



Legislation Details (With Text)

File #: 14-0174 **Version:** 1 **Name:** TML Refunding Bonds
Type: Resolution **Status:** Consent Agenda
File created: 4/28/2014 **In control:** City Council
On agenda: 5/13/2014 **Final action:** 5/13/2014
Title: Approval of initial resolution authorizing the incurrence of indebtedness by the City of Crossville, Tennessee, of not to exceed \$3,750,000
Sponsors: City Manager, Finance Department

Indexes:

Code sections:

Attachments: 1. Crossville WS VR Refunding Loan-Initial Resolution (4-24-14)

Date	Ver.	Action By	Action	Result
5/13/2014	1	City Council	approved as recommended	
5/6/2014	1	Work Session	received and filed	

Approval of initial resolution authorizing the incurrence of indebtedness by the City of Crossville, Tennessee, of not to exceed \$3,750,000

SUMMARY:

As discussed during budget meetings, the City Manager is recommending a \$3,750,000 to refund the 2005 bonds for Catoosa. Their current interest rate is over 3%, but going to 3.5%-4% in the next few years. The new loan is a 1.05% variable through the TML Bond Fund. If Council approves of this financing method, an Initial Resolution needs to be passed. It should save about \$400,000, but the length of the loan (14 years) will remain the same.

BUDGET ACCOUNT:

NECESSARY COUNCIL ACTION: Approve Initial Resolution