



City of Crossville

392 North Main Street
Crossville, Tennessee 38555

Legislation Text

File #: 20-0066, **Version:** 1

Approval of resolution authorizing the issuance, sale, and payment of \$890,000 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 an application on June 11, 2015 to USDA-Rural Development for funding of the Hwy. 127N water tank for the Catoosa Department. This application has now been approved in the form of an \$890,000 loan and \$160,500 grant. This loan will be for 40 years with an interest rate of approximately 2.25%.

Approval was granted June 9, 2016 for the Administrative Services Agreement with Community Development Partners, who prepared the grant/loan application. Bond Counsel was also contracted with Bass Berry & Sims because they have been involved in all recent USDA grant/loans for the City. Their fee is \$6,000.

The Engineering Services agreement with Stigall Engineering Associates was approved by Council in May 2015.

Property acquisition was completed September 12, 2019.

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.