and procurement of all transaction participants and professionals, and all actions related or incident to the sale and closing of the bonds.

5. The City's mayor and city manager, or either of them, are herewith authorized to execute all contracts and documents associated with the issuance of bonds, selection and engagement of transaction participants and professionals, sale and closing of the bonds, or other matters related thereto.

6. This resolution shall be published in full once in a newspaper of general circulation in Cumberland County, Tennessee.

7. This resolution shall take effect immediately upon its adoption.

Adopted this _____ day of October, 2020.

/s/ James Mayberry
Mayor

/s/ Valerie Hale
City Clerk

NOTICE

The foregoing resolution has been adopted. Unless within twenty (20) days from the date of the publication hereof, a petition signed by at least ten percent (10%) of the registered voters of the local government, (or the portion thereof being taxed for the bonds) shall have been filed with the City Clerk protesting the issuance of the general obligation bonds, such bonds will be issued as proposed.