



Legislation Details (With Text)

File #: 14-0327 **Version:** 1 **Name:** RD Refunding bonds
Type: Resolution **Status:** Passed
File created: 7/28/2014 **In control:** City Council
On agenda: 9/9/2014 **Final action:** 9/9/2014
Title: Resolution authorizing a loan in the principal amount not to exceed \$6,385,500 for refunding Rural Development bonds
Sponsors: City Manager
Indexes:
Code sections:
Attachments: 1. USDA Bonds-VR Refunding Loan Resolution, 2. Crossville WS Ref VR Loan-Loan Agreement (8-6-14), 3. Comptroller approval

| Date | Ver. | Action By | Action | Result |
|-----------|------|--------------|-------------------------|--------|
| 9/9/2014 | 1 | City Council | approved as recommended | Pass |
| 8/12/2014 | 1 | City Council | deferred | |
| 8/5/2014 | 1 | Work Session | received and filed | |

Resolution authorizing a loan in the principal amount not to exceed \$6,385,500 for refunding Rural Development bonds

SUMMARY:

As previously discussed, there are three Rural Development loans that would be refunded through a loan from the TML Bond Fund:

- Hwy. 70N waterline \$1,648,406 @ 3% through 2050
- Cumberland Cove waterline \$796,232 @ 3% through 2050
- Meadow Park Lake dam \$3,902,418 @ 3% through 2050

These three loans would be refunded to 20 years outstanding at an interest rate of approximately 1.2%. The savings is estimated to be \$2,400,000.

BUDGET ACCOUNT:

NECESSARY COUNCIL ACTION: Adopt resolution for refunding bonds