Hollie Berry
Mayor

Martin Granum
City Manager

City of Red Bank

BOARD OF COMMISSIONERS WORK SESSION

Work Session Agenda
June 4, 2024
5:00 PM

The purpose(s) of the meeting shall be for the Commission to receive, consider, discuss, deliberate, and debate the matters listed herein below and such other public business as may lawfully be undertaken provided that no formal votes are to occur and no matters or issues will be formally decided upon at this meeting.

I. Report on Debt Obligation Agenda Item No. 24-877 (CR Perry)

II. Public hearing to receive input from citizens on the proposed FY25 budget and tax rate of $1.67 (NO CHANGE) Ord. No. 24-1260 (2nd reading)

III. Year End Budget Amendments Ord No. 24-1261 (CR Perry)

IV. Wrecker Ordinance Amendment Ord No. 24-1262 (PC Seymour)

V. Citizen Comments on items on the Work Session Agenda

5:45 Hard stop to allow citizen comments on items on this Work Session Agenda (CM Granum)

VI. Any other business to discuss

VII. Adjournment

Registered
No. 1

Registered
$ 655,000

UNITED STATES OF AMERICA
STATE OF TENNESSEE
CITY OF RED BANK
GENERAL OBLIGATION CAPITAL OUTLAY NOTE,
SERIES 2024

Dated Date: **May 24, 2024**

Registered Owner: **Trustmark National Bank**
Trustmark Centre
5350 Poplar Avenue, Suite 100
Memphis, Tennessee 38119
Tax ID Number: 64-0180810

THE CITY OF RED BANK, TENNESSEE (the "Municipality"), a lawfully organized and existing municipal corporation, for value received, hereby acknowledges itself indebted and promises to pay, as hereinafter set forth, in the manner hereinafter provided, to the Registered Owner identified above, or registered assigns as hereinafter provided, on the Principal Payment Dates, unless this Note shall have been duly called for prior redemption and payment of the redemption price shall have been made or provided for, the Principal Amounts set forth on Exhibit A attached hereto and incorporated herein as fully as though copied, and to pay interest on said Principal Amounts from the date hereof, or such later date as to which interest has been paid, to the Principal Payment Dates set forth on Exhibit A, semiannually on May 1 and November 1 of each year, commencing November 1, 2024, at the Interest Rate per annum set forth on Exhibit A, with principal and interest being payable by wire transfer, check, draft, or warrant to the Registered Owner hereof at the address shown on the registration books of the City Recorder maintained at the City Hall, Red Bank, Tennessee, or its successor as registrar and paying agent (the "Note Registrar"), on the fifteenth (15th) calendar day next preceding an interest payment date, in any coin or currency of the United States of America which on the date of payment thereof is legal tender for the payment of public and private debts.

In the event that any amount payable hereunder as interest shall at any time exceed the rate of interest lawfully chargeable on this note under applicable law, any such excess shall, to the extent of such excess, be applied against the principal hereof as a prepayment thereof without penalty, and such excess shall not be considered to be interest. All rates of interest specified herein shall be computed on the basis of a three hundred sixty (360) day year composed of twelve (12) months of thirty (30) days each.

The principal hereof and interest hereon shall bear interest from and after their respective due dates (whether by acceleration, demand, or otherwise) at the same rate of interest payable on the principal hereof.

Section 9-21-117, Tennessee Code Annotated, as amended, provides that this note and the income therefrom is exempt from all state, county, and municipal taxation in the State of Tennessee, except inheritance, estate, and transfer taxes and except as otherwise provided in said Code.

This note is known as "General Obligation Capital Outlay Note, Series 2024" (the "Note"), issued by the Municipality in the original principal amount of $655,000. The Note which is issued for the purpose of financing the acquisition of vehicles for the Police Department, the acquisition of equipment for the Fire Department, including but not limited to, turnout gear, vehicle technology, and training prop, the acquisition of a truck for the Public Works Department, the renovation and improvement of various municipal facilities, including but not limited to, the Community Center, Redding Road Facility, Morrison Springs Facility, the City's Cemetery, and the White Oak Park, the acquisition of all other property real and personal appurtenant thereto and connected with such work, and to pay all legal, fiscal, administrative, and engineering costs incident thereto, is authorized by an appropriate resolution of the Board of Commissioners, and particularly that certain Resolution of the Board of Commissioners, adopted on May 7, 2024, as such resolution may be from time to time amended or supplemented in accordance with its terms (such resolution, as so amended or supplemented, being herein called, the "Resolution"), and is issued pursuant to, and in full compliance with, the Constitution and the statutes of the State of Tennessee, including, but not limited to, Title 9, Chapter 21, Tennessee Code Annotated, as amended (the "Act"). Copies of the Resolution are on file at the office of the City Recorder of the Municipality, and reference is hereby made to the Resolution and the Act, for a more complete statement of the terms and conditions upon which the Note is issued thereunder, the rights, duties, immunities, and obligations of the Municipality, and the rights of the Registered Owner hereof.

This note and interest hereon is payable from funds of the Municipality legally available therefor and to the extent necessary from ad valorem taxes to be levied on all taxable property in the Municipality without limitation as to time, rate, or amount. For the prompt payment of this note, both principal and interest, as the same shall become due, the full faith and credit of the Municipality are hereby irrevocably pledged.

The Municipality has designated the Note as a "qualified tax-exempt obligation" pursuant to Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

This note is transferable by the Registered Owner hereof by its attorney or legal representative at the office of the Note Registrar, but only in the manner and subject to the limitations and conditions provided in the Resolution and upon surrender and cancellation of this note. Upon any such transfer, the Municipality shall execute, and the Note Registrar shall authenticate and deliver in exchange for this note, a new fully registered note or notes, registered in the name of the transferee, in authorized denominations, in an aggregate principal amount equal to the principal amount of this note, of the same maturity and bearing interest at the same rate. For every exchange or transfer of notes, whether temporary or definitive, the Municipality and the Note Registrar may make a charge, unless otherwise herein to the contrary expressly provided, sufficient to pay for any tax, fee, or other governmental charge required to be paid with respect to such exchange or transfer, all of which taxes, fees, or other governmental charges shall be paid to the Municipality by the person or entity requesting such exchange or transfer as a condition precedent to the exercise of the privilege of making such exchange or transfer.

The Municipality and the Note Registrar may deem and treat the entity in whose name this note is registered as the absolute owner hereof, whether such note shall be overdue or not, for the purpose of making payment of the principal of and interest on this note and for all other purposes. All such payments so made shall be valid and effectual to satisfy and discharge the liability upon this note to the extent of the sum or sums so paid, and neither the Municipality nor the Note Registrar shall be affected by any notice to the contrary.

The Note is issuable only as a fully registered Note, without coupons, in the denomination of $655,000. At the office of the Note Registrar, in the manner and subject to the limitations, conditions, and charges provided in the Resolution, fully registered notes may be exchanged for an equal aggregate principal amount of fully registered notes of the same maturity, of authorized denominations, and bearing interest at the same rate.

The Note shall not be subject to redemption, in whole, prior to maturity; provided, however, with the consent of the Registered Owner, the Municipality may prepay the Note in full at the price of par plus a 1% premium, and accrued interest to the date of redemption, after giving thirty (30) calendar days' written notice to the Registered Owner. Notwithstanding the above, the Municipality may prepay, from time to time, additional principal payments from funds on hand, after giving fifteen (15) calendar days' written notice to the Registered Owner of such intent to pay additional principal.

This note shall have all the qualities and incidents of, and shall be, a negotiable instrument under, the Uniform Commercial Code of the State of Tennessee, subject only to provisions respecting registration of such note. This note is issued with the intent that the laws of the State of Tennessee shall govern its construction.

It is hereby certified, recited, and declared that all acts and conditions required to be done and to exist precedent to the issuance of, this note in order to make this note a legal, valid, and binding obligation of the Municipality, have been done, and did exist in due time and form as required by the Constitution and statutes of the State of Tennessee; and that this note and the issue of which it is a part, together with all other indebtedness of such Municipality, does not exceed any limitation prescribed by the Constitution or statutes of the State of Tennessee.

IN WITNESS WHEREOF, THE BOARD OF COMMISSIONERS OF THE CITY OF RED BANK, TENNESSEE, has caused this note to be signed by the manual signatures of the Mayor and the City Recorder, all as of May 24, 2024.

Hollie Berry

MAYOR

COUNTERSIGNED:

Tracy L Perry

CITY RECORDER

Date of Authentication: May 24, 2024

CERTIFICATE OF AUTHENTICATION

This Note is the Note described in the provisions of the within mentioned Resolution and is the General Obligation Capital Outlay Note, Series 2024, of the City of Red Bank, Tennessee.

By: Tracy L Perry

City Recorder, as Note Registrar

ASSIGNMENT

FOR VALUE RECEIVED, the undersigned hereby sells, assigns, and transfers unto

____

(Please type or print name, address, and social security number

____

or other identifying number of Assignee)

____

the within note and does hereby irrevocably constitute and appoint ______________________________

____________________________________, Attorney, to transfer the same note on the books

kept for registration hereby with full power of substitution in the premises.

Date______________________

SIGNATURE GUARANTEED:

____

NOTICE: Signature(s) must be guaranteed by a bank or by a brokerage firm having a membership in one of the major stock exchanges.

SIGNATURE:

____

NOTICE: The signature to this assignment must correspond with the name of the Registered Owner as it appears upon the face of the within Note in every particular, without alteration or enlargement or any change whatever.

BOND DEBT SERVICE

CITY OF RED BANK
$655,000 EA CON - 4 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

* * * * * * * *FINAL* * * * * * * *

Dated and delivery date: May 24, 2024

PURCHASER: TRUSTMARK NATIONAL BANK, MEMPHIS

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
05/24/2024					
11/01/2024			15,482.38	15,482.38	
05/01/2025	151,000	5.420%	17,750.50	168,750.50	184,232.88
11/01/2025			13,658.40	13,658.40	
05/01/2026	159,000	5.420%	13,658.40	172,658.40	186,316.80
11/01/2026			9,349.50	9,349.50	
05/01/2027	168,000	5.420%	9,349.50	177,349.50	186,699.00
11/01/2027			4,796.70	4,796.70	
05/01/2028	177,000	5.420%	4,796.70	181,796.70	186,593.40
	655,000		88,842.08	743,842.08	743,842.08

TENNESSEE
COMPTROLLER
OF THE TREASURY

Jason E. Mumpower
Comptroller

Report On Debt Obligation

Entity and Debt Information

Entity Name
City of Red Bank

Entity Address
3105 Dayton Boulevard Chattanooga, Tennessee 37415

Debt Issue Name
General Obligation Capital Outlay Note, Series 2024

Debt Issue Face Amount
$655,000.00

Face Amount Premium or Discount?
N/A

Tax Status
Tax - Exempt

Interest Type
Net Interest Cost (NIC)

Net Interest Cost (NIC)
5.27%

Debt Obligation
Note - Capital Outlay Note

Moody's Rating
Unrated

Standard & Poor's Rating
Unrated

Fitch Rating
Unrated

Other Rating Agency Name
N/A

Other Rating Agency Rating
N/A

Security
General Obligation

Type of Sale Per Authorizing Document
Informal Bid

Dated Date
5/24/0224

Issue/Closing Date
5/24/2024

Final Maturity Date
5/1/2028

Debt Purpose

Purpose	Percentage	Description
General Government	100%	Various public works projects for the City
Education	0%	N/A
Other	0%	N/A
Refunding	0%	N/A
Utilities	0%	N/A

Cost of Issuance and Professionals

Does your Debt Issue have costs or professionals?

Yes

Description	Amount	Recurring Portion	Firm Name
Legal Fees - Bond Counsel	$500.00	N/A	Spencer Fane Bone McAllester
Administrative Fee	$0.00	15 basis points	TMBF
TOTAL COSTS	$500.00		

Maturity Dates, Amounts, and Interest Rates

Year	Amount	Interest Rate
2025	$151,000.00	5.27
2026	$159,000.00	5.27
2027	$168,000.00	5.27
2028	$177,000.00	5.27

See final page for Submission Details and Signatures

Submission Details and Signatures

Is there an official statement or disclosure document, as applicable, that will be posted to EMMA: https://emma.msrb.org/?

No

Signature - Chief Executive or Finance Officer of the Public Entity

Name	**Title/Position**
Hollie Berry	Mayor
Email	**Alternate Email**
hberry@redbanktn.gov	N/A

Signature - Preparer (Submitter) of This Form

Name	**Title/Position**
Linda Mooningham	Legal Coordinator
Email	**Alternate Email**
lmooningham@tmbf.net	N/A
Relationship to Public Entity	**Organization**
N/A	Tennessee Municipal Bond Fund

Verification of Form Accuracy

By checking the box below as the signing of this form, I attest the following:

1. I certify that to the best of my knowledge the information in this form is accurate.
2. The debt herein complies with the approved Debt Management Policy of the public entity.
3. If the form has been prepared by someone other than the CEO or CFO, the CEO or CFO has authorized the submission of this document.

☑ Verify Form Accuracy

Date to be Presented at Public Meeting	**Date to be emailed/mailed to members of the governing body**
06/04/2024	05/31/2024

Final Confirmation:

I hereby submit this report to the Division of Local Government Finance of the Tennessee Comptroller of the Treasury and understand my legal responsibility to: File this report with the members of the governing body no later than 45 days after the issuance or execution of the debt disclosed on this form. The Report is to be delivered to each member of the Governing Body and presented at a public meeting of the body. If there is not a scheduled public meeting of the governing body within forty-five (45) days, the report will be delivered by email or regular US mail to meet the 45-day requirement and also presented at the next scheduled meeting.