



City of Crossville

392 North Main Street
Crossville, Tennessee 38555

Legislation Text

File #: 20-0255, **Version:** 1

Approval of resolution authorizing the issuance, sale, and payment of \$419,500 of bonds by the City of Crossville, Tennessee; authorizing the issuance of bond anticipation notes prior to the issuance of the bonds; and authorizing the pledge of revenues of the water and sewer system and the levy of taxes to pay the bonds and notes

SUMMARY: City Council previously approved a loan resolution to USDA-Rural Development for funding of the Hwy. 127N water tank for the Catoosa Department in the amount of \$890,000. An additional \$419,500 loan is necessary to build the tank. The original loan was based on engineering estimates from 2015. The bid for construction was awarded June 9, 2020.

This loan will be for 40 years with an interest rate of approximately 1.5%.

BUDGET ACCOUNT:

NECESSARY COUNCIL ACTION: Approve resolution and authorize the Mayor, City Attorney, and City Clerk to sign all necessary documents and engagements relative to the grant/loan.