

**CITY OF HENDERSONVILLE**  
**101 MAPLE DRIVE NORTH**  
**HENDERSONVILLE, TN 37075**



**PACKET INFORMATION FOR**  
**\$5,793,025 CAPITAL OUTLAY NOTES**

PACKET CONTENTS:

1. Notice of Sale quote form
2. Approval letter from the Office of State and Local Finance
3. Resolution 2017-24 authorizing the issuance, sale and payment of \$5,793,025 12 year capital outlay notes
4. Fiscal-year-2018 City of Hendersonville debt-service schedule
5. Sample Capital Outlay Note Form

Information not included in the packet but available to review on the City of Hendersonville's website [www.hvilletn.org](http://www.hvilletn.org), located under Departments, Finance

1. Fiscal year 2018 City of Hendersonville budget.
2. Fiscal year 2016 Comprehensive Financial report for the year ending June 30, 2016
3. Fiscal year 2015 Comprehensive Financial report for the year ending June 30, 2015

Please contact Ron Minnicks, Finance Director by phone @ (615) 590-4615 or by e-mail [rminnicks@hvilletn.org](mailto:rminnicks@hvilletn.org) if additional information is needed.

**Note: Quotes must be submitted no later than September 06, 2017 by 5:00 P.M.**

# City of Hendersonville



101 Maple Drive North

Hendersonville, TN 37075

Telephone (615) 822-1000

www.hvilletn.org • Fax (615) 264-5327

**8/17/2017**

## **NOTICE OF SALE Capital Outlay Notes**

The City of Hendersonville, Tennessee is selling capital outlay notes by competitive public sale to provide funds for certain Public Works street paving projects, the City's share of Drakes Creek Widening project, Sanders Ferry walking trail project, the design and construction of a new Fire Station, the purchase of 2 Fire engines, inline hockey resurfacing, playground improvements for Mary's Magical Place, and the design and construction of a horse barn and to provide funds to pay all legal, fiscal, administrative, engineering and debt issuance costs associated with these Projects.

The date of sale is September 18, 2017 at 10:00 A.M. in Conference Room 2 at Hendersonville City Hall, 101 Maple Drive North, Hendersonville, Tennessee. The maximum amount of capital outlay notes to be sold is \$5,793,025 and shall be sold at not less than 99% of par value and accrued interest, and shall bear interest at a rate not to exceed six percent (6%) per annum. The notes are to be amortized over 12 years with the first payment not being prior to July 1, 2018, and are to have the option of full or partial prepayment without penalty. The payment schedule for the notes should be structured with semi-annual interest payments and annual principal payment.

The notes will be awarded to the financial institution with the proposal that results in the least cost to the city (Interest expense and closing costs). Please include the expense of bond counsel fees and expenses in your closing cost total.

<b>Mayor</b> Jamie Clary <b>Vice Mayor</b> Hamilton Frost, Jr.	<b>Ward One</b> Mark A. Skidmore Peg Petrelli	<b>Ward Two</b> Scott Sprouse Pat Campbell	<b>Ward Three</b> Arlene Cunningham Angie Hedberg	<b>Ward Four</b> Andy Gilley Steve Brown	<b>Ward Five</b> Darrell Woodcock Hamilton Frost, Jr.	<b>Ward Six</b> Jim Waters Matthew Stamper
---	---	--	---	--	---	--

The City has received approval from the Director of Local Finance, State of Tennessee for this issuance. The City is accepting fixed rate proposals only.

The city reserves the right to reject any and all proposals.

Please indicate below the fixed interest rate for each fiscal year that your institution will offer.

<u>Fiscal Year</u>	<u>Principal</u>	<u>Rate</u>
2018-2019	\$482,752	_____
2019-2020	\$482,752	_____
2020-2021	\$482,752	_____
2021-2022	\$482,752	_____
2022-2023	\$482,752	_____
2023-2024	\$482,752	_____
2024-2025	\$482,752	_____
2025-2026	\$482,752	_____
2026-2027	\$482,752	_____
2027-2028	\$482,752	_____
2028-2029	\$482,752	_____
2029-2030	\$482,753	_____

An alternate schedule may be considered by the City that reflects a total level debt service with minimum interest expense.

Please provide any closing costs, miscellaneous fees, and bond counsel fees that your institution will charge.

Closing Costs/Miscellaneous Fees \_\_\_\_\_

Firm or Institution Name \_\_\_\_\_

Authorized Signature \_\_\_\_\_

Please submit your proposal on or before September 06, 2017 by 5:00 P.M. to:

Ron Minnicks, Finance Director  
City of Hendersonville  
101 Maple Drive North  
Hendersonville, TN 37075  
(615) 590-4615  
[rminnicks@hvilletn.org](mailto:rminnicks@hvilletn.org)



RECEIVED JUL 31 2017

STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY  
OFFICE OF STATE AND LOCAL FINANCE  
SUITE 1600 JAMES K. POLK STATE OFFICE BUILDING  
505 DEADERICK STREET  
NASHVILLE, TENNESSEE 37243-1402  
PHONE (615) 401-7872  
FAX (615) 741-5986

July 26, 2017

Honorable Jamie Clary, Mayor  
and Honorable Board of Aldermen  
City of Hendersonville  
101 Maple Drive North  
Hendersonville, TN 37075

Dear Mayor Clary and Members of the Board:

This Office received a request from the City of Hendersonville (the "City") on July 25, 2017, for approval to issue twelve-year capital outlay notes in an amount not to exceed \$5,793,025 to be known as the "Capital Outlay Notes, Series 2017" (the "Notes").

Included with the request was a copy of Resolution No. 2017-24 adopted on July 11, 2017, authorizing the issuance of the Notes to finance Public Works street paving projects, the City's share of Drakes Creek widening project, Sanders Ferry walking trail project, the design and construction of a new fire station, the purchase of two fire engines, inline hockey resurfacing, playground improvements for Mary's Magical Place at Veteran's Park, and the design and construction of a horse barn (the "Projects"). The proposed note form was included with the resolution. Please send a copy of the executed note to us along with the completed Report on Debt Obligation within forty-five days of the issuance of the debt herein approved.

#### **Debt Management Policy**

The City provided a copy of its debt management policy, and within forty-five (45) days of issuance of the debt approved in this letter, is required to submit a Report on Debt Obligation that indicates that this debt complies with its debt policy. If the City amends its policy, please submit the amended policy to this office.

#### **Note Approval**

This letter constitutes approval for the City to issue the Notes by competitive public sale pursuant to T.C.A. §§ 9-21-608 and 9-21-609. Approval of the sale of the Notes is conditioned upon the City's compliance with all relevant provisions of Tennessee law.

This Office has relied upon the City's determination and representation as to the cost of the public works project.

The City is responsible for compliance with Title 9 Chapter 21 Parts 1, 4, and 6 of the Tennessee Code Annotated, its debt management policy and the timely payment of outstanding note principal and interest in accordance with the note provisions.

**This letter and the approval to issue debt do not address the compliance with federal tax regulations and should not be relied upon for that purpose. The City should discuss these issues with a tax attorney or bond counsel.**

*This approval is valid for six months after the date of this letter. If the Notes have not been issued within that time, a new note resolution must be passed by the Governing Body and submitted to this Office for approval.*

### **Purpose, Terms, and Life**

These Projects meet the definition for public works projects in T.C.A. § 9-21-105, and the City may issue notes under the authority of Title 9 Chapter 21 of the Tennessee Code Annotated to finance such projects. The maturity of the Notes does not exceed the lives of the proposed Projects as attested by the local governing body. The submitted certified resolution and supporting documents appear to meet the requirements for the issuance of notes in Title 9 Chapter 21 Parts 1, 4, and 6 of the Tennessee Code Annotated. The maximum maturity for the Notes as authorized by the governing body is twelve years following the date of issuance.

Not less than level debt service is to be paid each year after the year of issuance with the balance being paid in the final year of the Notes. In its resolution, the City committed to pay annual principal amounts with interest that result in level debt service payments. This repayment schedule meets the requirements of T.C.A. § 9-21-608. Pursuant to T.C.A. § 9-21-610, if the City does not pay the minimum fiscal year principal payments as stated in its resolution, the City will not be permitted to convert the Notes to bonds after the two-year period commencing on the date of issuance.

### **Nonconforming Obligations**

Notes issued contrary to Title 9 Chapter 21 Parts 4 and 6 of the Tennessee Code Annotated or Notes not properly extended are nonconforming obligations. The Comptroller has the option to levy a penalty for notes deemed nonconforming obligations.

### **Director's Approval Requirement**

By issuing debt pursuant to Title 9 Chapter 21 of the Tennessee Code Annotated the City has placed itself under the budget approval authority of the Director of the Office of State and Local Finance (the "Director") for the life of any debt. This authority requires the Mayor, as Chief Executive Officer, to submit to the Director, the appropriation resolution for official budget approval within 15 days of adoption, with any necessary supporting documents that substantiate:

- the City's budget is balanced as required by state law,
- the City intends to pay all its outstanding debt obligations, and

- the annual budget is prepared in a form consistent with accepted governmental standards and as approved by the Director.

This Office can require the City to provide any information or perform any audits necessary to ascertain that the City maintains a balanced budget and makes payments on its outstanding debt obligations. If the government is unwilling to submit information to comply with the requirements of T.C.A. § 9-21-403, the approval to issue the Notes is rescinded.

### **Municipal Securities Rulemaking Board (MSRB) Voluntary Disclosure of Bank Loans**

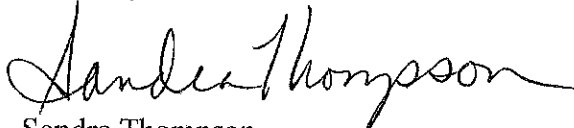
The Municipal Securities Rulemaking Board (MSRB) released regulatory notices: MSRB Notice 2011-52, providing guidance on the use of “bank loans” that could be a private placement of municipal securities subject to specific regulatory requirements including disclosure; and MSRB Notice 2012-18, encouraging the voluntary disclosure of bank loan financings through the MSRB’s Electronic Municipal Market Access (EMMA®) website ([emma.msrb.org](http://emma.msrb.org)). For more information see the preceding notices on the MSRB’s website ([msrb.org](http://msrb.org)). To learn how to submit disclosure see the link at the bottom of the EMMA website labeled Submit Documents or the Education Center of the MSRB’s website.

### **Report on Debt Obligation**

Enclosed is the Report on Debt Obligation. This form must be filed with the governing body of the public entity issuing the Debt not later than forty-five (45) days following the issuance or execution of a debt obligation by or on behalf of any public entity, with a copy (including attachments, if any) filed with the Director of the Office of State and Local Finance by mail to the address on this letter, or by email to [StateandLocalFinance.PublicDebtForm@cot.tn.gov](mailto:StateandLocalFinance.PublicDebtForm@cot.tn.gov). No public entity may enter into additional debt if it has failed to file the Report on Debt Obligation. For your convenience, a fillable PDF of the Report on Debt Obligation (Form CT-0253) is available at <http://www.comptroller.tn.gov/sl/pubdebt.asp>.

Please notify us if the City decides not to issue the Notes. If we may be of further assistance, please feel free to call us.

Sincerely,



Sandra Thompson  
Director of State & Local Finance

cc: Ms. Jean Suh, Contract Audit Review Manager, Local Government Audit, COT

Enclosure: Report on Debt Obligation

### REPORT ON DEBT OBLIGATION

(Pursuant to Tennessee Code Annotated Section 9-21-151)

**1. Public Entity:**  
 Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 Debt Issue Name: \_\_\_\_\_  
 If disclosing initially for a program, attach the form specified for updates, indicating the frequency required.

**2. Face Amount:** \$ \_\_\_\_\_  
 Premium/Discount: \$ \_\_\_\_\_

**3. Interest Cost:** \_\_\_\_\_ %  Tax-exempt  Taxable  
 TIC  NIC  
 Variable: Index \_\_\_\_\_ plus \_\_\_\_\_ basis points; or  
 Variable: Remarketing Agent \_\_\_\_\_  
 Other: \_\_\_\_\_

**4. Debt Obligation:**  
 TRAN  RAN  CON  
 BAN  CRAN  GAN  
 Bond  Loan Agreement  Capital Lease  
 If any of the notes listed above are issued pursuant to Title 9, Chapter 21, enclose a copy of the executed note with the filing with the Office of State and Local Finance ("OSLF").

**5. Ratings:**  
 Unrated  
 Moody's \_\_\_\_\_ Standard & Poor's \_\_\_\_\_ Fitch \_\_\_\_\_

**6. Purpose:**

		BRIEF DESCRIPTION
<input type="checkbox"/> General Government	_____ %	_____
<input type="checkbox"/> Education	_____ %	_____
<input type="checkbox"/> Utilities	_____ %	_____
<input type="checkbox"/> Other	_____ %	_____
<input type="checkbox"/> Refunding/Renewal	_____ %	_____

**7. Security:**  
 General Obligation  General Obligation + Revenue/Tax  
 Revenue  Tax Increment Financing (TIF)  
 Annual Appropriation (Capital Lease Only)  Other (Describe): \_\_\_\_\_

**8. Type of Sale:**  
 Competitive Public Sale  Interfund Loan \_\_\_\_\_  
 Negotiated Sale  Loan Program \_\_\_\_\_  
 Informal Bid

**9. Date:**  
 Dated Date: \_\_\_\_\_ Issue/Closing Date: \_\_\_\_\_





**REPORT ON DEBT OBLIGATION**  
(Pursuant to Tennessee Code Annotated Section 9-21-151)

**12. Recurring Costs:**

No Recurring Costs

	AMOUNT (Basis points/\$)	FIRM NAME (If different from #11)
Remarketing Agent	_____	_____
Paying Agent / Registrar	_____	_____
Trustee	_____	_____
Liquidity / Credit Enhancement	_____	_____
Escrow Agent	_____	_____
Sponsorship / Program / Admin	_____	_____
Other _____	_____	_____

**13. Disclosure Document / Official Statement:**

None Prepared

EMMA link \_\_\_\_\_ or

Copy attached

**14. Continuing Disclosure Obligations:**

Is there an existing continuing disclosure obligation related to the security for this debt?  Yes  No

Is there a continuing disclosure obligation agreement related to this debt?  Yes  No

If yes to either question, date that disclosure is due \_\_\_\_\_

Name and title of person responsible for compliance \_\_\_\_\_

**15. Written Debt Management Policy:**

Governing Body's approval date of the current version of the written debt management policy \_\_\_\_\_

Is the debt obligation in compliance with and clearly authorized under the policy?  Yes  No

**16. Written Derivative Management Policy:**

No derivative

Governing Body's approval date of the current version of the written derivative management policy \_\_\_\_\_

Date of Letter of Compliance for derivative \_\_\_\_\_

Is the derivative in compliance with and clearly authorized under the policy?  Yes  No

**17. Submission of Report:**

To the Governing Body: on \_\_\_\_\_ and presented at public meeting held on \_\_\_\_\_

Copy to Director to OSLF: on \_\_\_\_\_ either by:

Mail to: \_\_\_\_\_ OR  Email to: [StateAndLocalFinance.PublicDebtForm@cot.tn.gov](mailto:StateAndLocalFinance.PublicDebtForm@cot.tn.gov)

505 Deaderick Street, Suite 1600  
James K. Polk State Office Building  
Nashville, TN 37243-1402

**18. Signatures:**

	AUTHORIZED REPRESENTATIVE	PREPARER
Name	_____	_____
Title	_____	_____
Firm	_____	_____
Email	_____	_____
Date	_____	_____

**RESOLUTION 2017-24**

Sponsor:     Clary

**A RESOLUTION OF THE GOVERNING BODY OF THE CITY OF HENDERSONVILLE, TENNESSEE, AUTHORIZING THE ISSUANCE, SALE AND PAYMENT OF INTEREST-BEARING CAPITAL OUTLAY NOTES NOT TO EXCEED \$5,793,025**

**WHEREAS**, the Board of Mayor and Aldermen of the City of Hendersonville, Tennessee (the "Governing Body") has determined that it is necessary and desirable to provide funds for certain Public Works street paving projects, the City's share of Drakes Creek Widening project, Sanders Ferry walking trail project, the design and construction of a new Fire Station, the purchase of 2 Fire engines, inline hockey resurfacing, playground improvements for Mary's Magical Place, and the design and construction of a horse barn and to provide funds to pay all legal, fiscal, administrative, engineering and debt issuance costs associated with these Projects; and

**WHEREAS**, the Board of Mayor and Aldermen has requested that any of these borrowed funds not used for the design and construction of a new Fire Station be allocated to street paving projects; and

**WHEREAS**, the Governing Body has determined that the Projects will promote or provide a traditional governmental activity or otherwise fulfill a public purpose; and

**WHEREAS**, under the provisions of Parts I, IV and VI of Title 9, Chapter 21, Tennessee Code Annotated (the "Act"), local governments in Tennessee are authorized to finance the cost of the Projects through the issuance and sale of interest bearing capital outlay notes upon the approval of the State Director of Local Finance; and

**WHEREAS**, the Governing Body finds that it is advantageous to the Local Government to authorize the issuance of Title 9 Chapter 21 Section 608 capital outlay notes to finance the cost of the Project;

**NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN OF THE CITY OF HENDERSONVILLE**, as follows:

**Section 1.** That, for the purpose of providing funds to finance the cost of the Projects in and for the Local Government, the Director of Finance of the Local Government is hereby authorized in accordance with the terms of this resolution to issue and sell interest-bearing capital outlay notes in a principal amount not to exceed five million seven hundred ninety three thousand and twenty five dollars (\$5,793,025) (the "Notes") at a competitive public sale upon approval of the State Director of Local Finance pursuant to the terms, provisions, and conditions permitted by law. The Notes shall be designated "Capital Outlay Notes, Series 2017", shall be numbered serially from 1 upwards; shall be dated as of the date of issuance; shall be in denominations as agreed

upon with the purchaser; shall be sold at not less than 99% of par value and accrued interest; and shall bear interest at a rate not to exceed six percent (6%) per annum, and in no event shall the rate exceed the legal limit provided by law.

**Section 2.** That, the Notes shall mature not later than twelve (12) years after the date of issuance and that the Notes shall be amortized in an amount reflecting a level debt service for total annual city debt approximately according to the following schedule:

<u>PRINCIPAL FISCAL YEAR</u>	<u>AMOUNT</u>	<u>PRINCIPAL FISCAL YEAR</u>	<u>AMOUNT</u>
2019	\$ 482,752	2025	\$482,752
2020	\$ 482,752	2026	\$482,752
2021	\$ 482,752	2027	\$482,752
2022	\$ 482,752	2028	\$482,752
2023	\$ 482,752	2029	\$482,752
2024	\$ 482,752	2030	\$482,753

An alternate schedule may be considered by the city that reflects a total level debt service with minimum interest expense.

The Notes shall not exceed the reasonable expected economic life of the Project which is hereby estimated to be at least 20 years.

**Section 3.** That, the Notes shall be subject to redemption at the option of the Local Government, in whole or in part, at any time, at the principal amount and accrued interest to the date of redemption, without a premium, or, if sold at par, with or without a premium of not exceeding one percent (1%) of the principal amount.

**Section 4.** That, the Notes shall be direct general obligations of the Local Government, for which the punctual payment of the principal and interest on the notes, the full faith and credit of the Local Government is irrevocably pledged and the Local Government hereby pledges its taxing power as to all taxable property in the Local Government for the purpose of providing funds for the payment of principal of and interest on the Notes.

**Section 5.** That, the Notes shall be executed in the name of the Local Government and bear the manual signature of the chief executive officer of the Local Government and the manual signature of the Finance Director with the Local Government seal affixed thereon; and shall be payable as to principal and interest at the office of the Director of Finance of the Local Government or the paying agent duly appointed by the Local Government. Proceeds of the Notes shall be deposited with the Finance Director of the Local Government and shall be paid out for the purpose of financing the Project pursuant to this Resolution and as required by law.

**Section 6.** That, the Notes will be issued in fully registered form and that at all times during which any Notes remains outstanding and unpaid, the Local Government or its agent shall keep or cause to be kept at its office a note register for the registration, exchange or transfer of the

Notes. The note register, if held by an agent of the Local Government, shall at all times be open for inspection by the Local Government or any duly authorized officer of the Local Government. Each Note shall have the qualities and incidents of a negotiable instrument and shall be transferable only upon the note register kept by the Local Government or its agent, by the registered owner of the Note in person or by the registered owner's attorney duly authorized in writing, upon presentation and surrender to the Local Government or its agent together with a written instrument of transfer satisfactory to the Local Government duly executed by the registered owner or the registered owner's duly authorized attorney. Upon the transfer of any such Note, the Local Government shall issue in the name of the transferee a new registered Note of the same aggregate principal amount and maturity as the surrendered Notes. The Local Government shall not be obligated to make any such Note transfer during the fifteen (15) days next preceding an interest payment date of the Notes or, in the case of any redemption of the Notes, during the forty-five (45) days next preceding the date of redemption.

Section 7. That, the Notes shall be in substantially the form authorized by the State Director of Local Finance and shall recite that the Notes are issued pursuant to Title 9, Chapter 21, Tennessee Code Annotated.

Section 8. That, the Local Government shall publish a notice of sale (the "Notice") at least five (5) days prior to the date on which the Notes are to be sold in both a newspaper having a general circulation in the Local Government and in a financial newspaper published in New York, New York having national circulation. The Notice shall set forth the date, time and place of sale, the maximum amount of Notes to be sold, the maximum interest rate, the maximum discount, if any, in dollars or as a percentage of par value that will be permitted, and the basis upon which the Notes will be awarded. Provided, however, that publishing a Notice in a financial newspaper published in New York, New York, having national circulation shall not be required in any sale where the total amount of Notes to be sold is not greater than five million dollars (\$5,000,000).

Section 9. That, the Notes shall be sold only after the receipt of the written approval of the State Director of Local Finance for the sale of the Notes.

Section 10. That, upon the opinion of bond counsel, the Notes may be designated as qualified tax-exempt obligations for purpose of Section 265(b)(3) of the Internal Revenue Code of 1986.

Section 11. That, after the sale of the Notes, and for each year that any of the Notes are outstanding, the Local Government shall prepare an annual budget in the form consistent with accepted governmental standards and as approved by the State Director of Local Finance (the "Director".) The budget shall be kept balanced during the life of the notes. The annual budget shall be submitted to the Director immediately upon its adoption; however, it shall not become the official budget for the fiscal year until such budget is approved by the Director in accordance with Title 9, Chapter 21, Tennessee Code Annotated (the "Statutes".) If the director determines that the budget does not comply with the Statutes, the Governing Body shall adjust its estimates or make additional tax levies sufficient to comply with the Statutes, or as directed by the Director.

**Section 12.** That, all orders or resolutions in conflict with this Resolution are hereby repealed insofar as such conflict exists and this Resolution shall become effective immediately upon its passage.

ADOPTED THIS 11 DAY OF JULY, 2017.

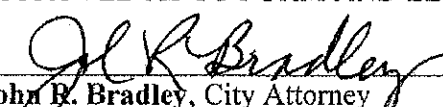
APPROVED:

  
\_\_\_\_\_  
Jamie Clary, Mayor

ATTEST:

  
\_\_\_\_\_  
Kay Franklin, City Recorder

APPROVED AS TO FORM AND LEGALITY:

  
\_\_\_\_\_  
John R. Bradley, City Attorney

## CITY OF HENDERSONVILLE

FY 2018 REVISED LISTING  
 ITEMS ADDED OR MOVED FROM FY 2018 PROPOSED  
 BUDGET TO A BORROWING - 2ND READING - JUNE 13, 2017

DESCRIPTION	DEPT.	PROJECT COST
CONSTRUCTION OF NEW FIRE HALL-RES. 2017-16	FIRE	2,400,000
<i>(NOTE: ANY FUNDS NOT USED FOR CONSTRUCTION OF FIRE HALL ARE TO BE USED FOR ROAD PAVING)</i>		
SUPPLEMENTAL PAVING - ROAD PAVING - SEALING	PUB WKS	850,000
INLINE HOCKEY RESURFACING	PARKS	120,000
MARYS MAGICAL PLACE	PARKS	130,000
PURCHASE OF 2 FIRE TRUCKS	FIRE	880,000
CITY'S SHARE OF DRAKES CREEK WIDENING PROJECT	PUB WKS	668,025
SANDERS FERRY WALKING TRAIL	PUB WKS	620,000
CONSTRUCTION OF HORSE BARN	POLICE	125,000
<b>TOTAL</b>		<b>5,793,025</b>

LEGISLATIVE HISTORY  
Resolution 2017-24

**Sponsor:** Clary

**Committee:** Finance

**Date of Committee Meeting:** June 27, 2017

**Committee Recommendation:** Yes

**BOMA Reading:** July 11, 2017

**Motion:** Remove \$125,000 for the Police Department horse barn. Motion died for lack of a second.

**Vote:** Aye: Brown, Campbell, Cunningham, Frost, Hedberg, Gilley, Petrelli, Skidmore, Sprouse, Stamper, Waters, Woodcock and Clary. Nay: None.



CITY OF HENDERSONVILLE  
DEBT SERVICE SCHEDULE  
FISCAL YEAR 2018  
JULY 01, 2017

01/05/2011 (3.210%) 319 CAP. PROJ. FUND 3.2% NON CALLABLE \$4,100,000 CAPITAL OUTLAY NOTE				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2018	342,000.00	65,740.80	407,740.80	
2019	342,000.00	54,762.60	396,762.60	
2020	342,000.00	43,784.40	385,784.40	
2021	342,000.00	32,806.20	374,806.20	
2022	342,000.00	21,828.00	363,828.00	
2023	338,000.00	10,849.80	348,849.80	
2024				
2025				
<b>TOTAL</b>	<b>2,048,000.00</b>	<b>229,771.80</b>	<b>2,277,771.80</b>	

10-30-2015 (2.41%) 322 CAP. PROJ. FUND (TMBF) FIRST TENNESSEE BANK \$4,020,400 CAPITAL OUTLAY NOTE				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2018	402,040.00	87,202.48	489,242.48	
2019	402,040.00	77,513.32	479,553.32	
2020	402,040.00	67,824.11	469,864.11	
2021	402,040.00	58,134.98	460,174.98	
2022	402,040.00	48,445.82	450,485.82	
2023	402,040.00	38,756.66	440,796.66	
2024	402,040.00	29,067.50	431,107.50	
2025	402,040.00	19,378.32	421,418.32	
2026	402,040.00	9,689.16	411,729.16	
<b>TOTAL</b>	<b>3,618,360.00</b>	<b>436,012.35</b>	<b>4,054,372.35</b>	

11-01-2013 (2.4389%) 321 CAP. PROJ. FUND REGIONS BANK \$1,250,000 12 YEAR CAPITAL OUTLAY NOTE				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2018	104,166.66	23,134.73	127,301.39	
2019	104,166.66	20,564.20	124,730.86	
2020	104,166.66	17,993.68	122,160.34	
2021	104,166.66	15,465.41	119,632.07	
2022	104,166.66	12,852.62	117,019.28	
2023	104,166.66	10,282.11	114,448.77	
2024	104,166.66	7,711.58	111,878.24	
2025	104,166.66	5,155.13	109,321.79	
2026	104,166.74	2,570.53	106,737.27	
<b>TOTAL</b>	<b>937,800.02</b>	<b>115,729.99</b>	<b>1,053,530.01</b>	

07/01/2014 CITY OF HENDERSONVILLE TOTAL DEBT SERVICE				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2018	1,620,832.66	196,403.01	1,819,035.67	
2019	1,145,631.88	165,540.12	1,311,172.00	
2020	948,206.66	140,302.19	1,088,508.85	
2021	948,206.66	115,106.59	1,063,313.25	
2022	948,206.66	89,826.44	1,038,033.10	
2023	939,206.66	64,638.57	1,003,845.23	
2024	601,206.66	39,629.08	640,835.74	
2025	501,206.66	25,483.45	526,690.11	
2026	506,206.74	12,259.69	518,466.43	
<b>TOTAL</b>	<b>8,258,711.24</b>	<b>851,189.14</b>	<b>9,109,900.38</b>	

10/10/2012 320 CAP. PROJ. FUND GEN. OBLIGATION REFUNDING & CAP OUT NOTE 2012 REFUNDING AND 1.2 MILLION NEW MONEY - NON CALLABLE \$6,810,000				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2018	575,000.00	22,325.00	597,325.00	
2019	100,000.00	12,700.00	112,700.00	
2020	100,000.00	10,700.00	110,700.00	
2021	100,000.00	8,700.00	108,700.00	
2022	100,000.00	6,700.00	106,700.00	
2023	95,000.00	4,750.00	99,750.00	
2024	95,000.00	2,850.00	97,850.00	
2025	95,000.00	950.00	95,950.00	
<b>TOTAL</b>	<b>1,260,000.00</b>	<b>69,875.00</b>	<b>1,329,875.00</b>	

10/08/2013 RESOLUTION 2013-21 LIQUOR BY THE DRINK TAX DUE SUMMER COUNTY SCHOOL SYSTEM (5 YEAR PLAN) \$987,129.22				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2018	197,426.00	0.00	197,426.00	
2019	197,425.22	0.00	197,425.22	
2020				
2021				
2022				
2023				
2024				
2025				
<b>TOTAL</b>	<b>394,851.22</b>	<b>0.00</b>	<b>394,851.22</b>	

FY 2018 RESERVED FOR NEW DEBT				
F.Y.E YEAR	PRINCIPAL	INTEREST	TOTAL	
2017			0.00	
2018			0.00	
2019			0.00	
2020			0.00	
2021			0.00	
2022			0.00	
2023			0.00	
2024			0.00	
2025			0.00	
<b>TOTAL</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	

(City Recorder/County Clerk)

**CAPITAL OUTLAY NOTE FORM**

Registered  
Note #: \_\_\_\_\_

City of \_\_\_\_\_  
Of the  
State of Tennessee  
Capital Outlay Note, Series 20 \_\_\_\_\_

Registered  
\$ \_\_\_\_\_

DATED

INTEREST RATE

MATURITY DATE

\_\_\_\_\_, 20\_\_

\_\_\_\_\_ %

\_\_\_\_\_, 20\_\_

Registered Owner: \_\_\_\_\_

Principal Sum: \$ \_\_\_\_\_

The \_\_\_\_\_ (Governing Body) of \_\_\_\_\_, Tennessee (the Local Government) hereby acknowledges itself indebted, and for value received hereby promises to pay to the Registered Owner hereof (named above), or registered assigns, the Principal Sum specified above on the Maturity Date specified above or according to an amortization schedule attached hereto (unless this note shall have been duly called for prior redemption and payment of the redemption price shall have been duly made or provided for), upon presentation and surrender to the Local Government or its agent, and to pay interest on the Principal Sum on \_\_\_\_\_ and thereafter on \_\_\_\_\_ of each year at the Interest Rate per annum specified above or according to an amortization schedule attached hereto, by check, draft, or warrant mailed to the Registered Owner at the address of the Registered Owner as it appears on the fifteenth (15th) calendar day of the month next preceding the applicable payment date in the note register maintained by or on behalf of the Local Government. Both principal of and interest on this note are payable at the office of the \_\_\_\_\_ of the Local Government or a paying agent duly appointed by the Local Government in lawful money of the United States of America.

This note is a direct obligation of the Local Government for the payment of which as to both principal and interest the full faith and credit of the Local Government is pledged.

This note is subject to redemption prior to its stated maturity in whole or in part at any time at the option of the Local Government upon payment of the principal amount of the note together with the interest accrued thereon to the date of redemption with a premium of \_\_\_\_\_ % of par value.

This note is issued under the authority of Parts I, IV, and VI of Title 9, Chapter 21, Tennessee Code Annotated, and a Resolution duly adopted by the Governing Body of the Local Government meeting in session on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_ (the "Resolution") to provide funds to finance the cost of public works projects referenced in the Resolution.

This note shall have the qualities and incidents of a negotiable instrument and shall be transferable only upon the note register kept by the Local Government or its agent, by the

Registered Owner of the note in person or by the Registered Owner's attorney duly authorized in writing, upon presentation and surrender to the Local Government or its agent of the note together with a written instrument of transfer satisfactory to the Local Government duly executed by the Registered Owner or the Registered Owner's duly authorized attorney but only in the manner as provided in the Resolution of the Local Government authorizing the issuance of this note and upon surrender hereof for cancellation. Upon the transfer of any such note, the Local Government or its agent shall issue in the name of the transferee a new registered note or notes of the same aggregate principal amount and maturity as the surrendered note. The Local Government shall not be obligated to make any such Note transfer during the fifteen (15) days next preceding an interest payment date on the Notes or, in the case of any redemption of the Notes, during the forty-five (45) days next preceding the date of redemption.

Title 9, Chapter 21, Section 117, Tennessee Code Annotated provides that this note and interest thereon are exempt from taxation by the State of Tennessee or by any county, municipality or taxing district of the State, except for inheritance, transfer and estate taxes and except as otherwise provided under the laws of the State of Tennessee.

IT IS HEREBY CERTIFIED, RECITED AND DECLARED that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this note exist, have happened and have been performed in due time, form and manner as required by the Constitution and laws of the State of Tennessee, and that the amount of this note, together with all other indebtedness of the Local Government, does not exceed any constitutional or statutory limitation thereon, and that this note is within every constitutional and statutory limitation.

IN WITNESS WHEREOF, the Governing Body of the Local Government has caused this note to be executed in the name of the Local Government by the manual signature of the \_\_\_\_\_, and countersigned and attested by the manual signature of the \_\_\_\_\_ with the Seal of the Local Government affixed hereto or imprinted hereon, and this note to be dated as of the \_\_\_\_\_ day of 20\_\_\_\_.

\_\_\_\_\_  
(Mayor)

ATTESTED: \_\_\_\_\_  
(City Recorder)

SEAL