

BE IT REMEMBERED THAT THE ANDERSON COUNTY BOARD OF COUNTY COMMISSION MET IN QUARTERLY SESSION ON April 19, 2010 WITH THE FOLLOWING COMMISSIONERS PRESENT: MURREL ALBRIGHT, MARK ALDERSON, ROBIN BILOSKI, DAVID BOLLING, MIKE COX, JERRY CREASEY, CHUCK FRITTS, SCOTT GILLENWATERS, DOUG HAUN, WHITEY HITCHCOCK, MYRON IWANSKI, ROBERT MCKAMEY, JOHN SHUEY, TRACY WANDELL AND JERRY WHITE. DECEASED: JOHN ALLEY.

Prayer was given by Commissioner Gillenwaters.

Pledge of Allegiance was led by Commissioner Hitchcock.

1. Commissioner Albright moved to approve the Consent Agenda; Notaries, Notary Bonds, Quarterly Reports, Budget Minutes-Group II School Transfers(excluding Items #5,6,10,22-26), Fire Commission Minutes, Veterans Service Advisory, Norris Middle School for \$585.00, Norris Elementary for \$600.00, Andersonville Elementary School for \$500.00, Fairview Elementary for \$500.00, Oak Ridge Schools for \$4,000.00, James D Harless resolution, Proclamation-Public Health Week April 5-11,2010, Proclamation-National Public Safety Telecommunications Week April 11-17,2010, National Crime Victims Rights Week April 18-24,2010, Crime Victims' Candlelight Vigil April 22,2010 and add ADA Report to Regular Agenda. Seconded by Commissioner Fritts. Motion carried by voice vote.

Notaries

| | |
|---------------------|----------------------|
| R M Baker | Christopher T Rector |
| Phillip R Boggs | Yarboro Ann Sallee |
| Kimberly H Disney | Julie Satterfield |
| Louise H Evans | Steven R Seivers |
| Vickie L Fagan | Kathy F Seivers |
| Laura Fisher | Rebecca Sluss |
| Victoria A Gallaher | Kimberly S Thornton |
| Jennifer Lancaster | Sandra K Weatherford |
| Deanna H Lowe | Charles T Webber Jr. |
| Cindy K Martin | Joy C Wilson |
| Annette Parton | Lisa A Wiseman |
| Brandon Pelizzari | Rachel A Yarber |
| Peggy Pennington | N Jay Yeager |
| Ruthie Powell | |

Notary Bonds

| | |
|----------------------|--------------------|
| Western Surety | RLI Surety |
| Jessica L Armes | Vanessa Hernandez |
| Kaira Donehew | Jessica N McDonald |
| Philip L Tipton | Deidre M Elkins |
| Brandy L Fox | Pamela Walker |
| L Matthew Holland | State Farm |
| Sherry Lynn Kramer | Ellen Carr |
| Kristi Lyons | Christine Conner |
| Tommy G Meredith | Robert J Hamby |
| Julie Mullins | Mary Eleanor Mason |
| Gina Ann O'Brien | Donna C Miller |
| Cecil Lynette Seeber | |
| William Suffridge | SBCA Surety |
| Tammy S Thatcher | T Joyce Bruneau |
| Merchants Bonding | Deborah J Crowley |
| Jean Job | Tanya Osborne |
| | Amanda Jenkins |
| Liberty Mutual | Amy N Rayfield |
| Amber D Lively | Amber N Tedford |

**EMERGENCY COMMUNICATIONS DISTRICT
OF
ANDERSON COUNTY, TENNESSEE**

PROCLAMATION

WHEREAS, each year, the second week of April is dedicated to the men and women who serve as public safety telecommunicators; and

WHEREAS, the official name of the week is National Public Safety Telecommunications Week, as signed by President George Bush in 1992; and

WHEREAS, in the intervening years, it has become known by several names including National Dispatchers Week and International Telecommunicators Week; and

WHEREAS, what is important is that Public Safety Dispatchers receive the recognition they so rightly deserve.

NOW, THEREFORE, BE IT RESOLVED, by the Anderson County Emergency Communications District Board of Directors, in conjunction with the Anderson County Board of Commissioners, does hereby proclaim the week of April 11th through April 17th, 2010,

NATIONAL PUBLIC SAFETY TELECOMMUNICATIONS WEEK

in Anderson County, Tennessee, and that all citizens be urged to join with this Board in honoring the Public Safety Dispatchers, saluting their achievements and expressing sincere appreciation for their dedicated public service to Anderson County.

IN WITNESS WHEREOF, this the 9th day of April, 2010.

*Anderson County, Tennessee
Proclamation*

A Healthier America: One Community at a Time

WHEREAS the week of April 5-11, is National Public Health Week, and the theme is A Healthier America: One Community at a Time, and

WHEREAS since 1996, the American Public Health Association, through its sponsorship of National Public Health Week, has educated the public, policy-makers, and public health professionals about issues important to improving the public's health, and

WHEREAS, our nation spends more on health care than any other country, but an estimated 46.3 million Americans do not have health insurance and millions more do not have access to life-saving clinical preventive services, and

WHEREAS, millions of people in America do not have access to cost-effective community-based preventive services, and

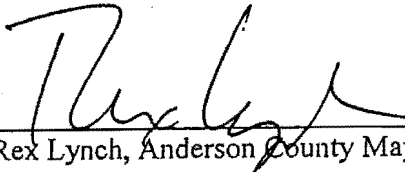
WHEREAS, many of the illnesses that are caused by tobacco use, poor diet, physical inactivity and alcohol consumption are potentially preventable, and

WHEREAS, many neighborhoods lack access to safe walkways and bikeways; are too far from offices, schools, health providers and grocery stores to walk; and are inaccessible by public transportation, and

WHEREAS, studies have shown that 10.5 million cases of infectious diseases and 33,000 deaths can be prevented in the United States by the standard childhood immunization series, and WHEREAS, despite challenges, public health professionals and lawmakers are working on policies that place an emphasis on prevention and support a strong public health infrastructure, and WHEREAS, by making a change in our individual communities, we will improve the health of our nation.

NOW, THEREFORE, I, Rex Lynch, Anderson County Mayor by virtue of the authority vested in me by the laws of Anderson County, Tennessee, do hereby proclaim the week of April 5-11, 2010, as National Public Health Week 2010 in Anderson County and call upon the people of Anderson County, Tennessee to observe this month by helping our families, friends, neighbors, co-workers and leaders better understand the importance of public health to a successful health system in light of this year's theme, A Healthier America: One Community at a Time.

IN WITNESS WHEREOF, I have hereunto set my hand this 1st day of April, in the year of our Lord two thousand ten, and of the Independence of the United States of America the two hundred and thirty-fifth.


 Rex Lynch, Anderson County Mayor

3. Commissioner Fritts moved for all candidates are on ballot for District III County Commission vacant seat. Seconded by Commissioner Gillenwaters. Motion carried by voice vote.

Johnny Alley Steven F Phillips Charles Irwin Floyd E Grisham

Voting for Alley: Albright, Alderson, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey, Wandell and White.

Johnny Alley voted to fill vacant seat in District III.

4. Commissioner McKamey moved to approve resolution for Anderson County Earth Day. Seconded by Commissioner Gillenwaters. Motion carried by voice vote.

**BOARD OF COMMISSIONERS
 ANDERSON COUNTY, TENNESSEE**

RESOLUTION No: _____

RESOLUTION PROCLAIMING "ANDERSON COUNTY EARTH DAY" AS APRIL 24, 2010

WHEREAS, beginning with the first *Earth Day*, April 22, 1970, *Earth Day* has become an annual event for people around the world to celebrate the earth, promote awareness of environmental issues, and commit to building a safer, healthier and cleaner world; and

WHEREAS, an informal all-volunteer group of individuals and organizations from Oak Ridge, including Keep Anderson County Beautiful, The American Museum of Science and Energy, The Children's Museum of Oak Ridge and the Oak Ridge Environmental Quality Advisory Board have formed a working group in cooperation with the City to host a community *Earth Day* celebration in Oak Ridge on Saturday, April 24, 2010; and

WHEREAS, the volunteer planning group has made a commitment to educate, encourage, and empower the citizens of surrounding communities in Anderson County to create a sustainable environmental friendly community; and

WHEREAS, the volunteer planning group has arranged for a variety of events and activities for citizens of all ages, including environmentally themed activities for children, exhibits related to global environmental concerns and how residents can make the transition to living green, live entertainment by some of East Tennessee's best known local musicians, and information resources and activities intended to encourage children to step away from video games and get outside in the great outdoors; and

WHEREAS, the event will be held at the Oak Ridge Civic Center and A.K. Bissell Park from 11:00 a.m. to 3:00 p.m. on the afternoon of Saturday, April 24, with free admission for all; and

WHEREAS, the organizers strive to make this a zero-waste event by reducing, reusing, recycling, and composting discarded materials to the maximum extent possible; and

WHEREAS, the planning committee has elected to minimize the carbon footprint needed to put on this Festival in the City of Oak Ridge by utilizing environmentally friendly resources and protocols.

NOW, THEREFORE, BE IT RESOLVED, by the Anderson County Board of commissioners meeting in day session this 19th day of April 2010 that we endorse and proclaim "Anderson County Earth Day" as Saturday, April 24th, 2010 and we encourage all citizens to take part in this worthy event and always be environmentally conscious for the betterment of our community.

BE IT FURTHER RESOLVED that we encourage the *Anderson County Green Team* and Environmental Coordinator to partner with other volunteer groups to plan and participate in *Earth Day 2010* and attempt to educate all citizens in our community of the global rewards of being environmentally conscious.

DULY PASSED AND APPROVED this 19th day of April 2010.

IN WITNESS WHEREOF, I have hereunto set my hand and signature and caused the Great Seal of Anderson County to be affixed, this the 19th day of April in the year 2010.


Mark Alderson, Chair, AC Comm.


Rex Lynch, Anderson Co. Mayor

ATTEST:


Jeff Cole, Anderson County Clerk

School Department Report

No action taken at this time.

County Mayor Report

5. Commissioner McKamey moved to approve resolution honoring James D Harless for his dedication to public health in Anderson County. Seconded by Commissioner Haun. Motion carried by voice vote.

Anderson County, Tennessee
Board of Commissioners
RESOLUTION NO: 10-348

**RESOLUTION HONORING JAMES D. HARLESS FOR HIS DEDICATION
TO PUBLIC HEALTH IN ANDERSON COUNTY**

WHEREAS, James D. Harless has dedicated his entire forty-three (43) year professional career to environmental and public health work with thirty-seven (37) of those years serving the citizens of Anderson County, Tennessee; and

WHEREAS, From 1973 till 1985 Mr. Harless provided direct state and county public health service to the citizens of Anderson County as an employee of the Oak Ridge Municipal Health Department. Prior to the Anderson County Health Department assuming public healthcare functions in the City of Oak Ridge, the Oak Ridge Municipal Health Department

provided citizens of Anderson County with public health needs; and

WHEREAS, Mr. Harless has continued his public health career as an employee of the Tennessee Department of Environment and Conservation (TDEC) in positions with the Superfund Program, Wastewater Technical Assistance Group, Oak Ridge Department of Energy Oversight programs and currently serves as the TDEC Environmental Program Manager; and

WHEREAS, Mr. Harless has also served as a consultant to the University of Tennessee County Technical Assistance Service (CTAS) and the Municipal Technical Assistance Service (MTAS) in public healthcare roles; and

WHEREAS, Mr. Harless has dedicated his entire professional career to the public health and safety of all Anderson County residents and is deserving of this recognition honoring his professional career and confirming his local healthcare service for Anderson County.

NOW THEREFORE, BE IT RESOLVED by the Anderson County Board of Commissioners meeting in day session this 19th day of April, 2010 that we:

Section 1: Honor Mr. Harless for his dedication to the health and safety of all Anderson County citizens during his forty- three year career in environmental and public health.

Section 2: Declare Mr. Harless was doing county public health functions for Anderson County residents during his time as Environmental Health Supervisor for the Oak Ridge Municipal Health Department.

Section 3: Request the Tennessee Department of Human Resources to recognize an additional eleven point five (11.5) years of service as an employee performing state and local public health functions.

Section 4: Declare April 19th, 2010 as James D. Harless Day in Anderson County in honor of his dedication and commitment to the public health in Anderson County.

RESOLVED, DULY PASSED and APPROVED this 19th day of April, 2010.

Mark Alderson

Mark Alderson, Chair, AC Comm.

Rex Lynch

Rex Lynch, Anderson County Mayor



ATTEST:

Jeff Cole

Jeff Cole, Anderson County Clerk

6. Commissioner Fritts moved to approve resolution recognizing Art Miller for his commitment to Public Health. Seconded by Commissioner Bolling. Motion carried by voice vote.

*Anderson County, Tennessee
Board of Commissioners*

RESOLUTION RECOGNIZING ART MILLER FOR HIS COMMITMENT TO PUBLIC HEALTH

Whereas, Art Miller is the Director of the Anderson County Health Department, and

Whereas, Art Miller has successfully and continues to organize and promote the H1N1 vaccine in Anderson County; therefore Anderson County Health Department has vaccinated a higher percentage of our population than any other of the fifteen counties in the East Tennessee Region. Anderson County Health Department has given more than 9,000 H1N1 vaccines to our citizens, and

Whereas, Art Miller has committed himself to improving the health and safety of all citizens of Anderson County by his indispensable commitment to our health department, and

Whereas, Art Miller has gone over and above the call of duty to ensure that the people of Anderson County are made aware of all of the services available through the Anderson County Health Department, and

Whereas, Art Miller has attained the Anderson County Health Department to being a model for many state clinics in Tennessee, and

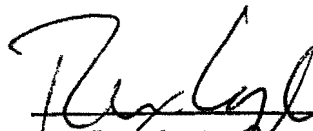
Whereas, Art Miller has achieved national recognition for his distinguished service to Anderson County citizens through the National Association of City and County Health Officials and the American Public Health Association.

Now therefore, be it resolved, that Art Miller's devotion to the promotion of public health in Anderson County is greatly appreciated. We offer a sincere thank you to Art Miller for your diligent service to Anderson County.

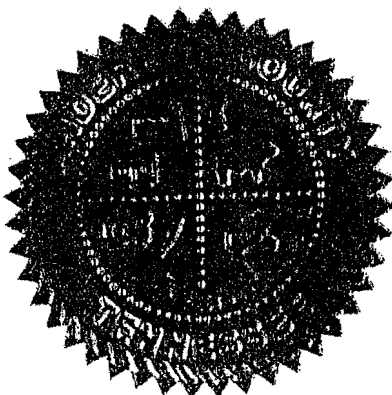
RESOLVED, DULY PASSED AND APPROVED this 19th day of April, 2010.



Mark Alderson, Chair, AC Commission



Rex Lynch, Anderson County Mayor



ATTEST:



Jeff Cole, Anderson County Clerk

County Law Director Report

7. Commissioner Iwanski moved to approve resolution to adopt Private Chapter No.37, House Bill No. 2415 of the Private Acts 2010. Seconded by Commissioner Albright. Motion carried by voice vote.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey, Wandell and White. Motion carried.

Anderson County, Tennessee

Board of Commissioners

RESOLUTION No: 10-342

**RESOLUTION TO ADOPT PRIVATE CHAPTER NO. 37,
HOUSE BILL NO. 2415 OF THE PRIVATE ACTS OF 2010.**

WHEREAS, the 106th General Assembly of the State of Tennessee has approved, and the Governor of the State of Tennessee has signed into law, Private Chapter No. 37, House Bill No. 2415 of the Private Acts of 2010; and

WHEREAS, the Chapter No. 37 of the Private Acts of 2010 repeals the former Chapter 394 of the Private Acts of 1947 and any other acts amendatory thereto; and

WHEREAS, the former Chapter 394 of the Private Acts of 1947 instructed all deeds to be first transferred in the Property Assessor's office prior to being recorded in the Register of Deeds office, which had resulted in great confusion and, in some cases, had contributed in the failure of deeds to be properly registered; and


WHEREAS, the Anderson County Board of Commissioners wishes to adopt Chapter No. 37, House Bill No. 2415 of the Private Acts of 2010; and

NOW, THEREFORE, BE IT RESOLVED by the Anderson County Board of Commissioners meeting in day session this 19th day of April 2010 that we do hereby, by two-thirds (2/3) vote at the request of the General Assembly, adopt Private Chapter No. 37 of the Private Acts of 2010.

RESOLVED DULY PASSED AND APPROVED this 19th day of April, 2010.


Mark Alderson, Chair, AC Comm.




Rex Lynch, Anderson County Mayor

ATTEST:


Jeff Cole, Anderson County Clerk

8. Commissioner Iwanski moved to approve resolution approving the Anderson County Industrial Development Board payment in lieu of tax incentive matrix. Seconded by Commissioner Biloski.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey and White. NO: Creasey and Wandell. Motion carried.

Anderson County, Tennessee

Board of Commissioners

RESOLUTION NO: 10-350

RESOLUTION APPROVING THE ANDERSON COUNTY INDUSTRIAL DEVELOPMENT BOARD PAYMENT IN LIEU OF TAX INCENTIVE MATRIX

WHEREAS, the Anderson County Industrial Development Board met on June 17, 2008 and approved the Payment in Lieu of Tax (PILOT) incentive matrix (*See, attached Exhibit 1*); and

WHEREAS, the Industrial Development Board is a public, nonprofit corporation organized and existing under and by virtue of the provisions of Chapter 53, Title 7, Tennessee Code Annotated as amended (the "Act"); and

WHEREAS, the Industrial Development Board is authorized by the Act and its charter and bylaws to, among other things, enter into leases providing for payments in lieu of taxes for incentive projects in order to promote the welfare, commerce, prosperity, health and living conditions for the people of the State of Tennessee and Anderson County; and

WHEREAS, the approved PILOT matrix is to be used to standardize incentives and as a guideline for negotiating contracts, leases, understandings and other agreements, providing for payments in lieu of taxes for projects in Anderson County; and

WHEREAS, the Anderson County Board of Commissioners desires to approve this PILOT Matrix with the provision that a minimum investment of five million dollars (\$5,000,000.00) should first be made by the owners and/or developers in plant facilities or equipment before consideration of any tax incentives.

NOW THEREFORE, BE IT RESOLVED by the Anderson County Board of Commissioners meeting in day session this 19th day of April 2010 that we approve and endorse the following:

SECTION 1: The Payment In Lieu Of Tax (PILOT) Matrix attached hereto as Exhibit 1 is approved subject to the provision that a minimum investment of five million dollars (\$5,000,000.00) in plant facilities and equipment should first be made by the project owners and developers prior to subsequent consideration of any tax incentives.

SECTION 2: The attached PILOT Matrix shall be utilized by the Industrial Development Board of Anderson County as a guideline for negotiating contracts, leases, understanding and other agreement providing for payments in lieu of taxes for Anderson County projects.

SECTION 3: The authority to negotiate contracts, leases, understandings and other agreements providing for payments in lieu of taxes is hereby delegated to the Industrial Development Board of Anderson County.

SECTION 4: That we further find that such contracts, leases, understandings and other agreements providing for payments in lieu of taxes are deemed to be in furtherance of the public purpose of the Industrial Development Board of Anderson County as defined in Tenn. Code Ann. §7-53-305.

SECTION 5: No such contracts, leases, understandings and other agreements providing for payments in lieu of taxes, including renewals or extensions thereof, shall exceed a period of twenty (20) years from the date of such contract, lease, understanding or other agreement, unless the Tennessee Commissioner of Economic and Community Development and the Comptroller of the Treasury have made a written determination that such agreement is in the best interest of the State of Tennessee.

SECTION 6: Any such contracts, leases, understandings and other agreements containing provisions for payments in lieu of taxes in amounts that are equal to or more than those set forth in the attached PILOT Matrix, as amended herein, shall not require further approval by the Anderson County Board of Commissioners.

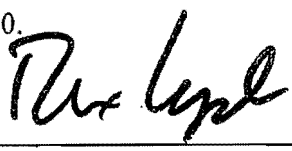
SECTION 7: Any such contracts, leases, understanding and other agreements containing provisions for payments in lieu of taxes in amounts less than those set forth in the attached PILOT Matrix, as amended herein, shall require approval by the Anderson County Board of Commissioners.

SECTION 8: The appropriate officers of the Industrial Development Board of Anderson County are hereby authorized, empowered, and directed to do any and all such acts and things, and to execute, acknowledge, deliver, and, if applicable, file or record, or cause to be filed or recorded, in any appropriate public offices, all such documents, instruments, and certifications in addition to those acts, things, documents, instruments and certifications hereinbefore authorized and approved, as may, in their discretion, be necessary or desirable to implement or comply with the intent of this resolution.

SECTION 9: This resolution shall take effect immediately the public welfare requiring it.

DULY PASSED AND APPROVED this 19th day of April, 2010.


Mark Alderson, Chair, AC Comm.


Rex Lynch, Anderson County Mayor

ATTEST:

10. Commissioner Cox moved to authorize the removal of a diseased tree from Old Gibbs Ferry Road Easement at County expense. Seconded by Commissioner Creasey. Motion carried by voice vote.

Purchasing Committee Report

11. Commissioner Fritts moved to approve five-year agreement with Go Daddy.com for Anderson County Tourism Council for two domain names, (hitthetrails.net and fishnorrislake.com). Seconded by Commissioner Creasey. Motion carried by voice vote.

12. Commissioner Fritts moved to approve five-year contract with Stericycle for the Anderson County Health Department for waste pick-up. Seconded by Commissioner White. Motion carried by voice vote.

13. Commissioner White moved to approve a contract with TDOT for the installation and continued maintenance of School Speed limit Beacons at Briceville and Fairview Elementary Schools. Seconded by Commissioner Albright. Motion carried by voice vote.

14. Commissioner Fritts moved to approve a three-year with Vital Check Network for Anderson County Circuit Court Clerk for credit card processing. Seconded by Commissioner White. Motion carried by voice vote.

"10 minute recess"

Budget Committee Report

15. Commissioner Cox moved to approve written request from the School Department the following appropriations. Seconded by Commissioner White.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey, Wandell and White. Motion carried.

Increase Revenue Code:

142.802-47131 Carl Perkins \$2,997.00

Increase Expenditure Code:

142.802-71300-730 Equipment \$2,997.00

Increase Expenditure Code:

141-71100-429 Instructional Materials and Supplies \$24,513.56

Decrease Reserve Code:

141-34386 Reserved for Basic Education Prog. \$24,513.56

Increase Revenue Code:

141-46980 Other State Grants \$1,000.00

Increase Expenditure Code:

141-72130-599-9000 Other Charges-ARRA \$1,000.00

Increase Revenue Code:

142.23S-47590 Title II, Part D, EdTech, ARRA \$10,000.00

Increase Expenditure Codes:

142.23S-71100-499 Other Supplies & Materials \$1,315.00
 421.23S-71100-722 Regular Instruction Equipment 8,685.00
 Total Expenditures Increased \$10,000.00

Increase Expenditure Code:

145.12-99100-590 Transfers to Other Funds \$28,000.00

Decrease Reserve Code:

145.12-34440 Other School Fed. Project Reserves \$28,000.00

Increase Revenue Code:

145.13-47990-9000 Other Federal Revenue -ARRA \$885.00

Increase Expenditure Code:

145.13-73300-707-9000 Building Improvements-ARRA \$885.00

Increase Revenue Code:

145.13-49800 Transfer from Other Sources \$28,000.00

Increase Expenditure Code:

145.13-73300-707 Building Improvements \$28,000.00

Decrease Revenue Code:

145.14-47990-9000 Other Federal Revenue - ARRA \$885.00

Decrease Expenditure Code:

145.14-73300-707-9000 Building Improvements - ARRA \$885.00

16. Commissioner Iwanski moved to approve written request from the School Department the following transfers. Seconded by Commissioner Bolling. Motion carried by voice vote.

Increase Expenditure Code:

141-71100-127 Extended Contract \$2,743.76

Decrease Expenditure Code:

141-71100-534 Refunds to Applicants \$2,743.76

Increase Expenditure Code:

141-71100-722 Instructional Equipment \$1,420.20

Decrease Expenditure Code:

141-72810-709 Data Processing Equipment \$1,420.20

Increase Expenditure Code:

141-72620-499 Other Supplies and Materials \$1,000.00

Decrease Expenditure Code:

141-71300-336 Maintenance & Repair-Equip. \$1,000.00

Increase Expenditure Codes:

141-73400-116 Teachers \$27,672.00

141-73400-161 Secretary 3,850.00

| | | |
|---------------|-------------------------------------|--------------------|
| 141-73400-206 | Life Insurance | 271.00 |
| 141-73400-499 | Other Supplies | 260.00 |
| 141-73400-599 | Other Charges | <u>300.00</u> |
| | Total Expenditures Increased | \$32,353.00 |

Decrease Expenditure Codes:

| | | |
|---------------|-------------------------------------|--------------------|
| 141-73400-105 | Supervisor | \$415.00 |
| 141-73400-162 | Clerical Personnel | 5,938.00 |
| 141-73400-163 | Educational Assistants | 22,500.00 |
| 141-73400-195 | Sub Teachers | 3,000.00 |
| 141-73400-524 | Staff Development | <u>500.00</u> |
| | Total Expenditures Decreased | \$32,353.00 |

Increase Expenditure Codes:

| | | |
|------------------|-------------------------------------|--------------------|
| 145.13-73300-130 | Social Workers | \$12,800.00 |
| 145.13-73300-316 | Contributions | 50.00 |
| 145.13-73300-399 | Contracted Services | 5,046.90 |
| 145.13-73300-426 | Construction Materials | 2,500.00 |
| 145.13-73300-599 | Other Charges | 600.00 |
| 145.13-82130-610 | Principal on Capital Lease | 30.18 |
| 145.13-82230-611 | Interest on Capital Lease | <u>79.10</u> |
| | Total Expenditures Increased | \$21,106.18 |

Decrease Expenditure Codes:

| | | |
|------------------|-------------------------------------|--------------------|
| 145.13-73300-131 | Medical Personnel | \$2,847.90 |
| 145.13-73300-161 | Secretary | <u>18,258.28</u> |
| | Total Expenditures Decreased | \$21,106.18 |

Increase Expenditure Codes:

| | | |
|-----------------------|-------------------------------------|-------------------|
| 145.13-73300-105-9000 | Supervisor Director-ARRA | \$175.00 |
| 145.13-73300-116-9000 | Teachers-ARRA | 875.00 |
| 145.13-73300-131-9000 | Medical Personnel-ARRA | 280.00 |
| 145.13-73300-161-9000 | Secretary-ARRA | 350.00 |
| 145.13-73300-189-9000 | Other Salaries-ARRA | <u>1,176.00</u> |
| | Total Expenditures Increased | \$2,856.00 |

Decrease Expenditure Code:

| | | |
|-----------------------|-----------------------------|------------|
| 145.13-73300-163-9000 | Educational Assistants-ARRA | \$2,856.00 |
|-----------------------|-----------------------------|------------|

Increase Expenditure Codes:

| | | |
|------------------|-------------------------------------|-----------------|
| 145.14-73300-316 | Contributions | \$50.00 |
| 145.14-73300-338 | Maintenance-Vehicles | 8.37 |
| 145.14-73300-454 | Water & Sewer | 160.00 |
| 145.14-73300-534 | Refund to Applicant | <u>48.00</u> |
| | Total Expenditures Increased | \$266.37 |

Decrease Expenditure Codes:

| | | |
|------------------|-------------------------------------|-----------------|
| 145.14-73300-399 | Contracted Services | \$50.00 |
| 145.14-73300-599 | Other Charges | 26.49 |
| 145.14-82310-610 | Principal on Capital Lease | 52.13 |
| 145.14-82230-611 | Interest on Capital Lease | <u>137.75</u> |
| | Total Expenditures Decreased | \$266.37 |

Increase Expenditure Codes:

| | | |
|-----------------------|-------------------------------------|-----------------|
| 145.14-73300-105-9000 | Supervisor/Director-ARRA | \$70.00 |
| 145.14-73300-116-9000 | Teachers-ARRA | 35.00 |
| 145.14-73300-131-9000 | Medical Personnel-ARRA | <u>175.00</u> |
| | Total Expenditures Increased | \$280.00 |

Decrease Expenditure Code:

145.14-73300-163-9000 Educational Assistants-ARRA \$280.00

17. Commissioner Fritts moved to approve written request from the Sheriff's Dept., Highway Dept., Solid Waste and Motor Pool the following appropriations. Seconded by Commissioner Bolling.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey, Wandell and White. Motion carried.

Increase Revenue Code:

101-44130 Sale of Gasoline \$1,743.00

Increase Expenditure Code:

101-54110-425 Gasoline \$1,743.00

Decrease Expenditure Codes:

101-54110-411 Data Processing Supplies \$1,000.00
 101-54110-414 Duplicating Supplies 2,000.00
 101-54110-709 Data Processing Equipment 3,000.00
 Total Expenditures Decreased \$6,000.00

Increase Reserve Code:

101-35165 Desig. Reserve-Background Checks \$6,000.00

Increase Expenditure Codes:

131-62000-187 Overtime \$20,000.00
 131-62000-402 Asphalt 200,000.00
 131-62000-451 Uniforms 500.00
 131-63100-425 Gasoline, Diesel 100,000.00
 131-63100-433 Lubricants 2,000.00
 131-63100-450 Tires & Tubes 5,000.00
 Total Expenditures Increased \$327,500.00

Decrease Reserve Code:

131-39000Highway Undesignated Fund Bal \$227,500.00

Increase Revenue Code:

131-44135 Sale of Gasoline \$100,000.00

Increase Expenditure Codes:

116-55739-718 Motor Vehicles \$22,000.00
 116-55739-499 Other Supplies & Materials 2,500.00
 Total Expenditures Increased \$24,500.00

Decrease Reserve Code:

116-39000 Solid Waste Undesignated Fund Bal \$24,500.00

Increase Revenue Code:

101-44130-1000 Surplus Sale - Gov Deals \$402.42

Increase Expenditure Code:

101-54900-453 Vehicle Parts \$402.42

18. Commissioner Iwanski moved to approve written from Ambulance Fund, Election Office, Clerk & Master, Veterans' Services & Accounts & Budgets the following transfers. Seconded by Commissioner McKamey. Motion carried by voice vote.

Increase Expenditure Codes:

| | | |
|--------------------|------------------------------|------------------|
| 118-55130-307-0100 | Cell Phones | \$650.00 |
| 118-55130-413 | Medical Supplies | 40,000.00 |
| 118-55130-413-6000 | Drug Testing | 165.00 |
| 118-55130-399 | Other Contracted Services | <u>45,000.00</u> |
| | Total Expenditures Increased | \$85,815.00 |

Decrease Expenditures Codes:

| | | |
|---------------|------------------------------|------------------|
| 118-55130-317 | Data Processing | \$650.00 |
| 118-55130-329 | Laundry | 22,000.00 |
| 118-55130-425 | Gasoline | 10,000.00 |
| 118-55130-499 | Other Supplies | 8,165.00 |
| 118-99100-590 | Transfers to Other Funds | <u>45,000.00</u> |
| | Total Expenditures Decreased | \$85,515.00 |

Increase Expenditure Codes:

| | | |
|---------------|------------------------------|-----------------|
| 101-51500-33 | Maintenance Agreements | \$300.00 |
| 101-51500-435 | Office Supplies | 2,200.00 |
| 101-51500-709 | Data Processing Equipment | 6,000.00 |
| 101-51500-719 | Office Equipment | <u>5,500.00</u> |
| | Total Expenditures Increased | \$14,000.00 |

Decrease Expenditure Code:

| | | |
|---------------|------------------|-------------|
| 101-51500-193 | Election Workers | \$14,000.00 |
|---------------|------------------|-------------|

Decrease Expenditure Codes:

| | | |
|---------------|------------------------------|---------------|
| 101-53800-499 | Other Supplies & Materials | \$558.00 |
| 101-53800-414 | Duplicating Supplies | <u>532.00</u> |
| | Total Expenditures Decreased | \$1,090.00 |

Increase Expenditure Code:

| | | |
|---------------|-------------|------------|
| 101-53400-499 | Bound Books | \$1,090.00 |
|---------------|-------------|------------|

Decrease Expenditure Codes:

| | | |
|---------------|------------------------------|--------------|
| 101-53400-334 | Maintenance Agreements | \$14.12 |
| 101-53400-349 | Printing, Stationary Forms | 9.50 |
| 101-53400-355 | Travel | 28.55 |
| 101-53800-349 | Printing, Stationary Forms | <u>21.50</u> |
| | Total Expenditures Decreased | \$73.67 |

Increase Expenditure Code:

| | | |
|---------------|-----------------|---------|
| 101-53400-435 | Office Supplies | \$73.67 |
|---------------|-----------------|---------|

Decrease Expenditure Codes:

| | | |
|---------------|------------------------------|---------------|
| 101-53400-414 | Duplicating Supplies | \$50.68 |
| 101-53400-508 | Security | 250.00 |
| 101-53800-414 | Duplicating Supplies | <u>268.00</u> |
| | Total Expenditures Decreased | \$568.68 |

Increase Expenditure Code:

| | | |
|---------------|-----------------|----------|
| 101-53400-435 | Office Supplies | \$568.68 |
|---------------|-----------------|----------|

Decrease Expenditure Code:

| | | |
|---------------|--------|----------|
| 101-53400-355 | Travel | \$450.00 |
|---------------|--------|----------|

Increase Expenditure Code:

| | | |
|---------------|----------------------------|----------|
| 101-53400-349 | Printing, Stationery Forms | \$450.00 |
|---------------|----------------------------|----------|

Increase Expenditure Codes:

| | | |
|--------------------|-------------------------------------|-------------------|
| 101-58300-103 | Assistants | \$4,454.00 |
| 101-58300-201 | Social Security | 276.00 |
| 101-58300-204 | State Retirement | 327.00 |
| 101-58300-206 | Life Insurance | 11.00 |
| 101-58300-208 | Dental Insurance | 56.00 |
| 101-53800-209 | S/T Disability | 20.00 |
| 101-58300-209-1000 | L/T Disability | 15.00 |
| 101-58300-212 | Medicare | 65.00 |
| | Total Expenditures Increased | \$5,224.00 |

Decrease Expenditure Codes:

| | | |
|--------------------|-------------------------------------|-------------------|
| 101-52100-119 | Accounting Personnel | \$4,454.00 |
| 101-52100-201 | Social Security | 276.00 |
| 101-52100-204 | State Retirement | 327.00 |
| 101-52100-206 | Life Insurance | 11.00 |
| 101-52100-208 | Dental Insurance | 56.00 |
| 101-52100-209 | S/T Disability | 20.00 |
| 101-52100-209-1000 | L/T Disability | 15.00 |
| 101-52100-212 | Medicare | 65.00 |
| | Total Expenditures Decreased | \$5,224.00 |

19. Commissioner Cox moved to approve request from Captain Avery Johnson, Anderson County Sheriff Department the following transfer. Seconded by Commissioner McKamey.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey, Wandell and White. Motion carried.

Increase Code:

| | | |
|---------------|----------------------------|------------------|
| 101-54210-499 | Other Supplies & Materials | 6,000.00 |
| 101-54210-717 | Maintenance Equipment | 12,000.00 |
| | Total | 18,000.00 |

Decrease Code:

| | | |
|------------|---------------------------------|-----------|
| 101-351200 | Designated Jail Commissary Fund | 18,000.00 |
|------------|---------------------------------|-----------|

Highway Committee Report

20. Commissioner Albright moved to approve recommendation from the Highway Committee the following speed limit. Seconded by Commissioner White. Motion carried by voice vote.

Steadman Circle 20MPH

21. Commissioner Albright moved to approve recommendation from the Highway Committee to accept the following roads in the County Road System. Seconded by Commissioner White. Motion carried by voice vote.

Dream Catcher (Hidden Ridge S/D) 667' in length, 22' wide & 72' cul-de-sac
Gray Dove (Hidden Ridge S/D) 451' in length, 22' wide & 66' cul-de sac

22. Commissioner Fritts moved to approve resolution in support of improvements to Edgemoor Road. Seconded by Commissioner Albright. Motion carried by voice vote.

Anderson County, Tennessee Board of Commissioners

RESOLUTION NO. 10-343

RESOLUTION IN SUPPORT OF IMPROVEMENTS TO EDGEMOOR ROAD

WHEREAS, Tennessee State Highway 170, also known as Edgemoor Road, is a major commuter thoroughfare that runs east and west through Anderson County, from the Oak Ridge city limits to the Knox County border, and

WHEREAS, Tennessee State Highway 170, in its current form, is overburdened with traffic congestion by thousands of daily motorists and commuters who utilize this state highway for safe travel to jobs, shopping and schools; and

WHEREAS, the increase in traffic flow on this roadway has dramatically increased the number of motor vehicle accidents with an unfortunate number of serious injuries and deaths particularly in the Claxton Community. The Anderson County Legislative Body is deeply concerned about the safety of motorists and pedestrians utilizing this state highway, and

WHEREAS, the Anderson County Legislative Body has previously passed resolutions on March 17, 2003 and March 15, 2004 requesting and encouraging state and federal assistance for improvements to this state highway, and

WHEREAS, with encouragement of our legislative delegation, the Tennessee General Assembly has recently tasked the Tennessee Department of Transportation with much needed construction improvements to the Shoopman Bridge over the Clinch River, as well as providing necessary traffic improvements to the Edgemoor Road entrance to the Bull Run Fossil Fuel Plant. However, the Anderson County Legislative Body respectfully requests the General Assembly to authorize additional funding to widen the Shoopman Bridge concurrently with the previously authorized construction improvements to the bridge in an effort to alleviate traffic congestion during future construction and widening projects to Edgemoor Road, and

WHEREAS, the Anderson County Legislative Body wishes to express our sincere gratitude for these needed improvements in hopes that they will be combined with the construction of a four-lane widening project of Edgemoor Road from the Oak Ridge City limits to the intersection of Highway 25W and the widening of the Shoopman Bridge over the Clinch River.

NOW THEREFORE, BE IT RESOLVED, by the Anderson County Legislative Body meeting in day session in Clinton, Tennessee this 19th day of April 2010 that:

SECTION 1: The Anderson County Legislative Body strongly supports and encourages state and federal funding and construction assistance for improving the safety and traffic problems associated with Tennessee State Highway 170 for the betterment of all citizens utilizing this roadway.

SECTION 2: The Anderson County Legislative Body urges the State of Tennessee Department of Transportation to widen the Shoopman Bridge and construct a four-lane road with appropriate turn lanes to State Highway 170 from the Oak Ridge City limits to the intersection of Highway 25W and incorporate those changes with the recently authorized plan to improve the Shoopman Bridge and the associated improvements to the entrance to the TVA Bull Run Fossil Fuel Plant.

SECTION 3: The Anderson County Legislative Body pledges its support and assistance in this important process that affects all citizens who travel and reside along Tennessee State Highway 170, Edgemoor Road.

RESOLVED, duly passed and approved this 19th day of April, 2010.

APPROVED:

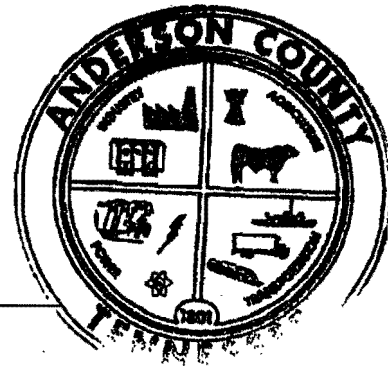
ATTEST:

Mark Alderson

Mark Alderson, Anderson County Commission, Chair

Jeff Cole

Jeff Cole, Anderson County Clerk



Rex Lynch

Rex Lynch, County Mayor

Legislative Committee Report

23. Commissioner Shuey moved to refer the SB 624/HB 134 Slot Limits on Norris Lake to the next Operations Committee and set a Public Hearing at 6:00 P.M prior to the Operations Committee inviting all interested parties for discuss on this matter. Seconded by Commissioner Albright.

Voting Aye: Albright, Alley, Alderson, Bolling, Cox, Haun, McKamey, Shuey and Wandell. NO: Biloski, Creasey, Fritts, Gillenwaters, Hitchcock, Iwanski and White. Motion carried.

Operations Committee Report

24. Commissioner McKamey moved to approve recommendation from the Operations Committee to assign the warehouse building located behind the Oak Ridge General Sessions Court to the Purchasing Department for the surplus program. Seconded by Commissioner Wandell. Motion carried by voice vote. NO: Hitchcock.

25. Commissioner Iwanski moved to approve request from Pamela Cotham, Purchasing Agent for an appropriation to conduct Gov Deals cost to conduct sale. Seconded by Commissioner Fritts.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Iwanski, McKamey, Shuey, Wandell and White. NO: Hitchcock. Motion carried.

Increase Expenditure Code:

101-52200-499 Surplus Supplies & Materials 1,500.00

Increase Revenue Code:

| | | |
|----------------|--------------------------------|-----------------|
| 101-44530-1000 | Gov Deals Cost to Conduct Sale | 1,000.00 |
| 101-44530-1000 | Gov Deals Cost to Conduct Sale | 500.00 |
| | Total | <u>1,500.00</u> |

New Business

26. Commissioner Haun moved to approve the following resolutions concerning the authorize construction of the Briceville Library and the 100,000.00 funding for this project. Seconded by Commissioner Creasey.

Amended by Commissioner McKamey funding \$100,000.00 be taken from the Designated Fund for Land Purchases. Seconded by Commissioner Cox.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Creasey, Fritts, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey, Shuey, Wandell and White. Motion carried.

Anderson County, Tennessee
Board of Commissioners
RESOLUTION No: 10-345

RESOLUTION AUTHORIZING CONSTRUCTION OF THE NEW BRICEVILLE LIBRARY

WHEREAS, the Briceville Community public library has significantly outgrown its current building and community residents are in need of better facilities; and

WHEREAS, the Anderson County Commission passed Resolution No: 08-299 on March 17th, 2008 supporting and encouraging construction of a new public library in the Briceville Community; and

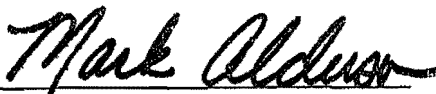
WHEREAS, the Anderson County School Board has donated the land for the new library on the campus of Briceville Elementary School; and

WHEREAS, the Anderson County Library Board has initiated a campaign to solicit donations to cover a portion of the construction cost; however, the Board will need an additional Tennessee State Public Library Construction Grant to complete the project; and

WHEREAS, the application deadline of May 15th is quickly approaching and the Library Board is in need of authorization to commence construction pursuant to application mandates.

NOW THEREFORE, BE IT RESOLVED by the Anderson County Board of Commissioners meeting in day session this 19th day of April 2010 that we authorize the Anderson County Library Board to commence construction of the new Briceville Library and further authorize the Board to submit the appropriate application for a Tennessee State Library Construction Grant.

RESOLVED, DULY PASSED AND APPROVED this 19th day of April 2010.



Mark Alderson, Chair, AC Comm.



Rex Lynch, Anderson County Mayor

IN WITNESS WHEREOF, I have hereunto set my hand and signature and caused the Great Seal of Anderson County to be affixed, this the 19th day of April in the year 2010.



Jeff Cole, Anderson County Clerk



| | | |
|-----------------------------------|--|------------|
| <u>Decrease Expenditure Code:</u> | | |
| 101-35142 | Designated - Future Land Purchases | 100,000.00 |
| <u>Increase Expenditure Code:</u> | | |
| 101-35166 | Designated - Library/Briceville Library Project | 100,000.00 |

27. Commissioner Cox moved to approve the General Obligation Bonds not exceed \$3,000,000.00. Seconded by Commissioner Albright.

Voting Aye: Albright, Alderson, Alley, Biloski, Bolling, Cox, Gillenwaters, Haun, Hitchcock, Iwanski, McKamey and White. NO: Creasey, Fritts, Shuey and Wandell. Motion carried.

Anderson County, Tennessee

Board of Commissioners

RESOLUTION NO: 10-349

A RESOLUTION AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS OF ANDERSON COUNTY, TENNESSEE IN THE AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED THREE MILLION DOLLARS (\$3,000,000) AS FEDERALLY TAXABLE BUILD AMERICA BONDS OR AS FEDERALLY TAX-EXEMPT BONDS; MAKING PROVISION FOR THE ISSUANCE, SALE AND PAYMENT OF SAID BONDS; ESTABLISHING THE TERMS THEREOF AND THE DISPOSITION OF PROCEEDS THEREFROM; PROVIDING FOR THE LEVY OF TAXES FOR THE PAYMENT OF PRINCIPAL OF, PREMIUM, IF ANY, AND INTEREST ON THE BONDS.

WHEREAS, pursuant to Sections 9-21-101, et seq., inclusive, Tennessee Code Annotated, as amended, counties in Tennessee are authorized through their respective governing bodies to issue and sell bonds of said counties to finance public works projects; and

WHEREAS, the Board of County Commissioners of Anderson County, Tennessee (the "County") hereby determines that it is necessary and advisable to issue not to exceed \$3,000,000 in aggregate principal amount of general obligation bonds, for the purpose of providing funds for: (i) roofing of the County Detention Center; (ii) constructing, repairing, renovating and equipping of County buildings and facilities for energy conservation measures; (iii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance and sale of the bonds authorized herein; and

WHEREAS, it is the intention of the Board of Commissioners of the County to adopt this resolution for the purpose of authorizing not to exceed \$3,000,000 in aggregate principal amount of said bonds, providing for the issuance, sale and payment of said bonds, establishing the terms thereof, and the disposition of proceeds there from, providing for the levy of a tax under certain conditions for the payment of principal thereof, premium, if any, and interest thereon, and providing for the issuance of said bonds in one or more series, as Federally Taxable Build America Bonds (as defined herein) or as Federally Tax-Exempt Bonds (as defined herein), as shall determined by the County Mayor in accordance with the provisions herein; and

WHEREAS, on February 16, 2010, the Board of Commissioners of the County adopted an Initial Resolution proposing the issuance of not to exceed \$3,000,000 in the aggregate principal amount of general obligation bonds, the proceeds of which will be used for the purpose hereinabove set forth; and

WHEREAS, on February 21, 2010 the Initial Resolution, together with the notice required by Section 9-21-206, Tennessee Code Annotated, was published as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Anderson County, Tennessee, meeting in day session this 19th day of April, 2010 as follows:

Section 1. Authority. The bonds authorized by this resolution are issued pursuant to Sections 9-21-101, et seq, Tennessee Code Annotated, as amended, and other applicable provisions of law.

Section 2. Definitions. The following terms shall have the following meanings in this resolution unless the text expressly or by necessary implication requires otherwise:

(a) "Bonds" means the not to exceed \$3,000,000 General Obligation Bonds of the County, to be dated the date of issuance, and having such series designation or other dated date as shall be determined by the County Mayor pursuant to Section 7 hereof;

(b) "Book-Entry Form" or "Book-Entry System" means a form or system, as applicable, under which physical bond certificates in fully registered form are issued to a Depository, or to its nominee as Registered Owner, with the certificate of bonds being held by and "immobilized" in the custody of such Depository, and under which records maintained by persons, other than the County or the Registration Agent, constitute the written record that identifies, and records the transfer of, the beneficial "book-entry" interests in those bonds;

(c) "Code" means the Internal Revenue Code of 1986, as amended, and all regulations promulgated there under;

(d) "County" means Anderson County, Tennessee;

(e) "Depository" means any securities depository that is a clearing agency under federal laws operating and maintaining, with its participants or otherwise, a Book-Entry System, including, but not limited to, DTC;

(f) "Direct Payment Credit" means any refundable direct payment credit received by the County from the United States Treasury pursuant to Section 54AA and Section 6431 of the Code with respect to any series of Bonds qualifying as Federally Taxable Build America Bonds under Section 54AA(g) of the Code for which the County makes an irrevocable election as set forth herein;

(g) "DTC" means the Depository Trust Company, a limited purpose company organized under the laws of the State of New York, and its successors and assigns;

(h) "DTC Participant(s)" means securities brokers and dealers, banks, trust companies and clearing corporations that have access to the DTC System;

(i) "Federally Taxable Build America Bonds" means for purposes of this resolution, any series of Bonds, the interest on which is includable in gross income of the holders thereof for federal income tax purposes and that, when issued, are "qualified bonds" within the meaning of Section 54AA(g)(2) of the Code qualifying to receive Direct Payment Credits;

(j) "Federally Tax-Exempt Bonds" means any series of Bonds, the interest on which is intended to be excludable from gross income of the holders thereof for federal income tax purposes;

(k) "Financial Advisor" means Stephens, Inc.;

(l) "Governing Body" means the Board of County Commissioners of the County;

(m) "Projects" mean (i) roofing of the County Detention Center; and (ii) constructing, repairing, renovating and equipping of County buildings and facilities for energy conservation measures; and

(n) "Registration Agent" means the registration and paying agent appointed by the County Mayor, or any successor designated by the Governing Body.

Section 3. Authorization and Terms of the Bonds.

(a) For the purpose of providing funds (i) to finance the cost of the Projects and costs incident thereto; (ii) reimburse the appropriate fund of the County for prior expenditures for the foregoing costs, if

applicable; and (iii) pay costs incident to the issuance and sale of the Bonds, there is hereby authorized to be issued bonds of the County in the aggregate principal amount of not to exceed \$3,000,000. The Bonds shall be issued, in fully registered, Book-Entry Form (except as otherwise set forth herein), without coupons, and subject to the adjustments permitted under Section 7, shall be known as "General Obligation Bonds", shall be dated the date of issuance, and shall have such series designation or other dated date as shall be determined by the County Mayor pursuant to Section 7 hereof. The Bonds shall bear interest at a rate or rates not to exceed the maximum rate permitted by applicable Tennessee law, payable (subject to the adjustments permitted under Section 7) semi-annually on May 1 and November 1 in each year, commencing November 1, 2010. The Bonds shall be issued initially in \$5,000 denominations or integral multiples thereof, as shall be requested by the original purchaser thereof. Subject to the adjustments permitted pursuant to Section 7 hereof, the Bonds any emission thereof, shall be issued as either Federally Tax-Exempt Bonds or Federally Taxable Build America Bonds, shall mature serially or be subject to mandatory redemption and shall be payable on May 1 of each year, subject to prior optional redemption as hereinafter provided, either serially or through mandatory redemption, in the years 2011 through 2028, inclusive.

(b) Subject to the adjustments permitted pursuant to Section 7 hereof, Bonds may be subject to redemption prior to maturity at the option of the County on May 1, 2020 and thereafter, as a whole or in part at any time at the redemption price of par plus accrued interest to the redemption date.

Subject to the adjustments permitted pursuant to Section 7 hereof, in addition, Federally Taxable Build America Bonds may be subject to extraordinary optional redemption prior to May 1, 2020, in whole or in part, at the option of the County, at the "Extraordinary Redemption Price", as described below, upon the occurrence of an "Extraordinary Event", as defined below. Subject to the adjustments permitted in Section 7 hereof, the Extraordinary Redemption Price is equal to the greater of (A) the issue price of the Federally Taxable Build America Bonds, as described in the Federal Tax Certificate (but not less than 100%), to be redeemed or (B) the sum of the present values of the remaining scheduled payments of principal and interest on the Federally Taxable Build America Bonds to be redeemed to the first optional redemption date described in subsection (b) above, treating any principal payments due after such optional redemption date as if such principal payments were due on such optional redemption date, as it may be adjusted pursuant to Section 7 hereof, of such Federally Taxable Build America Bonds, not including any portion of those payments of interest accrued and unpaid as of the date on which the Federally Taxable Build America Bonds are to be redeemed, discounted to the date on which the Federally Taxable Build America Bonds are to be redeemed on a semi-annual basis, assuming a 360-day year consisting of twelve 30-day months, at the Treasury Rate (as defined in below) plus one hundred basis points, as may be adjusted pursuant to Section 7 hereof, plus accrued interest on the Federally Taxable Build America Bonds to be redeemed to the Redemption Date.

An "Extraordinary Event" shall have occurred if the County determines that a material adverse change has occurred to Section 54AA or Section 6431 of the Code (as such sections were added by America Recovery and Reinvestment Act, pertaining to Build America Bonds) with respect to Federally Taxable Build America Bonds or there is any guidance published by the Internal Revenue Service or the Department of the Treasury with respect to such sections or any other determination by the Internal Revenue Service of the Department of the Treasury, which determination is not the result of an act or omission by the County to satisfy the requirements to receive the Direct Payment Credits, pursuant to which the Direct Payment Credits are reduced or eliminated.

"Treasury Rate" means, with respect to any redemption date for a particular Federally Taxable Build America Bond, the rate per annum, expressed as a percentage of the principal amount, equal to the semiannual equivalent yield to maturity or interpolated maturity of the Comparable Treasury Issue, assuming that the Comparable Treasury Issue is purchased on the redemption date for a price equal to the Comparable Treasury Price, as calculated by the Designated Investment Banker.

For the purposes of determining the Treasury Rate, the following definitions shall apply:

"Comparable Treasury Issue" means, with respect to any redemption date for a particular Federally Taxable Build America Bond, the United States Treasury security or securities selected by the Designated Investment Banker which has or have an actual or interpolated maturity comparable to the remaining life of the applicable Federally Taxable Build America Bonds to be redeemed, and that would be utilized in accordance with customary financial practice in pricing new issues of debt securities of comparable maturity to the remaining average life of the applicable Federally Taxable Build America Bonds to be redeemed.

“Comparable Treasury Price” means, with respect to any redemption date for a particular Federally Taxable Build America Bond, (1) the average of the Reference Treasury Dealer Quotations for such redemption date, after excluding the highest and lowest Reference Treasury Dealer Quotations, or (2) if the Designated Investment Banker obtains fewer than four such Reference Treasury Dealer Quotations, the average of all such quotations.

“Designated Investment Banker” means one of the Reference Treasury Dealers appointed by the County.

“Reference Treasury Dealer” means three firms, specified by the County from time to time, that are primary U.S. Government securities dealers in City of New York, New York (each a “Primary Treasury Dealer”); provided, however, that if any of them ceases to be a Primary Treasury Dealer, the County shall substitute another Primary Treasury Dealer.

“Reference Treasury Dealer Quotations” means, with respect to each Reference Treasury Dealer and any redemption date for a particular Federally Taxable Build America Bond, the average, as determined by the Designated Investment Banker, of the bid and asked prices for the Comparable Treasury Issue (expressed in each case as a percentage of its principal amount) quoted in writing to the Designated Investment Banker by such Reference Treasury Dealer at 3:30 p.m., New York City time, on the third business day preceding such redemption date.

(c) Except as set forth below, if less than all the Bonds, other than those subject to extraordinary mandatory redemption, shall be called for redemption, the maturities to be redeemed shall be selected by the Governing Body in its discretion. If less than all of the Bonds within a single maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

(A) if the Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the Bonds to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or

(B) if the Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

(i) Federally Taxable Build America Bonds subject to extraordinary optional redemption may be selected on a pro-rata basis. Pro-rata basis is determined in connection with any partial optional redemption of a series of Federally Taxable Build America Bonds by multiplying the principal amount of such maturity to be redeemed on the applicable redemption date by a fraction, the numerator of which is equal to the principal amount of such maturity owned by a registered owner, and the denominator of which is equal to the principal amount of such maturity then outstanding immediately prior to such redemption date, and then rounding the product down to the next lower integral of \$5,000, provided that the portions being redeemed are required to be in multiples of \$5,000, and all the Federally Taxable Build America Bonds of a maturity to remain outstanding following any redemption are required to be in multiples of \$5,000.

(d) Pursuant to Section 7 hereof, the County Mayor is authorized to sell the Bonds, or any maturities hereof, as term bonds (“Term Bonds”) with mandatory redemption requirements corresponding to the maturities as determined by the County Mayor. In the event any or all the Bonds are sold as Term Bonds, the County shall redeem Term Bonds on redemption dates corresponding to the maturity dates set forth herein, in aggregate principal amounts equal to the maturity amounts established pursuant to Section 7 hereof for each redemption date, as such maturity amounts may be adjusted pursuant to Section 7 hereof, at a price of par plus accrued interest thereon to the date of redemption. The Term Bonds to be redeemed within a single maturity shall be selected in the manner described in subsection (b) above.

At its option, to be exercised on or before the forty-fifth (45th) day next preceding any such mandatory redemption date, the County may (i) deliver to the Registration Agent for cancellation Bonds to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its redemption obligation under this mandatory redemption provision for any Bonds of the maturity to be redeemed which prior to said date have been purchased or redeemed (otherwise than through the operation of this mandatory sinking fund redemption provision) and canceled by the Registration Agent and not theretofore applied as a credit against any redemption obligation under this mandatory sinking fund provision. Each Bond so delivered or previously

purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date and any excess shall be credited on future redemption obligations in chronological order, and the principal amount of Bonds to be redeemed by operation of this mandatory sinking fund provision shall be accordingly reduced. The County shall on or before the forty-fifth (45th) day next preceding each payment date furnish the Registration Agent with its certificate indicating whether or not and to what extent the provisions of clauses (i) and (ii) of this subsection are to be availed of with respect to such payment and confirm that funds for the balance of the next succeeding prescribed payment will be paid on or before the next succeeding payment date.

(e) Notice of call for redemption, whether optional or mandatory, shall be given by the Registration Agent on behalf of the County not less than twenty (20) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for redemption of any of the Bonds for which proper notice was given. As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant or Beneficial Owner will not affect the validity of such redemption. The Registration Agent shall mail said notices as and when directed by the County pursuant to written instructions from an authorized representative of the County (other than for a mandatory sinking fund redemption, notices of which shall be given on the dates provided herein) given at least forty-five (45) days prior to the redemption date (unless a shorter notice period shall be satisfactory to the Registration Agent). From and after the redemption date, all Bonds called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth herein.

(f) The Governing Body hereby authorizes and directs the County Mayor to appoint the registration and paying agent, and authorizes and directs the Registration Agent to maintain Bond registration records with respect to the Bonds, to authenticate and deliver the Bonds as provided herein, either at original issuance or upon transfer, to effect transfers of the Bonds, to give all notices of redemption as required herein, to make all payments of principal and interest with respect to the Bonds as provided herein, to cancel and destroy Bonds which have been paid at maturity or upon earlier redemption or submitted for exchange or transfer, to furnish the County at least annually a certificate of destruction with respect to Bonds canceled and destroyed, to receive Direct Payment Credits to be used to make interest payments on Federally Taxable Build America Bonds, and to furnish the County at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds. The County Mayor is hereby authorized to execute and the County Clerk is hereby authorized to attest such written agreement between the County and the Registration Agent as they shall deem necessary and proper with respect to the obligations, duties and rights of the Registration Agent. The payment of all reasonable fees and expenses of the Registration Agent for the discharge of its duties and obligations hereunder or under any such agreement is hereby authorized and directed.

(g) The Bonds shall be payable, both principal and interest, in lawful money of the United States of America at the main office of the Registration Agent. The Registration Agent shall make all interest payments with respect to the Bonds by check or draft on each interest payment date directly to the registered owners as shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the interest payment date (the "Regular Record Date") by depositing said payment in the United States mail, postage prepaid, addressed to such owners at their addresses shown on said Bond registration records, without, except for final payment, the presentation or surrender of such registered Bonds, and all such payments shall discharge the obligations of the County in respect of such Bonds to the extent of the payments so made. Payment of principal of and premium, if any, on the Bonds shall be made upon presentation and surrender of such Bonds to the Registration Agent as the same shall become due and payable. 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. In the event the Bonds are no longer registered in the name of DTC, or a successor Depository, if requested by the Owner of at least \$1,000,000 in aggregate principal amount of the Bonds, payment of interest on such Bonds shall be paid by wire transfer to a bank within the continental United States or deposited to a designated account if such account is maintained with the Registration Agent and written notice of any such election and designated account is given to the Registration Agent prior to the record date.

(h) Any interest on any Bond that is payable but is not punctually paid or duly provided for on any interest payment date (hereinafter "Defaulted Interest") shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such Defaulted Interest shall be paid by the County to the persons in whose names the Bonds are registered at the close of business on a date (the "Special Record Date") for the payment of such Defaulted Interest, which shall be fixed in the following manner: the County shall notify the Registration Agent in writing of the amount of Defaulted Interest proposed to be paid on each Bond and the date of the proposed payment, and at the same time the County shall deposit with the Registration Agent an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Registration Agent for such deposit prior to the date of the proposed payment, such money when deposited to be held in trust for the benefit of the persons entitled to such Defaulted Interest as in this Section provided. Thereupon, not less than ten (10) days after the receipt by the Registration Agent of the notice of the proposed payment, the Registration Agent shall fix a Special Record Date for the payment of such Defaulted Interest which Date shall be not more than fifteen (15) nor less than ten (10) days prior to the date of the proposed payment to the registered owners. The Registration Agent shall promptly notify the County of such Special Record Date and, in the name and at the expense of the County, not less than ten (10) days prior to such Special Record Date, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, first class postage prepaid, to each registered owner at the address thereof as it appears in the Bond registration records maintained by the Registration Agent as of the date of such notice. Nothing contained in this Section or in the Bonds shall impair any statutory or other rights in law or in equity of any registered owner arising as a result of the failure of the County to punctually pay or duly provide for the payment of principal of, premium, if any, and interest on the Bonds when due.

(i) The Bonds are transferable only by presentation to the Registration Agent by the registered owner, or his legal representative duly authorized in writing, of the registered Bond(s) to be transferred with the form of assignment on the reverse side thereof completed in full and signed with the name of the registered owner as it appears upon the face of the Bond(s) accompanied by appropriate documentation necessary to prove the legal capacity of any legal representative of the registered owner. Upon receipt of the Bond(s) in such form and with such documentation, if any, the Registration Agent shall issue a new Bond or the Bond to the assignee(s) in \$5,000 denominations, or integral multiples thereof, as requested by the registered owner requesting transfer. The Registration Agent shall not be required to transfer or exchange any Bond during the period commencing on a Regular or Special Record Date and ending on the corresponding interest payment date of such Bond, nor to transfer or exchange any Bond after the publication of notice calling such Bond for redemption has been made, nor to transfer or exchange any Bond during the period following the receipt of instructions from the County to call such Bond for redemption; provided, the Registration Agent, at its option, may make transfers after any of said dates. No charge shall be made to any registered owner for the privilege of transferring any Bond, provided that any transfer tax relating to such transaction shall be paid by the registered owner requesting transfer. The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and neither the County nor the Registration Agent shall be affected by any notice to the contrary whether or not any payments due on the Bonds shall be overdue. The Bonds, upon surrender to the Registration Agent, may, at the option of the registered owner, be exchanged for an equal aggregate principal amount of the Bonds of the same maturity in any authorized denomination or denominations.

(j) The Bonds shall be executed in such manner as may be prescribed by applicable law, in the name, and on behalf, of the County with the manual or facsimile signature of the County Mayor and with the official seal, or a facsimile thereof, of the County impressed or imprinted thereon and attested by the manual or facsimile signature of the County Clerk or her designee.

(k) Except as otherwise provided in this resolution, the Bonds shall be registered in the name of Cede & Co., as nominee of DTC, which will act as securities depository for the Bonds. References in this Section to a Bond or the Bonds shall be construed to mean the Bond or the Bonds that are held under the Book-Entry System. One Bond for each maturity shall be issued to DTC and immobilized in its custody. A Book-Entry System shall be employed, evidencing ownership of the Bonds in authorized denominations, with transfers of beneficial ownership effected on the records of DTC and the DTC Participants pursuant to rules and procedures established by DTC.

Each DTC Participant shall be credited in the records of DTC with the amount of such DTC Participant's interest in the Bonds. Beneficial ownership interests in the Bonds may be purchased by or through DTC Participants. The holders of these beneficial ownership interests are hereinafter referred to as the "Beneficial Owners." The Beneficial Owners shall not receive the Bonds representing their beneficial ownership interests. The ownership interests of each Beneficial Owner shall be recorded through the records of the DTC Participant from which such Beneficial Owner purchased its Bonds. Transfers of ownership interests in the Bonds shall be

accomplished by book entries made by DTC and, in turn, by DTC Participants acting on behalf of Beneficial Owners. SO LONG AS CEDE & CO., AS NOMINEE FOR DTC, IS THE REGISTERED OWNER OF THE BONDS, THE REGISTRATION AGENT SHALL TREAT CEDE & CO., AS THE ONLY HOLDER OF THE BONDS FOR ALL PURPOSES UNDER THIS RESOLUTION, INCLUDING RECEIPT OF ALL PRINCIPAL OF, PREMIUM, IF ANY, AND INTEREST ON THE BONDS, RECEIPT OF NOTICES, VOTING AND REQUESTING OR DIRECTING THE REGISTRATION AGENT TO TAKE OR NOT TO TAKE, OR CONSENTING TO, CERTAIN ACTIONS UNDER THIS RESOLUTION.

Payments of principal, interest, and redemption premium, if any, with respect to the Bonds, so long as DTC is the only owner of the Bonds, shall be paid by the Registration Agent directly to DTC or its nominee, Cede & Co. as provided in the Letter of Representation relating to the Bonds from the County and the Registration Agent to DTC (the "Letter of Representation"). DTC shall remit such payments to DTC Participants, and such payments thereafter shall be paid by DTC Participants to the Beneficial Owners. The County and the Registration Agent shall not be responsible or liable for payment by DTC or DTC Participants, for sending transaction statements or for maintaining, supervising or reviewing records maintained by DTC or DTC Participants.

In the event that (1) DTC determines not to continue to act as securities depository for the Bonds, or (2) to the extent permitted by DTC's policies, the County determines that the continuation of the Book-Entry System of evidence and transfer of ownership of the Bonds would adversely affect their interests or the interests of the Beneficial Owners of the Bonds, then the County shall discontinue the Book-Entry System with DTC or, upon request of such original purchaser, deliver the Bonds to the original purchaser in the form of fully registered Bonds, as the case may be. If the County fails to identify another qualified securities depository to replace DTC, the County shall cause the Registration Agent to authenticate and deliver replacement Bonds in the form of fully registered Bonds to each Beneficial Owner. If the purchaser(s) certifies that it intends to hold the Bonds for its own account and has no present intent to reoffer the Bonds, then the County may issue the Bonds fully registered certificated Bonds in lieu of using DTC.

THE COUNTY AND THE REGISTRATION AGENT SHALL NOT HAVE ANY RESPONSIBILITY OR OBLIGATIONS TO ANY DTC PARTICIPANT OR ANY BENEFICIAL OWNER WITH RESPECT TO (i) THE BONDS; (ii) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DTC PARTICIPANT; (iii) THE PAYMENT BY DTC OR ANY DTC PARTICIPANT OF ANY AMOUNT DUE TO ANY BENEFICIAL OWNER IN RESPECT OF THE PRINCIPAL OF AND INTEREST ON THE BONDS; (iv) THE DELIVERY OR TIMELINESS OF DELIVERY BY DTC OR ANY DTC PARTICIPANT OF ANY NOTICE DUE TO ANY BENEFICIAL OWNER THAT IS REQUIRED OR PERMITTED UNDER THE TERMS OF THIS RESOLUTION TO BE GIVEN TO BENEFICIAL OWNERS, (v) THE SELECTION OF BENEFICIAL OWNERS TO RECEIVE PAYMENTS IN THE EVENT OF ANY PARTIAL REDEMPTION OF THE BONDS; OR (vi) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC, OR ITS NOMINEE, CEDE & CO., AS OWNER.

(l) The Registration Agent is hereby authorized to take such action as may be necessary from time to time to qualify and maintain the Bonds for deposit with DTC, including but not limited to, wire transfers of interest and principal payments with respect to the Bonds, utilization of electronic book entry data received from DTC in place of actual delivery of Bonds and provision of notices with respect to Bonds registered by DTC (or any of its designees identified to the Registration Agent) by overnight delivery, courier service, telegram, teletype or other similar means of communication. No such arrangements with DTC may adversely affect the interest of any of the owners of the Bonds, provided, however, that the Registration Agent shall not be liable with respect to any such arrangements it may make pursuant to this section.

(m) The Registration Agent is hereby authorized to authenticate and deliver the Bonds to the original purchaser, upon receipt by the County of the proceeds of the sale thereof and to authenticate and deliver Bonds in exchange for Bonds of the same principal amount delivered for transfer upon receipt of the Bond(s) to be transferred in proper form with proper documentation as hereinabove described. The Bonds shall not be valid for any purpose unless authenticated by the Registration Agent by the manual signature of an officer thereof on the certificate set forth herein on the Bond form.

(n) In case any Bond shall become mutilated, or be lost, stolen, or destroyed, the County, in its discretion, shall issue, and the Registration Agent, upon written direction from the County, shall authenticate and deliver, a new Bond of like tenor, amount, maturity and date, in exchange and substitution for, and upon the cancellation of, the mutilated Bond, or in lieu of and in substitution for such lost, stolen or destroyed Bond, or if any such Bond shall have matured or shall be about to mature, instead of issuing a substituted Bond the County may pay or authorize payment of such Bond without surrender thereof. In every case the applicant shall furnish

evidence satisfactory to the County and the Registration Agent of the destruction, theft or loss of such Bond, and indemnity satisfactory to the County and the Registration Agent; and the County may charge the applicant for the issue of such new Bond an amount sufficient to reimburse the County for the expense incurred by it in the issue thereof.

Section 4. Source of Payment. The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County are hereby irrevocably pledged. Any Bonds issued as Federally Taxable Build America Bonds are additionally payable from, but not secured by, Direct Payment Credits received in respect of such series of Federally Taxable Build America Bonds.

Section 5. Form of Bonds. The Bonds shall be in substantially the following form, the omissions to be appropriately completed when the Bonds are prepared and delivered:

(Form of Face of Bond)

REGISTERED
Number _____

REGISTERED
\$ _____

UNITED STATES OF AMERICA
STATE OF TENNESSEE
COUNTY OF ANDERSON
GENERAL OBLIGATION BOND,
SERIES _____

[Federally Taxable Build America Bonds -Direct Payment]

Interest Rate: Maturity Date: Date of Bond: CUSIP No.:

Registered Owner: CEDE & CO.

Principal Amount:

FOR VALUE RECEIVED, Anderson County, Tennessee (the "County") hereby promises to pay to the registered owner hereof, hereinabove named, or registered assigns, in the manner hereinafter provided, the principal amount hereinabove set forth on the maturity date hereinabove set forth (or upon earlier redemption as set forth herein), and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) on said principal amount at the annual rate of interest hereinabove set forth from the date hereof until said maturity date or redemption date, said interest being payable on [November 1, 2010], and semi-annually thereafter on the first day of [May] and [November] in each year until this Bond matures or is redeemed. The principal hereof and interest hereon are payable in lawful money of the United States of America by check or draft at the principal corporate trust office of _____, _____, _____, as registration agent and paying agent (the "Registration Agent"). The Registration Agent shall make all interest payments with respect to this Bond on each interest payment date directly to the registered owner hereof shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the interest payment date (the "Regular Record Date") by check or draft mailed to such owner at such owner's address shown on said Bond registration records, without, except for final payment, the presentation or surrender of this Bond, and all such payments shall discharge the obligations of the County to the extent of the payments so made. Any such interest not so punctually paid or duly provided for on any interest payment date shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such defaulted interest shall be payable to the person in whose name this Bond is registered at the close of business on the date (the "Special Record Date") for payment of such defaulted interest to be fixed by the Registration Agent, notice of which shall be given to the owners of the Bonds of the issue of which this Bond is one not less than ten (10) days prior to such Special Record Date. Payment of principal of [and premium, if any, on] this Bond shall be made when due upon presentation and surrender of this Bond to the Registration Agent.

Except as otherwise provided herein or in the Resolution, as hereinafter defined, this Bond shall be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds of the series of which this Bond is one. One Bond for each maturity of the Bonds shall be issued to DTC and immobilized in its custody. A book-entry

system shall be employed, evidencing ownership of the Bonds in \$5,000 denominations, or multiples thereof, with transfers of beneficial ownership effected on the records of DTC and the DTC Participants, as defined in the Resolution, pursuant to rules and procedures established by DTC. So long as Cede & Co., as nominee for DTC, is the registered owner of the Bonds, the County and the Registration Agent shall treat Cede & Co., as the only owner of the Bonds for all purposes under the Resolution, including receipt of all principal and maturity amounts of, premium, if any, and interest on the Bonds, receipt of notices, voting and requesting or taking or not taking, or consenting to, certain actions hereunder. Payments of principal, maturity amounts, interest, and redemption premium, if any, with respect to the Bonds, so long as DTC is the only owner of the Bonds, shall be paid directly to DTC or its nominee, Cede & Co. DTC shall remit such payments to DTC Participants, and such payments thereafter shall be paid by DTC Participants to the Beneficial Owners, as defined in the Resolution. Neither the County nor the Registration Agent shall be responsible or liable for payment by DTC or DTC Participants, for sending transaction statements or for maintaining, supervising or reviewing records maintained by DTC or DTC Participants. In the event that (1) DTC determines not to continue to act as securities depository for the Bonds or (2) the County determines that the continuation of the book-entry system of evidence and transfer of ownership of the Bonds would adversely affect its interests or the interests of the Beneficial Owners of the Bonds, the County may discontinue the book-entry system with DTC. If the County fails to identify another qualified securities depository to replace DTC, the County shall cause the Registration Agent to authenticate and deliver replacement Bonds in the form of fully registered Bonds to each Beneficial Owner. Neither the County nor the Registration Agent shall have any responsibility or obligations to any DTC Participant or any Beneficial Owner with respect to (i) the Bonds; (ii) the accuracy of any records maintained by DTC or any DTC Participant; (iii) the payment by DTC or any DTC Participant of any amount due to any Beneficial Owner in respect of the principal or maturity amounts of and interest on the Bonds; (iv) the delivery or timeliness of delivery by DTC or any DTC Participant of any notice due to any Beneficial Owner that is required or permitted under the terms of the Resolution to be given to Beneficial Owners, (v) the selection of Beneficial Owners to receive payments in the event of any partial redemption of the Bonds; or (vi) any consent given or other action taken by DTC, or its nominee, Cede & Co., as owner.

[Bonds shall be subject to redemption prior to maturity at the option of the County on May 1, 2020 and thereafter, as a whole or in part at any time at the redemption price of par plus accrued interest to the redemption date.]

If less than all the Bonds shall be called for redemption, other than Bonds subject to extraordinary optional redemption, the maturities to be redeemed shall be designated by the Board of County Commissioners of the County, in its discretion. If less than all the principal amount of the Bonds of a maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

(i) if the Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the amount of the interest of each DTC Participant in the Bonds to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or

(ii) if the Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

[Federally Taxable Build America Bonds only:]

The Bonds shall be subject to extraordinary optional redemption, in whole or in part, at the option of the County, at the "Extraordinary Redemption Price", as described below, upon the occurrence of an "Extraordinary Event", as defined below. The Extraordinary Redemption Price is equal to the greater of (A) the issue price of the Bonds, as described in the Federal Tax Certificate (but not less than 100%), to be redeemed or (B) the sum of the present values of the remaining scheduled payments of principal and interest on the Bonds to be redeemed to the first optional redemption date described above, treating any principal payments due after such optional redemption date as if such principal payments were due on such optional redemption date of such Bonds, not including any portion of those payments of interest accrued and unpaid as of the date on which the Bonds are to be redeemed, discounted to the date on which the Bonds are to be redeemed on a semi-annual basis, assuming a 360-day year consisting of twelve 30-day months, at the Treasury Rate (as defined in below) plus one hundred basis points, plus accrued interest on the Bonds to be redeemed to the Redemption Date.

An "Extraordinary Event" shall have occurred if the County determines that a material adverse change has occurred to Section 54AA or Section 6431 of the Code (as such sections were added by America Recovery and Reinvestment Act, pertaining to Build America Bonds) with respect to the Bonds or there is any guidance published by the Internal Revenue Service or the Department of the Treasury with respect to such sections or any other determination by the Internal Revenue Service of the Department of the Treasury, which determination is not the result of an act or omission by the County to satisfy the requirements to receive the Direct Payment Credits, pursuant to which the Direct Payment Credits are reduced or eliminated.

"Treasury Rate" means, with respect to any redemption date for a particular Bond, the rate per annum, expressed as a percentage of the principal amount, equal to the semiannual equivalent yield to maturity or interpolated maturity of the Comparable Treasury Issue, assuming that the Comparable Treasury Issue is purchased on the redemption date for a price equal to the Comparable Treasury Price, as calculated by the Designated Investment Banker.

For the purposes of determining the Treasury Rate, the following definitions shall apply:

"Comparable Treasury Issue" means, with respect to any redemption date for a particular Bond, the United States Treasury security or securities selected by the Designated Investment Banker which has or have an actual or interpolated maturity comparable to the remaining life of the applicable Bonds to be redeemed, and that would be utilized in accordance with customary financial practice in pricing new issues of debt securities of comparable maturity to the remaining average life of the applicable Bonds to be redeemed.

"Comparable Treasury Price" means, with respect to any redemption date for a particular Bond, (1) the average of the Reference Treasury Dealer Quotations for such redemption date, after excluding the highest and lowest Reference Treasury Dealer Quotations, or (2) if the Designated Investment Banker obtains fewer than four such Reference Treasury Dealer Quotations, the average of all such quotations.

"Designated Investment Banker" means one of the Reference Treasury Dealers appointed by the County.

"Reference Treasury Dealer" means three firms, specified by the County from time to time, that are primary U.S. Government securities dealers in City of New York, New York (each a "Primary Treasury Dealer"); provided, however, that if any of them ceases to be a Primary Treasury Dealer, the County shall substitute another Primary Treasury Dealer.

"Reference Treasury Dealer Quotations" means, with respect to each Reference Treasury Dealer and any redemption date for a particular Bond, the average, as determined by the Designated Investment Banker, of the bid and asked prices for the Comparable Treasury Issue (expressed in each case as a percentage of its principal amount) quoted in writing to the Designated Investment Banker by such Reference Treasury Dealer at 3:30 p.m., New York City time, on the third business day preceding such redemption date.

Bonds subject to extraordinary optional redemption shall be selected on a pro-rata basis. Pro-rata basis is determined in connection with any partial optional redemption of a series of Bonds by multiplying the principal amount of such maturity to be redeemed on the applicable redemption date by a fraction, the numerator of which is equal to the principal amount of such maturity owned by a registered owner, and the denominator of which is equal to the principal amount of such maturity then outstanding immediately prior to such redemption date, and then rounding the product down to the next lower integral of \$5,000, provided that the portions being redeemed are required to be in multiples of \$5,000, and all the Bonds of a maturity to remain outstanding following any redemption are required to be in multiples of \$5,000.]

[Subject to the credit hereinafter provided, the County shall redeem Bonds maturing on the redemption dates set forth below opposite the maturity dates, in aggregate principal amounts equal to the respective dollar amounts set forth below opposite the respective redemption dates at a price of par plus accrued interest thereon to the date of redemption. DTC, as securities depository for the series of Bonds of which this Bond is one, or such Person as shall then be serving as the securities depository for the Bonds, shall determine the interest of each Participant in the Bonds to be redeemed using its procedures generally in use at that time. If DTC, or another securities depository is no longer serving as securities depository for the Bonds, the Bonds to be redeemed within a maturity shall be elected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall select. The dates of redemption and principal amount of Bonds to be redeemed on said dates are as follows:

Final
Maturity

Redemption
Date

Principal
Amount
of Bonds
Redeemed

*Final Maturity

At its option, to be exercised on or before the forty-fifth (45th) day next preceding any such redemption date, the County may (i) deliver to the Registration Agent for cancellation Bonds to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its redemption obligation under this mandatory redemption provision for any Bonds of the maturity to be redeemed which prior to said date have been purchased or redeemed (otherwise than through the operation of this mandatory sinking fund redemption provision) and canceled by the Registration Agent and not theretofore applied as a credit against any redemption obligation under this mandatory sinking fund provision. Each Bond so delivered or previously purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date and any excess shall be credited on future redemption obligations in chronological order, and the principal amount of Bonds to be redeemed by operation of this mandatory sinking fund provision shall be accordingly reduced. The County shall on or before the forty-fifth (45th) day next preceding each payment date furnish the Registration Agent with its certificate indicating whether or not and to what extent the provisions of clauses (i) and (ii) of this subsection are to be availed of with respect to such payment and confirm that funds for the balance of the next succeeding prescribed payment will be paid on or before the next succeeding payment date.]

Notice of call for redemption[, whether optional or mandatory,] shall be given by the Registration Agent not less than twenty (20) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for the redemption of any of the Bonds for which proper notice was given. As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant will not affect the validity of such redemption. From and after any redemption date, all Bonds called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth in the Resolution, as hereafter defined.

This Bond is transferable by the registered owner hereof in person or by such owner's attorney duly authorized in writing at the principal corporate trust office of the Registration Agent set forth on the front side hereof, but only in the manner, subject to limitations and upon payment of the charges provided in the Resolution, as hereafter defined, and upon surrender and cancellation of this Bond. Upon such transfer a new Bond or Bonds of authorized denominations of the same maturity and interest rate for the same aggregate principal amount will be issued to the transferee in exchange therefore. The person in whose name this Bond is registered shall be deemed and regarded as the absolute owner thereof for all purposes and neither the County nor the Registration Agent shall be affected by any notice to the contrary whether or not any payments due on the Bond shall be overdue. Bonds, upon surrender to the Registration Agent, may, at the option of the registered owner thereof, be exchanged for an equal aggregate principal amount of the Bonds of the same maturity in authorized denomination or denominations, upon the terms set forth in the Resolution. The Registration Agent shall not be required to transfer or exchange any Bond during the period commencing on a Regular Record Date or Special Record Date and ending on the corresponding interest payment date of such Bond, nor to transfer or exchange any Bond after the notice calling such Bond for redemption has been made, nor during a period following the receipt of instructions from the County to call such Bond for redemption.

This Bond is one of a total authorized issue aggregating \$_____ and issued by the County for the purpose of providing funds for (i) roofing of the County Detention Center; (ii) constructing, repairing, renovating and equipping of County buildings and facilities for energy conservation measures; (iii)

reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (iv) payment of costs incident to the issuance and sale of Bonds of which this Bond is one, pursuant to Sections 9-21-101 et seq., Tennessee Code Annotated, as amended, and pursuant to a resolution duly adopted by the Board of County Commissioners of the County on the 19th day of April, 2010 (the "Resolution").

This Bond is payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County are irrevocably pledged. [The Bonds are additionally payable from, but not secured by, refundable credits received by the County with respect to the Bonds from the United States Treasury pursuant to Section 54AA and Section 6431 of the Internal Revenue Code of 1986, as amended.] For a more complete statement of the general covenants and provisions pursuant to which this Bond is issued, reference is hereby made to the Resolution.

This Bond and the income there from are exempt from all present state, county and municipal taxes in Tennessee except (a) inheritance, transfer and estate taxes, [(b) Tennessee excise taxes on interest on the Bond during the period the Bond is held or beneficially owned by any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee,] and (c) Tennessee franchise taxes by reason of the inclusion of the book value of the Bond in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in 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 Bond exist, have happened and have been performed in due time, form and manner as required by law, and that the amount of this Bond, together with all other indebtedness of the County, does not exceed any limitation prescribed by the constitution and statutes of the State of Tennessee.

IN WITNESS WHEREOF, the County has caused this Bond to be signed by its County Mayor with his manual or facsimile signature and attested by its County Clerk with his manual or [facsimile] signature under an [impression or] [facsimile] of the corporate seal of the County, all as of the date hereinabove set forth.



(SEAL)

ANDERSON COUNTY

BY:

Rex Lynch
Rex Lynch, Anderson County Mayor

Mark Alderson
Mark Alderson, Chair, AC Comm.

ATTESTED:

Jeff Cole
Jeff Cole, Anderson County Clerk

Transferable and payable at the principal corporate trust office of:

Date of Registration: _____

This Bond is one of the issue of Bonds issued pursuant to the Resolution hereinabove described.

Registration Agent

By: _____
Authorized Officer

(FORM OF ASSIGNMENT)

FOR VALUE RECEIVED, the undersigned sells, assigns, and transfers unto _____, whose address is _____ (Please insert Federal Identification or Social Security Number of Assignee _____), the within Bond of Anderson County, Tennessee, and does hereby irrevocably constitute and appoint _____, attorney, to transfer the said Bond on the records kept for registration thereof with full power of substitution in the premises.

Dated: _____

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears on the face of the within Bond in every particular, without alteration or enlargement or any change whatsoever.

Signature guaranteed:

NOTICE: Signature(s) must be guaranteed by a member firm of a Medallion Program acceptable to the Registration Agent.

Section 6. Levy of Tax. The County, through its Governing Body, shall annually levy and collect a tax upon all taxable property within the County, in addition to all other taxes authorized by law, sufficient to pay principal of, premium, if any, and interest on the Bonds when due, and for that purpose there is hereby levied a direct annual tax in such amount as may be found necessary each year to pay principal and interest coming due on the Bonds in said year. Principal and interest falling due at any time when there are insufficient funds from this tax levy on hand shall be paid from the current funds of the County and reimbursement therefore shall be made out of the taxes hereby provided to be levied when the same shall have been collected. The tax herein provided may be reduced to the extent of Direct Payment Credits and to the extent any other funds, taxes and revenues of the County are provided for the payment of debt service on the Bonds.

Section 7. Sale of Bonds.

(a) The Bonds shall be offered for public sale, as required by law, in one or more series, at a price of not less than ninety-eight percent (98%) of par plus accrued interest, as a whole or in part from time to time as shall be determined by the County Mayor, in consultation with the Financial Advisor, provided that no series of Federally Taxable Build America Bonds may be sold at a premium in excess of that permitted by Section 54AA(d)(2)(C) of the Code. The Bonds, or any series of Bonds, shall be sold at public sale by physical delivery of bids or by electronic bidding means of an Internet bidding service as shall be determined by the County Mayor, in consultation with the Financial Advisor.

(b) If the Bonds are sold in more than one series, the County Mayor is authorized to cause to be sold in each series an aggregate principal amount of Bonds less than that shown in Section 3 hereof for each series, and to make corresponding adjustments to the maturity schedule of each series designated in Section 3 hereof, so long as the total aggregate principal amount of all series issued does not exceed the total aggregate of Bonds authorized to be issued herein.

(c) The County Mayor is further authorized with respect to each series of Bonds to:

(1) make an irrevocable election in accordance with subsection (d) below directing that any series of Bonds be issued as Federally Taxable Build America Bonds pursuant to Section 54AA(d)(1)(C) and Section 54AA(g)(2) of the Code or directing that any series of Bonds be issued as Federally Tax-Exempt Bonds;

(2) change the dated date to a date other than the date of issuance;

(3) specify the series designation;

(4) change the first interest payment date to a date other than November 1, 2010, provided that such date is not later than twelve months from the dated date of such series of Bonds;

(5) adjust the principal and interest payment dates and determine maturity or mandatory redemption amounts of the Bonds or any series thereof, provided that (A) the total principal amount of all series of the Bonds does not exceed the total amount of Bonds authorized herein, and (B) the final maturity date of each series shall be not later than the end of the nineteenth fiscal year following the fiscal year of its series;

(6) adjust or remove the optional redemption provisions, provided that the premium amount to be paid (other than with respect to the extraordinary optional redemption which shall not exceed the amount set forth herein) does not exceed two percent (2%) of the principal amount thereof;

(7) sell the Bonds, or any series thereof, or any maturities thereof as Term Bonds with mandatory redemption requirements as determined by the County Mayor, as he shall deem most advantageous to the County; and

(8) cause all or a portion of the Bonds to be insured by a bond insurance policy issued by a nationally recognized bond insurance company to achieve the purposes set forth herein and to serve the best interests of the County and to enter into agreements with such insurance company to the extent not inconsistent with this Resolution.

(d) The Bonds or any emission thereof, shall be offered for sale as either Federally Tax-Exempt Bonds or as Federally Taxable Build America Bonds as determined by the County Mayor, in consultation with the Financial Advisor, by taking into account which type of Bond will result in the lowest true interest cost to the County with respect to such series of Bonds taking into consideration the Direct Payment Credit projected to be received if such series of Bonds is issued as Federally Taxable Build America Bonds and such other factors affecting the cost of the County, including redemption provisions relating to each such series. If issued as Federally Taxable Build America Bonds, the County Mayor is directed to make the irrevocable elections required under Section 54AA(d)(1)(C) and Section 54AA(g)(2) to qualify such series of Bonds for Direct Payment Credits on each interest payment date. The County Mayor, or the County Trustee or Director of Accounts and Budgets, as shall be designated by the County Mayor, is further authorized to submit Form 8038-CP prior to each interest payment date for the purpose of receiving the Direct Payment Credit with respect to each interest payment date, or take such other actions required for receipt of the Direct Payment Credit required by the Internal Revenue Service of the United States Treasury. The County Mayor shall further designate and direct the deposit of the Direct Payment Credit with either the Registration Agent for the payment of the interest on the Federally Taxable Build America Bonds or with the County Trustee for deposit to the County's Debt Service Fund. All decisions by the County Mayor made pursuant to this subsection shall be binding on the County, and no further action of the Governing Body with respect thereto shall be required.

(e) The County Mayor is authorized to sell the Bonds, or any emission thereof, simultaneously with any other bonds or notes authorized by resolution or resolutions of the Governing Body. The County Mayor is further authorized to sell the Bonds, or any emission thereof, as a single issue of bonds with any other bonds with substantially similar terms authorized by resolution or resolutions of the Governing Body, in one or more series as he shall deem to be advantageous to the County and in doing so, the County Mayor is authorized to change the designation of the Bonds to a designation other than "General Obligation Bonds"; provided, however, that the total aggregate principal amount of combined bonds to be sold does not exceed the total aggregate principal amount of Bonds authorized by this resolution or bonds authorized by any other resolution or resolutions adopted by the Governing Body.

(f) The County Mayor is authorized to award the Bonds, or any series thereof, in each case to the bidder whose bid results in the lowest true interest cost to the County, provided the rate or rates on the Bonds does not exceed the maximum rate permitted by applicable Tennessee law. The award of any series of Bonds by the County Mayor to the lowest bidder shall be binding on the County, and no further action of the Governing Body with respect thereto shall be required. The form of the Bond set forth in Section 5 hereof, shall be conformed to reflect any changes made pursuant to this Section 7 hereof.

(g) The County Mayor and County Clerk, or either of them, are authorized to cause the Bonds, in book-entry form (except as otherwise permitted herein), to be authenticated and delivered by the Registration Agent to the successful bidder and to execute, publish, and deliver all certificates and documents, including an official statement and closing certificates, as they shall deem necessary in connection with the sale and delivery of the Bonds. The County Mayor and County Clerk are hereby authorized to enter into a contract with the Financial Advisor, for financial advisory services in connection with the sale of the Bonds.

Section 8. Disposition of Bond Proceeds. The proceeds of the sale of the Bonds shall be disbursed as follows:

(a) all accrued interest, if any, shall be deposited to the appropriate fund of the County to be used to pay interest on the Bonds on the first interest payment date following delivery of the Bonds;

(b) the remainder of the proceeds of the sale of the Bonds shall be deposited with a financial institution regulated by the Federal Deposit Insurance Corporation or similar federal agency in a special fund known as the 2010 Construction Fund, or such other series designation as shall be determined by the County Mayor, (the "Construction Fund") to be kept separate and apart from all other funds of the County. The County shall disburse funds in the Construction Fund to pay costs of issuance of the Bonds, including necessary legal, accounting and fiscal expenses, printing, engraving, advertising and similar expenses, administrative and clerical costs, Registration Agent fees, bond insurance premiums, if any, and other necessary miscellaneous expenses incurred in connection with the issuance and sale of the Bonds. The remaining funds in the Construction Fund shall be disbursed solely to pay the costs of the Projects. Money in the Construction Fund shall be secured in the manner prescribed by applicable statutes relative to the securing of public or trust funds, if any, or, in the absence of such a statute, by a pledge of readily marketable securities having at all times a market value of not less than the amount in said Construction Fund. Money in the Construction Fund shall be expended only for the purposes authorized by this resolution. Moneys in the Construction Fund shall be invested at the direction of the County Trustee in such investments as shall be permitted by applicable law. Earnings from such investments shall be deposited in the Construction Fund and shall be spent solely on the Projects.

Section 9. Official Statement. The County Mayor and the County Clerk, or either of them, working with the Financial Advisor are hereby authorized and directed to provide for the preparation and distribution, which may include electronic distribution, of a Preliminary Official Statement describing the Bonds. After bids have been received and the Bonds have been awarded, the County Mayor and the County Clerk, or either of them, shall make such completions, omissions, insertions and changes in the Preliminary Official Statement not inconsistent with this resolution as are necessary or desirable to complete it as a final Official Statement for purposes of Rule 15c2-12(e)(3) of the Securities and Exchange Commission. The County Mayor and the County Clerk, or either of them, shall arrange for the delivery to the successful bidder on the Bonds of a reasonable number of copies of the Official Statement within seven business days after the Bonds have been awarded for delivery, by the successful bidder on the Bonds, to each potential investor requesting a copy of the Official Statement and to each person to whom such bidder and members of his bidding group initially sell the Bonds.

The County Mayor and the County Clerk, or either of them, are authorized, on behalf of the County, to deem the Preliminary Official Statement and the Official Statement in final form, each to be final as of its date within the meaning of Rule 15c2-12(b)(1), except for the omission in the Preliminary Official Statement of certain pricing and other information allowed to be omitted pursuant to such Rule 15c2-12(b)(1). The distribution of the Preliminary Official Statement and the Official Statement in final form shall be conclusive evidence that each has been deemed in final form as of its date by the County except for the omission in the Preliminary Official Statement of such pricing and other information.

Notwithstanding the foregoing, no Official Statement is required to be prepared if the Bonds are purchased by a purchaser that certifies that such purchaser intends to hold the Bonds for its own account and has no present intention to reoffer the Bonds.

Section 10. Tax Matters. The County recognizes that the purchasers and owners of any Federally Tax-Exempt Bonds will have accepted them on, and paid therefore a price that reflects, the understanding that interest thereon is excludable from gross income for purposes of federal income taxation under laws in force on the date of delivery of the Federally Tax-Exempt Bonds. In this connection, the County agrees that it shall take no action which may cause the interest on any Federally Tax-Exempt Bonds to be included in gross income for federal income taxation. It is the reasonable expectation of the Governing Body of the County that the proceeds of the Bonds will not be used in a manner which will cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code, and to this end the said proceeds of the Bonds and other related funds established for the purposes herein set out shall be used and spent expeditiously for the purposes described herein. The Governing Body further covenants and represents that in the event it shall be required by Section 148(f) of the Code to pay any investment proceeds of the Bonds to the United States government, it will make such payments as and when required by said Section 148(f) and will take such other actions as shall be

necessary or permitted to prevent the interest on the Federally Tax-Exempt Bonds from becoming taxable. The County Mayor and County Clerk, or either of them, are authorized and directed to make such certifications in this regard in connection with the sale of the Bonds as either Federally Tax-Exempt Bonds or as Federally Taxable Build America Bonds as either or both shall deem appropriate, and such certifications shall constitute a representation and certification of the County.

Section 11. Discharge and Satisfaction of Bonds. If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in any one or more of the following ways, to wit:

(a) By paying or causing to be paid, by deposit of sufficient funds as and when required with the Registration Agent, the principal of and interest on such Bonds as and when the same become due and payable;

(b) By depositing or causing to be deposited with any trust company or financial institution whose deposits are insured by the Federal Deposit Insurance Corporation or similar federal agency and which has trust powers ("an Agent"; which Agent may be the Registration Agent) in trust or escrow, on or before the date of maturity or redemption, sufficient money or Defeasance Obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Bonds and to pay interest thereon when due until the maturity or redemption date (provided, if such Bonds are to be redeemed prior to maturity thereof, proper notice of such redemption shall have been given or adequate provision shall have been made for the giving of such notice);

(c) By delivering such Bonds to the Registration Agent, for cancellation by it;

and if the County shall also pay or cause to be paid all other sums payable hereunder by the County with respect to such Bonds, or make adequate provision therefore, and by resolution of the Governing Body instruct any such Escrow Agent to pay amounts when and as required to the Registration Agent for the payment of principal of and interest on such Bonds when due, then and in that case the indebtedness evidenced by such Bonds shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Bonds shall be fully discharged and satisfied and shall thereupon cease, terminate and become void.

If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in the manner provided in either clause (a) or clause (b) above, then the registered owners thereof shall thereafter be entitled only to payment out of the money or Defeasance Obligations deposited as aforesaid.

Except as otherwise provided in this Section, neither Defeasance Obligations nor moneys deposited with the Registration Agent pursuant to this Section nor principal or interest payments on any such Defeasance Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal and interest on said Bonds; provided that any cash received from such principal or interest payments on such Defeasance Obligations deposited with the Registration Agent, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the County as received by the Registration Agent and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Defeasance Obligations maturing at times and in amounts sufficient to pay when due the principal and interest to become due on said Bonds on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestments shall be paid over to the County, as received by the Registration Agent. For the purposes of this Section, Defeasance Obligations shall mean direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America, or any agency thereof, obligations of any agency or instrumentality of the United States or any other obligations at the time of the purchase thereof are permitted investments under Tennessee law for the purposes described in this Section, which bonds or other obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

Section 12. Continuing Disclosure. The County hereby covenants and agrees that it will provide annual financial information and material event notices if and as required by Rule 15c2-12 of the Securities Exchange Commission for the Bonds. The County Mayor is authorized to execute at the Closing of the sale of the Bonds, an agreement for the benefit of and enforceable by the owners of the Bonds specifying the details of the financial information and material event notices to be provided and its obligations relating thereto. Failure of the County to comply with the undertaking herein described and to be detailed in said closing agreement, shall not be a default hereunder, but any such failure shall entitle the owner or owners of any of the Bonds to take such actions and to initiate such proceedings as shall be necessary and appropriate to cause the County to comply with their undertaking as set forth herein and in said agreement, including the remedies of mandamus and specific performance.

Section 13. Reimbursement.

It is reasonably expected that the County will reimburse itself for certain expenditures made by it in connection with the Projects by issuing the Bonds. This resolution shall be placed in the minutes of the Governing Body and shall be made available for inspection by the general public at the office of the Governing Body. This resolution constitutes a declaration of official intent under Treas. Reg. §1.150-2.

Section 14. Reasonably Expected Economic Life. The "reasonably expected economic life" of the Projects within the meaning of Sections 9-21-101 et seq., Tennessee Code Annotated, is greater than 19 years.

Section 15. Qualified Tax-Exempt Obligations. The Governing Body hereby designates any Bonds issued as Federally Tax-Exempt Bonds, or any series thereof, as "qualified tax-exempt obligations", to the extent the Bonds, or any series thereof, may be so designated, within the meaning of and pursuant to Section 265 of the Internal Revenue Code of 1986, as amended.

Section 16. Officers Not Available. In the event that the County Mayor or the County Clerk is not available to take any action or sign any document or certificate authorized by this resolution, such action or the signing of any such document or certificate may be done by the Chairman of the Board of County Commissioners if the County Mayor is not available or by the Deputy County Clerk if the County Clerk is not available; provided, however, that the provisions of this Section 15 shall not apply to the provisions of Section 7 hereof other than Section 7(g).

Section 17. Resolution a Contract. The provisions of this resolution shall constitute a contract between the County and the registered owners of the Bonds, and after the issuance of the Bonds, no change, variation or alteration of any kind in the provisions of this resolution shall be made in any manner until such time as the Bonds and interest due thereon shall have been paid in full.

Section 18. Separability. If any section, paragraph or provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this resolution.

Section 19. Repeal of Conflicting Resolutions and Effective Date. All other resolutions and orders, or parts thereof in conflict with the provisions of this resolution, are, to the extent of such conflict, hereby repealed and this resolution shall be in immediate effect from and after its adoption.

Adopted and approved this 19th day of April, 2010.

Mark Alderson

Mark Alderson, Chairman of the Board of County Commissioners

Rex Lynch

Rex Lynch, Anderson County Mayor

APPROVED AS TO FORM:

N. Jay Yeager

N. Jay Yeager, Anderson County Law Director



Attest:

Jeff Cole

Jeff Cole, Anderson County Clerk

Adjourn

Mark Alderson

Mark Alderson, Chairman
County Commission

Jeff Cole
County Clerk