



## 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