

**ANDERSON COUNTY
REGULAR SESSION
COMMISSION MINUTES
AUGUST 15, 2016**

<u>Increase Expenditure Code:</u>		
101-54110-718	Vehicles	\$350,000.00
<u>Decrease Reserve Code:</u>		
101-34625	Committed-Public Safety	\$350,000.00
(amendment will be from 101-34625 and a JE will replenish the reserve for 39000)		
<u>Decrease Reserve Code:</u>		
101-34525-3000	Restricted-Sale of Weapons	\$23,573.00
(amendment will be from 101-34525-3000 and a JE will replenish the reserve for 39000)		
<u>Increase Expenditure Code:</u>		
101-54110-716-3000	Law Enforcement Equipment	\$23,573.00
<u>Increase Expenditure Code:</u>		
101-54410-599	Other Charges	\$13,612.87
<u>Decrease Reserve Code:</u>		
101-34525-9000	Restricted-GHSO Grant	\$13,612.87
(amendment will be from 101-34525-9000 and a JE will replenish the reserve for 39000)		
<u>Decrease Reserve Code:</u>		
101-34685-1000	Reserve-Industrial Land Purchase	\$300,000.00
(amendment will be from 101-35685-1000 and a JE will replenish the reserve for 39000)		
<u>Increase Expenditure Code:</u>		
101-58120-316	Industrial Develop.-Contribution	\$300,000.00
<u>Increase Revenue Code:</u>		
101-47180-CDBG CDBG	Waterline Projects	\$525,000.00
<u>Decrease Reserve Code:</u>		
101-34630-CDBC	Committed-Public Health	46,566.27
(amendment will be from 101-34630-CDBG and a JE will replenish the reserve for 39000)		
<u>Increase Expenditure Codes:</u>		
101-91170-321-CDBG	Engineering Service	\$16,551.15
101-91170-310-CDBG	Contracts w/Other Public Agencies	26,500.00
101-91170-309-CDBG	Contracts w/Other Gov Agencies	5,550.00
101-91170-399-CDBG	Other Contracted Services	49,136.12
101-91170-791-CDBG	Other Construction	473,829.00
	Total Expenditures Increased	\$571,566.27

13. Commissioner McKamey made a motion to approve to appropriate the \$80,000.00 of bond funds that were set aside for the Glen Alpine Convenience Center relocation project to startup cost for the refurbishing of the Glen Alpine Convenience Center project. Seconded by Commissioner Warfield. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Bates, Isbel, McKamey, White, Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Motion passed.

<u>Increase Expenditure Codes</u>		
116-55732-799	Convenience Centers-other capital outlay	\$53,000.00
116-55732-321	Convenience Centers-engineering services	\$ 27,000.00
	Total	\$ 80,000.00

Decrease Expenditure Codes

116-34585	Restricted for Capital Projects	\$80,000.00
	Total	\$80,000.00

Finance Committee

14. Commissioner Iwanski made a motion for the Finance Director Natalie Erb to proceed and oversee to implement a short term plan for the breach of County computers which includes implementing measures to secure the system, reformat/replace equipment and software and to hire independent IT technical support and expertise. Seconded by Commissioner Mead. Motion carried by voice vote.

15. Commissioner Fritts made a motion to approve to appropriate up to \$100,000.00 to address the need of the computer breach for the Accounting Department Budget for IT expertise and software/hardware subscriptions to come from the unassigned fund balance. Seconded by Commissioner Warfield. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Bates, Isbel, McKamey, White, Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Motion passed.

16. Commissioner Fritts made a motion to approve the following appropriation for the breach of the county computers. Seconded by Commissioner Wandell. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Bates, Isbel, McKamey, White Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Motion passed.

Increase Expenditure Code

101-52100-399	Accounting&Buds-other contracted services	\$50,000.00
101-52100-709	Accounting&Budgets- data processing equip	\$50,000.00
	Total	\$100,000.00

Decrease Expenditure Code

101-39000	Unassigned fund balance	\$100,000.00
	Total	\$100,000.00

Operations Committee

17. Commissioner Isbel made a motion to approve a resolution authorizing Anderson County to provide matching funds for an extension of grant contract to extend waterlines to the Tennessee Hollow and Upper Vowell Mountain areas of the Briceville community.(Exhibit E) Seconded by Commissioner McKamey. Motion carried by voice vote.

18. Commissioner Isbel made a motion to approve a resolution requesting the Tennessee Valley Authority to construct a natural gas combined cycle power plant on the Bull Run property in an effort to decrease coal ash storage facilities and reduce the environmental footprint of the Bull Run Steam Plant.(Exhibit F) Seconded by Commissioner Wandell. Motion carried by voice vote.

19. Commissioner Isbel made a motion to secure access to Purchasing and Finance Department offices. Seconded by Commissioner Scott. Motion carried by voice vote.

Human Recourse Advisory Committee

No action at this time.

Director of Schools

20. Commissioner Isbel made a motion to send to Operations Committee next month the need for more affordable housing in Anderson County. Seconded by Commissioner Warfield. Motion carried by voice vote.

Old Business

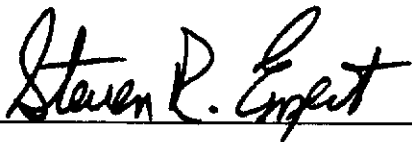
No action at this time.

New Business

21. Commissioner Warfield made a motion to include in minutes copy of letter from State of Tennessee Comptroller of the Treasury office of State and Local Finance concerning issuance of tax and revenue anticipation notes for fiscal year 2017 in the amount of \$438,012.00 for the Education Capital Projects Fund as an interfund loan from the County's General Fund.(Exhibit G) Seconded by Commissioner Alderson. Motion carried by voice vote.

22. Commissioner McKamey made a motion that the new Commissioners Yager and Vowell take their predecessors places on the Committees that they served on. Seconded by Commissioner Isbel. Motion carried by voice vote.

Meeting adjourned



Steven R Emert, Chairman

County Commission



Jeff Cole

County Clerk

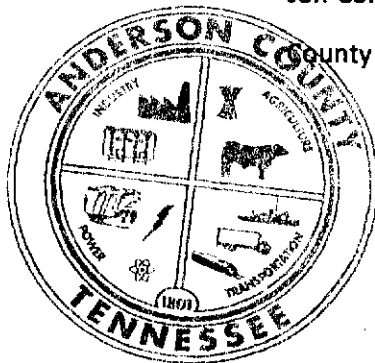


EXHIBIT PAGE

AUGUST 15, 2016

EXHIBIT A: RESOLUTION HONORING COMMISSIONER ANGELEQUE MCNUTT

EXHIBIT B: RESOLUTION HONORING COMMISSIONER ZACH BATES

EXHIBIT C: PROCLAMATION FOR SUICIDE WEEK

EXHIBIT D: A JOINT RESOLUTION TO APPROVE UNIFORM TAX INCREMENT FINANCING POLICIES AND PROCEDURES BETWEEN THE ANDERSON COUNTY BOARD OF COMMISSIONERS AND THE INDUSTRIAL DEVELOPMENT BOARD FOR PROJECTS LOCATED IN ANDERSON COUNTY AND IF APPLICABLE THE CITY OF CLINTON

EXHIBIT E: RESOLUTION AUTHORIZING ANDERSON COUNTY TO PROVIDE MATCHING FUNDS FOR AN EXTENSION OF GRANT CONTRACT TO EXTEND WATERLINES TO THE TENNESSEE HOLLOW AND UPPER VOWELL MOUNTAIN AREAS OF THE BRICEVILLE COMMUNITY

EXHIBIT F: RESOLUTION REQUESTING THE TENNESSEE VALLEY AUTHORITY TO CONSTRUCT A NATURAL GAS COMBINED CYCLE POWER PALNT ON THE BULL RUN PROPERTY IN AN EFFORT TO DECREASE COAL ASH STORAGE FACILITIES AND REDUCE THE ENVIROMENTAL FOOTPRINT OF THE BULL RUN STEAM PLANT

EXHIBIT G: LETTER FROM STATE OF TENNESSEE COMPTROLLER OF THE TREASURY OFFICE OF STATE AND LOCAL FINANCE

*ALL ORIGINAL CERTIFIED COPIES OF DOCUMENTS ARE FILED IN THE COUNTY CLERK'S CLINTON LOCATION LOCATED IN COURTHOUSE ROOM 111.

Anderson County, Tennessee Board of Commissioners

EXHIBIT

A

RESOLUTION NO. 16-08-597

RESOLUTION HONORING COMMISSIONER ANGELEQUE MCNUTT

WHEREAS, Commissioner McNutt has become one of our most admired and beloved commissioners during her tenure on the Anderson County Board of Commissioners, and has constantly demonstrated her ability to work well with all commissioners solving the county's most complex issues; and

WHEREAS, her dedication to all citizens of Anderson County has further been demonstrated by her community involvement with various school and youth programs, such as teaching at Girls Inc. of Oak Ridge and passing the Commission's critical legislative initiative for "One to One (1:1)" technology for all public school students in Anderson County; and

WHEREAS, in her role as a vital member of the Anderson County Human Resources Advisory Committee she consistently advocated for increased employee benefits, including the new employee in-house health clinic, new employee insurance plans, as well as being the driving force for the County's new Drug Free Workplace policy; and

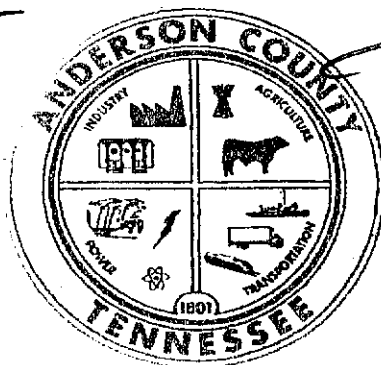
WHEREAS, she also served with distinction on the County's Operation Committee fighting hard for the citizens to retain the General Sessions Court inside the city limits of Oak Ridge.

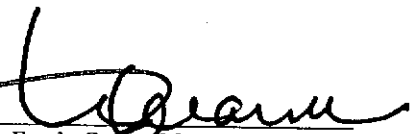
NOW THEREFORE, BE IT RESOLVED by the Anderson County Legislative Body meeting in regular session this 15th day of August 2016 in Clinton, Tennessee that we honor Commissioner Angeleque McNutt for her remarkable efforts on this body and her ability to work well with all commissioners in solving the important issues facing our citizens. Her warm heart, positive outlook and ability to assist all commissioners and citizens with their concerns will always be missed.

BE IT FURTHER RESOLVED that we proclaim August 26th, 2016 as "Commissioner Angeleque McNutt Day" in Anderson County in honor of her service to our citizens, and fittingly named "Women's Equality Day" in the United States..

RESOLVED, ADOPTED AND EFFECTIVE this 15th day of August 2016.


Steve Emerit, County Commission Chair




Terry Frank, County Mayor

ATTEST:


Jeff Cole, County Clerk

Anderson County, Tennessee
Board of Commissioners

EXHIBIT

B

RESOLUTION NO. 16-08-596

RESOLUTION HONORING COMMISSIONER ZACH BATES

WHEREAS, our dear friend and colleague will be retiring from his District Four (4) seat on August 31, 2016 after serving the citizens of this county for the last eight years. His retirement from his County Commission seat will certainly not be his last political position representing the citizens of our great county, but will allow him to devote more time to his family and his Deputy Sheriff position; and

WHEREAS, Commissioner Bates has continued to hear and work for the needs of all citizens residing in District Four (4) during his tenure on County Commission and has succeeded in many accomplishments such as: the renaming of Lake City to Rocky Top, Tennessee; the Coal Miners Museum; the county acquisition of Slatestone Road that ended four decades of contentious litigation by peaceful and amicable means; connection of Windrock Mountain ATV trails to county roads; the establishment of the new Briceville Library; and

WHEREAS, Commissioner Bates has taken great pride in making District Four (4) a safer place to live and travel by supporting active law enforcement efforts designed to eliminate methamphetamine trafficking, installation of more guardrails on S.R. 116, and the establishment of additional cell towers in remote areas of the county where citizens and motorist have access to emergency communications.

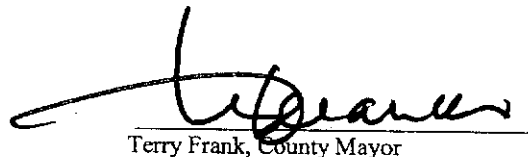
NOW THEREFORE, BE IT RESOLVED by the Anderson County Legislative Body meeting in regular session this 15th day of August 2016 in Clinton, Tennessee that we applaud our dear friend for his diligent work and service to all Anderson County citizens, and we wish him well and continuous safety in his chosen law enforcement profession with the Anderson County Sheriff's Office.

BE IT FURTHER RESOLVED that we proclaim August 31st, 2016 as "Zach Bates Day" in Anderson County to recognize Commissioner Bates for his service and sacrifice to all citizens.

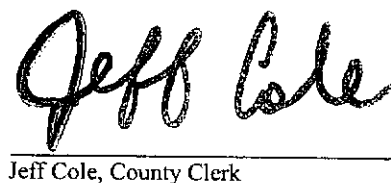
RESOLVED, ADOPTED AND EFFECTIVE this 15th day of August 2016.


Steve Effert, County Commission Chair




Terry Frank, County Mayor

ATTEST:


Jeff Cole, County Clerk

Proclamation

Anderson County, Tennessee

WHEREAS, in the United States, one person dies by suicide every 12.3 minutes, with 42,773 deaths by suicide in our country during 2014;

WHEREAS, in Tennessee, suicide is the 2nd leading cause of death for 15-24 year olds, and is one of the leading cause of death for people of all ages;

WHEREAS, each person's death by suicide intimately affects at least six other people, with over 200,000 newly bereaved each year;

WHEREAS, in 2014, sadly there were nine Anderson Countians who died by suicide, and several thousand friends and family members were changed forever by losing those people;

WHEREAS, many of those people who died never received effective behavioral health services, for many reasons including the difficulty of accessing services by healthcare providers trained in best practices to reduce suicide risk, the stigma of using behavioral health treatment and the stigma associated with losing a loved one to suicide;

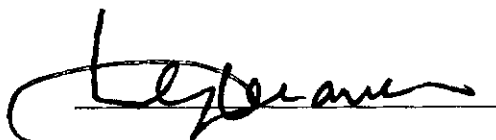
WHEREAS, PROJECT AWARE, comprised of representatives of educational institutions, representatives of behavioral health organizations, state agencies, and the community at large who are dedicated to reducing the frequency of suicide attempts and deaths, and the pain for those affected by suicide deaths through educational programs and intervention services, urges that all Anderson Countians:

1. Recognize suicide as a significant public health concern in our county and declare suicide prevention a priority;
2. Support the development of accessible behavioral health services for all including young people;
3. Acknowledge that no single suicide prevention effort will be sufficient or appropriate for all populations or communities; and
4. Encourage initiatives based on the goals and activities contained in the *National Strategy for Suicide Prevention*, *Zero Suicide of the National Action Alliance for Suicide Prevention*, and *The Way Forward* by the Action Alliance's suicide attempt survivor task force.

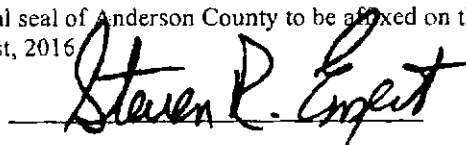
WHEREAS, far too many Anderson Countians die by suicide each year, and most of these deaths are preventable;

THEREFORE IT BE RESOLVED that we, Anderson County Mayor Terry Frank, and members of the Anderson County Board of Commissioners do hereby designate September 5th through 11th, 2016, as "Suicide Prevention Week" in Anderson County and urge all citizens to learn how they can help because *Suicide Prevention is Everyone's Business*.

IN WITNESS WHEREOF, we have hereunto set our hands and caused the official seal of Anderson County to be affixed on this, the 15th day of August, 2016



Mrs. Terry Frank, Anderson County Mayor



Mr. Steve Emert, Commission Chairman

Joint Resolution
Anderson County, Tennessee
Board of Commissioners and the
Industrial Development Board

RESOLUTION 16-07-589

A JOINT RESOLUTION TO APPROVE UNIFORM TAX INCREMENT FINANCING POLICIES AND PROCEDURES BETWEEN THE ANDERSON COUNTY BOARD OF COMMISSIONERS AND THE INDUSTRIAL DEVELOPMENT BOARD FOR PROJECTS LOCATED IN ANDERSON COUNTY, AND, IF APPLICABLE, THE CITY OF CLINTON.

WHEREAS, tax increment financing is a financial tool that offers the ability for governmental entities and their associated boards and committees to provide public assistance to worthy economic development projects. Through tax increment financing, incremental taxes from a designated area are allocated to pay debt service on debt incurred to pay for qualifying improvements and infrastructure that are made in connection with a particular project. Under the Tax Increment Financing Act of 2012 (the "Tax Increment Act"), codified at *Tenn. Code Ann. §§9-23-101 et seq.* only incremental property tax revenues, and not sales tax or other tax revenues, may be used to pay debt service on tax increment financing plans; and

WHEREAS, the listed entities desire to adopt uniform policies and procedures for approval of Tax Increment Financing plans to ensure that consistent protocol is in place for the approval process and the various obligations of the parties and officials involved.

NOW THEREFORE, BE IT RESOLVED, by the Anderson County Board of Commissioners meeting in regular session this 18th day of July 2016 and the Anderson County Industrial Development Board meeting on August 11, 2016 that we agree at separate meetings, but jointly adopt the Tax Increment Financing Policies and Procedures as set forth follows:

Section 1. General Purpose and Objectives

The Industrial Development Board of Anderson County (the "Board") is committed to improving the economy in Anderson County, Tennessee (the "County") and the City of Clinton, Tennessee (the "City"). In furtherance of this objective, the Board is establishing a program to evaluate requests from private entities to utilize tax increment financing in support of qualifying

projects located in the City. This program is intended to provide an orderly process for evaluating each request for tax increment financing and, if such request is determined by the Board to merit support, to outline the process for issuing the tax increment financing.

The Board is a public nonprofit corporation established pursuant to the Tennessee Industrial Development Corporation Act ("IDB Act"), Tenn. Code Ann. §§7-53-101 et seq. The Board's statutory purposes include promoting industry, commerce and trade in Tennessee and in particular, the County. In furtherance of these purposes, the IDB Act authorizes the Board pursuant to Section 7-53-312 of the IDB Act to issue tax increment debt to finance costs of qualifying projects. Such debt would be secured solely by incremental taxes generated by the qualifying project and would otherwise be non-recourse to the Board.

The Uniformity in Tax Increment Financing Act of 2012 (the "Tax Increment Act"), codified at Tenn. Code Ann. §§9-23-101 et seq., also contains statutory provisions relating to the use of tax increment incentives by the Board. Section 9-23-107 of the Tax Increment Act specifically authorizes the City, the County and the Board to agree upon and approve policies and procedures for allocating and calculating tax increment revenues and implementing the IDB Act and Tax Increment Act. These Policies and Procedures, upon their approval by the County, the City and the Board, shall be deemed to be adopted pursuant to Section 9-23-107 of the Tax Increment Act and shall apply to projects located in the County and the City. If these Policies and Procedures are approved by the County, these Policies and Procedures shall also apply to projects considered by the County outside the corporate limits of any city with taxing authority, and in such case, all references herein to the City shall be deemed not to be applicable.

Notwithstanding the adoption of these Policies and Procedures, the approval of any tax increment incentive is within the discretion of the Board acting within the parameters of these Policies and Procedures. In no event shall these Policies and Procedures be construed to create any contractual right or other entitlement in a Person or limit the Board's discretion to decline to approve any tax increment incentive.

These Policies and Procedures only apply to any tax increment financing requested by a private party. If the City, the County or another governmental entity requests the Board to incur tax increment debt, the Board shall follow such procedures as the Board, the County and the City deem appropriate under the circumstances; provided, however, that the Board, the City and the County shall comply with all requirements of the IDB Act and the Tax Increment Act.

These Policies and Procedures are in addition to any other rules and procedures applicable to the Board. From time to time, these Policies and Procedures may be amended by the Board, and new policies may also be adopted by the Board.

Section 2. Tax Increment Financing

Tax increment financing is a financing tool that is used in many states to provide public assistance to economic development projects. Through tax increment financing, incremental taxes from a designated area are allocated to pay debt service on debt incurred to pay for qualifying improvements that are made in connection with a particular project. In some states, the incremental tax revenues that may be utilized to pay the debt service on tax increment financing include property tax revenues, sales tax revenues and other tax sources. Under the IDB Act in Tennessee, only incremental property tax revenues, and not sales tax or other tax revenues, may be used to pay debt service on tax increment financing.

The IDB Act establishes certain requirements relating to the Board's use of tax increment financing. Under the IDB Act, the Board initiates the process of issuing tax increment debt by preparing a document known as an economic impact plan. The economic impact plan must identify the area from which the incremental tax revenues will be derived, identify the qualifying project that will be located in the area, discuss the benefits of the project to the municipality in which the project will be located, including anticipated tax receipts and job creation, and specifically provide for the allocation of the incremental property taxes within the Plan Area to the Board. The incremental property taxes that may be allocated to the Board include both real and personal property taxes.

Pursuant to the IDB Act, the Board must hold a public hearing on any economic impact plan. Notice of such public hearing must be published in the local newspaper at least two weeks before the public hearing. In addition to giving details regarding the time and location of the public hearing, the notice must inform the public where a map of the proposed Plan Area can be reviewed.

After a public hearing is held with respect to an economic impact plan, the Board may then submit the plan to the City Council of the City (the "City Council") for approval and the County Commission of the County (the "County Commission") for approval. The City Council and the County Commission may approve an economic impact plan at one reading by resolution, notwithstanding any local charter provision to the contrary.

Pursuant to the IDB Act and the Tax Increment Act, incremental tax revenues may be allocated to the Board with respect to any parcel of property for a period not in excess of twenty (20) years; provided, that a longer period, not to exceed thirty (30) years, is permitted if both the Comptroller of the State of Tennessee and the Commissioner of Economic and Community Development have made a written determination that such longer period is in the best interest of the State of Tennessee. However, if the Board determines that a lesser allocation period is sufficient to make a Project feasible, the plan may provide for a shorter allocation period. During the allocation period, the City's finance department and the County trustee, as applicable are required to pay the incremental taxes from the Plan Area to a separate fund created by the Board

for that purpose. A separate fund is usually established for each tax increment financing, and that fund is usually held by or for the benefit of the holder(s) of the tax increment debt.

Under the Tax Increment Act, a plan may permit the allocation of tax increment revenues with respect to a parcel or group of parcels within a Plan Area to begin in different years. This facilitates the staggering of allocation periods for a single Project, which can provide a more efficient leveraging of the tax increment revenues in a multi-phase Project.

The Plan Area must include a Project within the meaning of the IDB Act. For purposes of the IDB Act, the term Project includes the types of facilities that are typical economic development projects, such as manufacturing and warehousing facilities. Qualifying Projects under the IDB Act also include, however, commercial facilities, such as retail shopping facilities, office buildings and multi-family housing facilities for persons of low and moderate income. Pollution control facilities, including wastewater facilities, are also eligible Projects.

In addition to the area on which the qualifying project is located, the Plan Area may also include any other property that the Board determines will be directly improved or benefited due to the undertaking of the qualifying project. For example, if a retail shopping center is the qualifying project for purposes of an economic impact plan, and, as a part of the construction of the retail shopping center, a new public road provides access to other properties, those other properties would directly benefit from the project.

Once an economic impact plan is approved, the property taxes imposed on property within the Plan Area are divided between the Board, the City and the County. The base tax amount is allocated to the City and the County. The base tax amount is equal to the amount of taxes payable with respect to the property in the Plan Area for the year prior to the date the economic impact plan was improved. Therefore, if an economic impact plan was approved in 2016, the tax year for determining the base tax amount would be 2015. Any excess over the base tax amount generally is allocated to the Board. However, taxes levied by a taxing authority to pay debt service on bonds or other obligations of the City or the County are not subject to allocation to the Board. Also, an economic impact plan may provide for a lesser amount of the incremental property tax revenues from the Plan Area to be allocated to the Board.

Once the economic impact plan has been approved by the City Council and County Commission, the Board can proceed to issue tax increment debt secured by the incremental property tax revenues from the Plan Area. In most cases, the Applicant, in consultation with the Board's representatives, will negotiate the terms of the tax increment financing with a lender or bond underwriter. However, all documents relating to the tax increment financing are subject to the Board's approval.

Section 3. Procedures for Tax Increment Financing

3.1. Application. An Applicant may request the Board to issue tax increment debt to pay eligible costs incurred in connection with a Project. To initiate such a request, the Applicant should submit a completed Application in the form attached to these Policies and Procedures as Exhibit A together with all exhibits, schedules and documents required by the Application. The Applicant shall also tender a non-refundable application fee to the Board in an amount set forth in Section 5 of these Policies and Procedures. No action will be taken with respect to an Application until the Board's staff determines that the Application is complete. **Acceptance of the Application does not imply, evidence or confirm the Board's support for, or recommendation of, the request for tax increment financing.**

3.2. Initial Review by Application Review Committee. The Board shall appoint a committee of Board members (the "Application Review Committee") to undertake the functions described in these Policies and Procedures for such committee. Before an Application is presented to the Board, the Application Review Committee will review the Application and make a recommendation to the Board whether an economic impact plan should be prepared for presentation to the Board for the area described in the Application. The Application Review Committee will not recommend that an economic impact plan be prepared unless the Committee determines that the Project described in the Application will (i) substantially benefit and enhance the economy of the City and the County and (ii) the Project would not be acquired, constructed and/or installed unless tax increment financing was made available to finance a portion of the eligible Project costs.

3.3. Initial Resolution by the Board. After review of the Application by the Application Review Committee, the Board as a whole will consider such Application. After such consideration, the Board will vote on whether an economic impact plan should be prepared for the area that is the subject of the Application. The Board will not approve the preparation of a plan unless the Board makes the same findings as are required above for the Application Review Committee, and in reviewing an Application, the Board will give deference to the recommendations of the Application Review Committee. If the Board votes to cause an economic impact plan to be prepared, the Board will also decide whether the plan will be prepared by the Applicant (or a third party retained by the Applicant) or whether the plan will be prepared by the Board (or a third party retained by the Board). If the plan is to be prepared by a third-party consultant retained by the Applicant or the Board such consultant shall be subject to the reasonable approval of both the Applicant and the Board. The expenses of the Board in connection with the preparation of the plan shall be paid by the Applicant as provided in Section 5.2 below.

3.4. Economic Impact Plan. If the Board approves the preparation of an economic impact plan, the Applicant or the Board, as the case may be, will cause a proposed economic impact plan to be prepared and submitted to the Application Review Committee. The plan shall

contain the information required by Section 7-53-312(b) of the IDB Act and such other information as the Board deems necessary, including but not limited to:

- (1) Identification of the boundaries of the area subject to the plan;
- (2) Identification of the project located within the area subject to the plan;
- (3) Discussion of the expected benefits to the City and the County from the development of the area subject to the plan, including anticipated tax receipts and jobs created; and
- (4) A provision providing that the property taxes imposed on the property, including the personal property (if applicable), located within the area subject to the plan will be distributable among the City, the Board and the County, as applicable, in accordance with the IDB Act.

If the Applicant is responsible for preparing the initial draft of the economic impact plan, the Applicant shall submit such draft to the Board's staff no later than sixty (60) days after the Board adopts an initial resolution requesting the plan. If the Applicant does not submit the proposed plan within that period, the Board will take no further action with respect to the Application. The Board will consider any requests of the Applicant after the 60-day period as a new request requiring a new Application, and the payment of another application fee. If the Board assumes responsibility for preparing the initial draft of a plan, such draft shall be submitted to the Application Review Committee within sixty (60) days after the Board adopts an initial resolution requesting the plan.

If the Applicant prepares the initial draft of an economic impact plan, the Board's staff will review such draft and will advise the Applicant of any recommended changes to the plan, and the Applicant may cause the draft plan to be amended accordingly. The Applicant shall then submit the plan to the Application Review Committee.

3.5. Review of Plan by Application Review Committee. The Application Review Committee will review each proposed economic impact plan. The Application Review Committee will make a determination whether the economic impact plan (a) complies with the IDB Act, the Tax Increment Act and these Policies and Procedures and (b) should be submitted to the City Council and the County Commission for approval. The Application Review Committee's determinations will be summarized in writing for the Board. The Application Review Committee will then establish a proposed date for the Board to hold a public hearing relating to the plan and a meeting to determine whether to submit the economic impact plan to the City Council and the County Commission for approval.

3.6. Public Hearing and Approval by Board. After review by the Application Review Committee, the Board will hold a public hearing relative to the proposed plan at a regular or

special meeting. Notice of the public hearing shall be published in a newspaper of general circulation in the City at least two weeks prior to the date of the public hearing, as required by Section 7-53-312(g) of the IDB Act. After such public hearing, if the Board determines that the economic impact plan substantially complies with the IDB Act and these Policies and Procedures, it will submit the economic impact plan to the City Council and the County Commission for consideration and approval. The submission shall include a summary of any comments from the public hearing on the proposed plan and any additional information that the Board deems relevant.

3.7. Approval by Taxing Authorities. Upon approval of an economic impact plan by the Board, the plan will be promptly submitted to the City Council and the County Commission for consideration. If the City Council approves the plan but the County Commission is requested to approve the plan and fails to do so or vice versa, the Board will not proceed with tax increment financing unless a revised plan is approved by the Board that only allocates the approving governmental body's incremental property tax revenues and such revised plan is again approved by such approving governmental body. Furthermore, if the City Council approves the plan but the County Commission is requested to approve the plan and approves revisions to the plan or vice versa, the Board will not proceed with tax increment financing unless the revised plan is approved by the Board and such revised plan is approved by both the City Council and County Commission.

3.8. Financing Documents. Upon approval of the plan in accordance with Section 3.7, the Applicant and the Board will use their best efforts to consummate the tax increment financing. In connection with any tax increment financing, the Applicant and the Board will enter into a Development and Financing Agreement. The Development and Financing Agreement will provide for the expenditure of the proceeds of the tax increment financing in compliance with the plan and provide for such other covenants as the Board deems necessary to protect the interests of the Board, the City and the County, as applicable. Any tax increment financing shall be non-recourse as to the Board and payable solely from incremental property tax revenues, and all financing documents shall be subject to the review and approval of the Board's counsel and bond counsel.

Any tax increment financing shall close within one (1) year after approval of the economic impact plan by City Council and County Commission. If the closing does not occur within such period, unless extended by the Board, the Applicant will be deemed to have withdrawn its Application, and all approvals by the Board will lapse and be of no further force or effect.

special meeting. Notice of the public hearing shall be published in a newspaper of general circulation in the City at least two weeks prior to the date of the public hearing, as required by Section 7-53-312(g) of the IDB Act. After such public hearing, if the Board determines that the economic impact plan substantially complies with the IDB Act and these Policies and Procedures, it will submit the economic impact plan to the City Council and the County Commission for consideration and approval. The submission shall include a summary of any comments from the public hearing on the proposed plan and any additional information that the Board deems relevant.

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Any tax increment financing shall close within one (1) year after approval of the economic impact plan by City Council and County Commission. If the closing does not occur within such period, unless extended by the Board, the Applicant will be deemed to have withdrawn its Application, and all approvals by the Board will lapse and be of no further force or effect.

Section 4. Policies for Tax Increment Financing

The following policies shall apply with respect to the issuance of tax increment financing by the Board. The Board will not submit an economic impact plan to the City Council or County Commission that does not comply with these policies unless (a) the policy in question is waived by the Board at the time an initial resolution is adopted approving further action on an Application or (b) the Board is specifically directed to do so by the City Council and the County Commission.

4.1. Maximum Term. No allocation of tax increment revenues shall be made with respect to any parcel of property for a period of more than twenty (20) years, unless both the Comptroller of the State of Tennessee and the Commissioner of Economic and Community Development have made a written determination that a longer period (not to exceed thirty (30) years) is in the best interest of the State of Tennessee. If the Board determines that a lesser allocation period is sufficient to make a Project feasible, the Board may require a shorter allocation period. The maturity of any tax increment financing shall not exceed the maximum maturity permitted by the IDB Act for debt obligations of the Board.

4.2. Eligible Costs. Under the IDB Act, tax increment revenues may be applied by the Board to pay debt service on debt obligations issued to finance Project costs. The costs of a qualifying Project include the cost of any land, real property and personal property that are deemed necessary by the Board to be incurred in connection with a qualifying Project. An Applicant may request that incremental tax revenues be applied to pay debt service on financing for any Project cost that is eligible under the IDB Act.

However, Applicants should note that, other than for land, improvements, or equipment utilized for public infrastructure, as defined in the Tax Increment Act, tax increment revenues may not be used to pay for or to pay debt service relating to debt incurred by the Board to finance privately-owned land, improvements, or equipment, or for other purposes authorized by Tenn. Code Ann. § 7-53-101, et seq., but not specified in Tenn. Code Ann. § 9-23-108, unless both the Comptroller of the State of Tennessee and the Commissioner of Economic and Community Development have made a written determination that the use of tax increment revenues for such purposes is in the best interest of the State of Tennessee.

Applicants should obtain their own legal and accounting advice relating to the tax consequences of receiving any tax increment financing, and the Board will make no representations relating thereto.

4.3. Minimum Percentage of Cost and Minimum Size. The amount of the tax increment financing shall not exceed 20% of the total Project cost which shall include all expected costs that will be capitalized to the cost of the Project. The Applicant must also reasonably anticipate an investment of at least \$3,000,000 in capital expenditures with respect to the Project, without taking into account any costs financed with tax increment financing.

4.4. Necessity of Tax Increment Financing. The approval, size and term of allocation with respect to any tax increment financing shall be conditioned upon the Applicant demonstrating the necessity of the availability of the tax increment financing in order to make a Project economically feasible such that the owner of the Project can receive a reasonable return on investment. An Applicant shall permit a designated representative of the Board to meet with its designated representatives in order to determine the necessity of the requested tax increment financing and will permit such designated representative of the Board to review such budgets and projections as are reasonably necessary to make such determination.

4.5. Designated Parcels and Commencement of Allocation Period. In its Application, the Applicant shall identify the specific parcel or parcels within the Plan Area from which tax increment revenues shall be allocated in order to provide the tax increment financing for the Applicant's Project. If any of such parcels are subdivided or combined after an Application is submitted or while a tax increment financing is ongoing, the Applicant shall give notice of such circumstance to the Board.

In its Application, the Applicant shall also identify the year in which the Applicant expects the allocation period to commence with respect to each parcel in the Plan Area. Pursuant to the Tax Increment Act, a plan may permit the allocation of tax increment revenues with respect to a parcel or group of parcels within a Plan Area to begin in different years. For a multi-phase Project, in which the phases of the Project are expected to be completed in different years, the Applicant may request the allocation period for different parcels in the Plan Area to commence in different years.

4.6. Calculation of Increment. The Board, in its discretion, shall determine whether to make calculations of tax increment revenues on the basis of each parcel within the Plan Area or on an aggregate basis as permitted by the IDB Act and the Tax Increment Act and shall make such determination prior to the closing of the tax increment financing.

4.7. Payment Dates. The incremental tax revenues to be allocated to the Board for any tax increment financing shall be paid by the County and the City, as applicable, each year no later than sixty (60) days from the last day that such tax revenues are not overdue. Delinquent taxes to be allocated to the Board shall be paid by the County no later than sixty (60) days after each date such delinquent taxes are collected, together with interest thereon to the extent required by the Tax Increment Act.

4.8. Deductions from Tax Increment. Prior to any allocation to the Board of incremental tax revenues, the County and the City, as applicable, shall each deduct therefrom any taxes levied to pay debt service on its respective debt obligations as required by the IDB Act and the Tax Increment Act.

4.9. Non-Recourse Obligations. The liability of the Board for any obligations under any debt obligation relating to a tax increment financing or any other contractual obligation shall

be limited solely to its interest in incremental tax revenues allocated to the Board in connection with such tax increment financing, and no other assets of the Board shall be subject to levy, garnishment or otherwise to satisfy any obligation of the Board as to a tax increment financing. Neither the City nor the County shall have any obligations or liabilities with respect to any tax increment financing other than to allocate incremental tax revenues to the Board as required by the Plan, the IDB Act and the Tax Increment Act.

4.10. Payment of Incremental Tax Revenues. Incremental tax revenues to be applied to any tax increment financing shall be allocated by the City and the County, as applicable, into a separate account of the IDB created with respect to each Project for such purpose. Such payment may be made by wire transfer or by check, at the City and the County's election.

4.11. Calculation of Allocated Increment. Not later than forty-five (45) days after the last day that property taxes are due, the County Trustee for the County and the City Recorder for the City, as applicable, shall calculate the tax increment revenues to be allocated to the Board under the Plan at such time. The City and the County shall give notice of such calculation to the Board and each approved Applicant that so requests such information. In connection with such calculations, the portion of the dedicated taxes (within the meaning of Section 9-23-102 of the Uniformity Act) excluded from allocated Tax Increment Revenue shall be calculated by the County based upon the debt service tax rate of the County and shall be determined by the City each year based upon a methodology consistently applied during the allocation period. The City may agree to a specific methodology with the Board in connection with any tax increment incentive.

Section 5. Fees and Expenses of Board

5.1. Application Fee. The Applicant will submit the Application with an Application Fee in an amount equal to one half of one percent (.005) of the requested principal amount of the tax increment financing; provided, however, the Application Fee shall not exceed \$10,000.

5.2 Expenses relating to Preparation of the Plan. The Applicant shall pay all expenses, including attorney's fees, incurred by the Board in connection with the preparation of an economic impact plan, whether or not such plan is approved and whether or not the plan is prepared by or on behalf of the Board or the Applicant. The Board may require that these expenses be paid in advance.

5.3 Expenses and Indemnity Relating to Tax Increment Financing. The Applicant shall pay all expenses, including attorney's fees, incurred by the Board in connection with any proposed tax increment financing, whether or not such financing is closed. Such expenses shall include the cost, if any, of opening and maintaining any accounts necessary to receive and/or hold incremental tax revenues and the fees and expenses of bond counsel, to be selected by the

Board, if the purchaser of such financing requires an opinion as to the legality of the tax increment financing. The Board may require that these expenses be paid in advance of any Board action with respect to a tax increment financing. Any Applicant, by submitting an Application, agrees to indemnify the Board for any liabilities, claims and expenses incurred by the Board in connection with considering, approving or implementing a tax increment financing.

5.4 Annual Administrative Fee. To reimburse the Board for its administrative expenses in connection with administering the tax increment financing, the Board shall retain an annual Administrative Fee in an amount equal to one quarter of one percent (.0025) of the principal amount of the tax increment financing from any tax increment revenues allocated to the Board pursuant to an economic impact plan.

5.5 Amendments. The Applicant will pay all expenses, including attorney's fees, incurred by the Board in connection with any amendments to an economic impact plan or to any documents entered into in connection with a tax increment financing. The Board may require that these expenses be paid in advance of any Board action.

Section 6. Definitions

For purposes of this Policies and Procedures, including the Application, the following terms shall have the following meanings:

"Applicant" means the Person submitting the Application for tax increment financing. The Applicant shall be the Person that is expected to be an initial owner of all or a portion of the Project that is within a Plan Area.

"Application" means the Application submitted hereunder in the form designated by the Board and as amended from time to time. The initial form of the Application is attached hereto as *Exhibit A*.

"Application Review Committee" means a committee of members of the Board formed for the purpose of reviewing Applications, economic impact plans and related documents.

"Development and Financing Agreement" means the Development and Financing Agreement between the Board and the Applicant or similar agreement or contract providing for the expenditure of the proceeds of any tax increment financing and related matters.

"Person" means any individual, sole proprietorship, corporation, limited liability company, association, partnership (general, limited, or limited liability partnership), organization, business, trust, individual and governmental entity.

"Plan Area" means the area subject to an economic impact plan.

"Project" means a project within the meaning of Section 7-53-101(13) of the IDB Act that is within a Plan Area.

BE IT FURTHER RESOLVED that the City of Clinton, Tennessee will adopt the same policies and procedures as set forth above to provide a uniform comprehensive system for submission and approval of Tax Increment Financing Plans in the near future.

BE IT FINALLY RESOLVED this Joint Resolution between the listed entities will have no effect until all parties have separately approved this document, the public welfare requiring same.

FOR ANDERSON COUNTY, TENNESSEE:

RESOLVED AND DULY PASSED this 18th day of July 2016.

Mayor's Veto: Overridden by unanimous vote on August 15, 2016.

Terry Frank, County Mayor

Steven R. Emert

Steve Emert, Commission Chairman

APPROVED AS TO FORM AND LEGALITY:

ATTEST:

Jay Yeager

Jay Yeager, Law Director



Jeff Cole

Jeff Cole, Anderson County Clerk

FOR THE INDUSTRIAL DEVELOPMENT BOARD:

RESOLVED AND DULY PASSED this 11th day of August 2016.

ATTEST:

William "Bear" Stephenson

William "Bear" Stephenson

Phil Crye

Phil Crye, Secretary/ Legal Counsel

TAX INCREMENT FINANCING APPLICATION

Please return the completed application and supporting documentation to:

The Industrial Development Board of Anderson County, Tennessee
245 N. Main St., Ste. 200
Clinton, Tennessee 37716

I. Applicant Information

1. Name of Applicant: _____

2. Business Name and Address: _____

State of Organization (if an entity): _____

3. Contact Person: _____

Phone Number: _____

E-Mail Address: _____

4. Website of Applicant (if any): _____

5. Type of Business Entity: Sole Proprietorship Limited Partnership
 For-Profit Corporation General Partnership
 Limited Liability Company Nonprofit Corporation

6. Development Team

Please list the business name, contact person, address, phone number and email address for the following members of the Applicant's development team for the Project (if not known, please so indicate):

Contractor: _____

10. If the Project is to be leased to tenants, identify tenants or, if tenants are not known, describe types of tenants to which the Project will be marketed:

III. Tax Increment Financing

11. Indicate the maximum principal amount of tax increment financing requested.
\$ _____.
12. Indicate maximum allocation period of tax increment revenues requested: _____ years.
13. Has any other government assistance (federal tax credits, grants or other economic benefits) been requested by the Applicant to assist with the Project? (Check one): Yes No

If yes, describe the type, source, and amount of assistance requested:

14. Provide a list of all properties comprising the Project Site by parcel identification number, along with the current tax assessment and taxes paid or payable for the prior tax year for each parcel. Also identify the initial year in which the Applicant requests the allocation period for each parcel to commence (attach additional sheets if necessary).

Parcel Identification Number	Assessed Value	Taxes	Initial Year of Allocation Period
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

15. Attach a detailed budget for the Project showing anticipated sources of funds to pay Project costs and anticipated uses of those funds.
16. Attach a list by category of each cost to be paid or financed with the requested tax increment financing.

IV. Supplemental Information

Please attach to this Application the following:

- Brief business history of the Applicant
- Resumes of all principals of Applicant
- Timetable for the Project
- Site Plan of Project Site (if available)
- Rendering of Project (if available)
- Survey of Project Site (if available)
- Map of the Plan Area showing parcels included
- Letter of intent of financial institution or accredited investor to purchase the tax increment financing

V. Representations of Applicant

By executing this Application, Applicant hereby represents, certifies and agrees as follows:

(a) The Project would not result in a reasonable rate of return on investment to the Applicant without the requested tax increment financing, and the Applicant would not undertake the Project as described in this Application unless the tax increment financing is available.

(b) The undersigned Applicant hereby agrees that the Applicant shall meet with a designated representative of the Board, upon request, to answer any questions that may arise in connection with the Board's review of this Application and that Applicant shall provide to the Board, upon request, any supplemental information requested in connection with the Board's review of the Application, including, without limitation, such financial information as the Board may request in order to determine that the Project would not be undertaken without the tax increment financing requested.

(c) The Applicant shall pay all expenses required by Section 5 of the Policies and Procedures of the Board relating to the tax increment financing and shall otherwise comply with such Policies and Procedures.

(d) The Applicant shall indemnify and hold harmless the Board, its employees, officers, directors, attorneys and consultants against all losses, costs, damages, expenses (including reasonable attorney's fees), and liabilities of any nature directly or indirectly resulting from, arising out of or relating to the acceptance, consideration, approval or disapproval of this Application for a tax increment financing.

VI. Signature

The undersigned Applicant affirms that the information provided in this Application is true and complete. The Applicant hereby confirms that the Applicant has read and understood the requirements in the Policies and Procedures relative to tax increment financing.

Applicant: _____

Signed: _____ Date: _____, 20_____

Title (if Applicant is an entity): _____

16160679.2

16160679.216160679.1

16160679.2

Anderson County, Tennessee
Board of Commissioners

Resolution # 16-08-594

**A RESOLUTION AUTHORIZING ANDERSON COUNTY TO
PROVIDE MATCHING FUNDS FOR AN EXTENSION OF GRANT
CONTRACT TO EXTEND WATERLINES TO THE TENNESSEE
HOLLOW AND UPPER VOWELL MOUNTAIN AREAS OF THE
BRICEVILLE COMMUNITY**

WHEREAS, Anderson County is entering into a contract between the State of Tennessee, Department of Environment & Conservation Division of Water Resources Land Reclamation as part of a Grant Award;

WHEREAS, the federal awarding agency is the U.S. Department of the Interior, Office of Surface Mining and the award is granted under the Abandoned Mine Land Reclamation Program for the provision of extending waterlines to the Tennessee Hollow and Upper Vowell Mountain areas of the Briceville Community;

WHEREAS, Anderson County has an opportunity to extend the scope of services to additional homes in the Upper Vowell Mountain area for an estimated cost of \$45,000;

NOW, THEREFORE, BE IT RESOLVED Anderson County Commission hereby commits to extending the scope of services in the grant contract with the Anderson County Water Authority (ACWA) and the State of Tennessee, Division of Water Resources, Land Reclamation Section (Grantor State Agency);

BE IT FURTHER RESOLVED, Anderson County Commission will commit to provide matching funds in the amount of \$10,000 payable to ACWA with \$20,000 commitment from the Grantor State Agency and remainder of costs to be provided by ACWA.

Duly passed and approved this 15 day of August, 2016.

APPROVED: _____

Terry Frank
Terry Frank, County Mayor

APPROVED: _____

Steven R. Emert
Steven R. Emert, County Commission Chairman

ATTEST: _____

Jeff Cole
Jeff Cole, County Clerk



Anderson County, Tennessee

Board of Commissioners

RESOLUTION NO. 16-08-598

RESOLUTION REQUESTING THE TENNESSEE VALLEY AUTHORITY TO CONSTRUCT A NATURAL GAS COMBINED CYCLE POWER PLANT ON THE BULL RUN PROPERTY IN AN EFFORT TO DECREASE COAL ASH STORAGE FACILITIES AND REDUCE THE ENVIRONMENTAL FOOTPRINT OF THE BULL RUN STEAM PLANT.

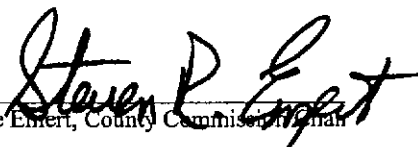
WHEREAS, the TVA owned Bull Run Steam plant is the largest coal fired energy producing plant in the United States, and efforts to enlarge this facility and the storage space needed for the coal ash are an ongoing concern for Anderson County and its citizens; and

WHEREAS, constructing a natural gas combined cycle power plant is a viable option that will reduce the needed storage space for coal ash and be more environmentally friendly to our county and the Smokey Mountain region for generations to come; and

NOW THEREFORE, BE IT RESOLVED by the Anderson County Legislative Body meeting in regular session this 15th day of August 2016 in Clinton, Tennessee that we encourage the Tennessee Valley Authority to explore the alternative of constructing a natural gas combined cycle power plant on the Bull Run facility in an effort to reduce coal ash storage space and decrease the environmental footprint generated from the coal fired plant for future generations.

BE IT FURTHER RESOLVED that we authorize the Anderson County Clerk to transmit a fully executed version of this Resolution to our House and Senate members to the Tennessee General Assembly and all members of the United States Congressional delegation serving Anderson County.

RESOLVED, ADOPTED AND EFFECTIVE this 15th day of August 2016.


Steve Emerit, County Commissioner

Terry Frank, County Mayor

ATTEST:



Jeff Cole, County Clerk





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

August 10, 2016

Honorable Terry Frank, Mayor
and Honorable Board of Commissioners
Anderson County
100 North Main Street, Suite 208
Clinton, TN 37716

Dear Mayor Frank and Members of the Board:

The Office of State and Local Finance ("OSLF") received a request from Anderson County (the "County") on August 5, 2016, to approve the issuance of tax and revenue anticipation notes ("TRANS") for fiscal year 2017 in the amount of \$438,012 for the Education Capital Projects Fund as an interfund loan from the County's General Fund.

The request included a copy of the County's unnumbered budget resolution adopted on July 18, 2016, by the County Commission authorizing the issuance of tax and revenue anticipation notes. The request included cash flow forecasts for the General Fund and the Education Capital Projects Fund prepared by the County Mayor's Office that supports the need to issue the TRANS, the County's ability to repay the TRANS by June 30, 2017, and the ability of the County to make an interfund loan from the General Fund.

The financial information presented by the County represents assertions of its financial condition and may or may not reflect the current or future financial condition of the County.

Limitations on Tax and Revenue Anticipation Notes

Counties in Tennessee are authorized to issue TRANS pursuant to Tennessee Code Annotated, Title 9, Chapter 21 for the purpose of meeting appropriations made for the current fiscal year in anticipation of the collection of taxes and revenues of that fiscal year, subject to the prior approval of the Comptroller of the Treasury. TRANS may not be issued to pay expenditures from the prior fiscal year.

The maximum amount the Office of State and Local Finance can approve is equal to 5% of total annual cash payments less the lowest ending cash balance for the fund. Additionally, future revenues projected must be sufficient to provide for the payment of the TRANS by June 30, 2017. If taxes and revenues are found to be overestimated and it becomes impossible to pay the TRANS

prior to the end of the current fiscal year, the Comptroller may require the County to request permission to issue funding bonds to cover the unpaid TRANs balances.

We have determined that the County is limited to issuing a maximum of \$397,593 in TRANs for the Education Capital Projects Fund based upon the percentage limitation described above.

Fiscal Year 2017 Budget

The County adopted its fiscal year 2017 budget on July 18, 2016, which authorized the issuance of tax and revenue anticipation notes for any of the County's fund.

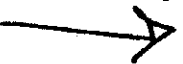
Debt Management Policy

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

Tax and Revenue Anticipation Note Approval

This letter constitutes approval for the issuance of up to \$397,593 Education Capital Projects Fund TRANs as an interfund loan from the General Fund. Please note this is the maximum approval amount based on statutory limits on TRANs borrowing.

The approval of the TRANs is conditioned upon agreement with the following terms by the County Board of Commissioners:

- 
- A copy of this letter shall be provided to all the members of the County Commission, be presented at the next meeting of the County Commission, and be entered in the minutes of the meeting.
 - The County shall comply with the requirements of Tennessee Code Annotated, Title 9, Chapter 21.
 - The County shall use the Tax and Revenue Anticipation Note Form enclosed with this letter as its loan document.
 - The County shall report the execution of the TRANs and the amounts to the County Commission and this Office within 45 days of issuance on Form CT-0253-Report on Debt Obligation.
 - The County shall maintain a balanced budget with no cash deficits and sufficient to pay operating and debt service costs.
 - The County shall repay the TRANs no later than June 30, 2017, and provide this Office documentation within 15 days of repayment, but no later than June 30, 2017. If the County does not issue the TRANs, please provide documentation to this Office stating the non-issuance no later than June 30, 2017.

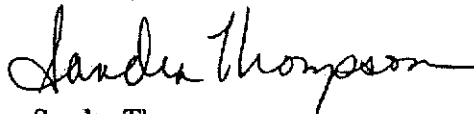
This letter and the approval to issue debt do not address compliance with federal tax regulations and should not be relied upon for that purpose. The County should discuss these issues with a tax attorney or bond counsel.

Report on Debt Obligation

We are enclosing State Form CT-0253, Report on Debt Obligation. Pursuant to TCA § 9-21-151, this form is to be completed and filed with the governing body of the public entity issuing the debt no later than forty-five (45) days after the issuance of this debt, with a copy (including attachments, if any) filed with the Director of the Office of State and Local Finance by mail to the address on this letterhead or by email to stateandlocalfinance.publicdebtform@cot.tn.gov. A fillable PDF of Form CT-0253 can be found at <http://www.comptroller.tn.gov/sl/pubdebt.asp>. No public entity may enter into additional debt if it has failed to file the Report on Debt Obligation.

If you should have any questions or we may be of further assistance, please feel free to call us.

Sincerely,



Sandra Thompson
Director of State & Local Finance

cc: Mr. Jim Arnette, Director of Local Government Audit, COT

Encl: Report on Debt Obligation

BE IT REMEMBERED THAT THE ANDERSON COUNTY BOARD OF COMMISSION MET IN REGULAR SESSION ON AUGUST 15, 2016 WITH THE FOLLOWING COMMISSIONERS PRESENT: CHUCK FRITTS, TRACY WANDELL, MARK ALDERSON, RICK MEREDITH, STEVEN EMERT, PHIL WARFIELD, ZACH BATES, TIM ISBEL, ROBERT MCKAMEY, JERRY WHITE, WHITEY HITCHCOCK, STEVE MEAD, JERRY CREASEY, THERESA SCOTT, ANGELEQUE MCNUTT AND MYRON IWANSKI. ABSENT: NONE.

Prayer was led by Commissioner McNutt.

Pledge of Allegiance led by Commissioner Wandell.

1. Commissioner Iwanski made a motion to approve the Consent Agenda. Seconded by Commissioner Scott.

Commissioner Fritts made a motion to add resolution honoring Commissioner Bates to the Consent Agenda. Seconded by Commissioner Mead. Motion carried by voice vote.

Commissioner Isbel made a motion to move Director of Schools report off of Consent Agenda and on to Regular Agenda. Seconded by Commissioner Wandell.

Commissioner Creasey made a motion to approve Consent Agenda as amended. Seconded by Commissioner Scott. Motion carried by voice vote.

- July 12, 2016 and July 18, 2016 County Commission Minutes
- Notary and Notary Bonds
- Resolutions/Proclamations
 - Resolution Honoring Commissioner McNutt (Exhibit A)
 - Resolution Honoring Commissioner Bates (Exhibit B)
 - Proclamation for Suicide Prevention Week September 5-11 2016 (Exhibit C)
- Reports
 - Director of Schools
 - Written report
 - Mayor
 - Law Director
- Committee Reports
 - Anderson County Board of Education July 14, 2016 Minutes
 - Anderson County Office on Aging Annual Report (10/1/15-6/30/16)
 - Anderson County Fire Commission Minutes (8/4/16)
 - Tourism Council Minutes (7/21/16)
 - Board of Directors members for approval by commission

Notaries

Joanne Anderson

Susan E Anderson

Ronald S Barnes

Ryan Bennett

Mildred L Claunch

Jessica K Conlon

Alexus Daugherty

David M Douglas

Tiffany Ann Goins
Kyra Griffin
Rachel Guthrie
Garrett Hamm
Loy Conner Johnson
Jack C Taylor
Jason A Lawrence

Joshua C Miller
Katrina Neu
Roger D R Pack
Brandy R Sams
Gail E Sharp
Melissa Templeton

Notary Bonds

Western Surety Company

Brittany Bradley
Alisha Martin
Mary Webb
Candace Phillips
David Metchikoff
Sarah W Galloway
James F Sanderson

RLI

Peggy A Adcock
Jennifer A Linge
Mary A Browne
Holly Lenn Culleton

Breanna Hutson

Nationwide

Christina Hedrick

Merchants

Tammy D Rounds

American Bankers Ins Co of Fl

Megan Crawhorn

State Farm

Susan Winters
Mary Ann Condry
Danielle Gallaher

SBCA

Kelsey Arnold
Andrew Girard

Dana Jo Perkins

Anita F Coward

Travelers

Lindsay N Smith
M S Long-Holstein

Property Bond

Thomas James Molgon

Auto Owners Ins

Janine M Francis

Cynthia Gordon

Liberty Mutual

Joyce Gunter

2. Commissioner Iwanski made a motion to approve Regular Agenda. Seconded by Commissioner Meredith.

Commissioner McKamey made a motion to add to make a correction to a motion that was made about the Glen Alpine Convenience Center in the June County Commission Meeting to the Budget Report and also to add under New Business to vote to add new Commissioners Yeager and Vowell to the committees that they will be serving on. Seconded by Commissioner Warfield. Motion carried by voice vote.

Commissioner Meredith made a motion to move vetoed resolution 16-07-589 to under Law Directors report. Seconded by Commissioner Wandell. Motion carried by voice vote.

Commissioner Warfield made a motion to approve Regular Agenda as amended. Seconded by Commissioner Meredith. Motion carried by voice vote.

Public Hearing Report

No action at this time

Mayor

3. Commissioner Meredith made a motion to approve the appointment of Shira McWaters as City of Oak Ridge Public Works Director to fill the unexpired term of Gary Cinder. Seconded by Commissioner Scott. Motion carried by voice vote.

Law Director

4. Commissioner Mead made a motion to override the vetoed resolution 16-07-589 a joint resolution to approve uniform tax increment financing policies and procedures between the Anderson County Board of Commissioners and the Industrial Development Board for projects located in Anderson County and if applicable the City of Clinton.(Exhibit D) Seconded by Commissioner Meredith. Motion carried by voice vote. This was a unanimous voice vote.

5. Commissioner Iwanski made a motion for the Law Director to take a look at and review the Charter process up to the point we are at right now. Seconded by Commissioner Creasey. Motion carried by voice vote.

Elected Officials

No action at this time.

Budget Committee

6. Commissioner Fritts made a motion to approve the following school appropriations. Seconded by Commissioner Isabel. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Bates, Isabel, McKamey, White, Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Motion passed.

Increase Revenue Code:

143-47113	Income from Breakfast	\$61,000.00
143-47114	USDA-Other	24,801.00
143-4759	Other Federal Thru State FFVP	<u>27,499.00</u>
	Total Revenues Increased	\$113,300.00

Increase Expenditure Codes:

143-73100-710	Food Service Equipment	\$61,000.00
143-73100-349	Printing and Forms	1,300.00
143-73100-399	Contracted Services	20,000.00
143-73100-451	Uniforms	8,000.00
143-73100-524	Staff Development	4,000.00
143-73100-707	Building Improvements	11,000.00
143-73100-709	Data Processing Equipment	<u>8,000.00</u>
	Total Expenditures Increase	\$113,300.00

Increase Revenue Code:

141-49800	Transfers In	\$18,568.00
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Increase Expenditure Code:

141-72310-513	Workman's Comp Insurance	\$18,568.00
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7. Commissioner Meredith made a motion to approve the following school transfers. Seconded by Commissioner Warfield. Motion carried by voice vote.

Increase Expenditure Codes:

141-72120-105-COSH	Director	\$1,967.00
141-72120-201-COSH	Social Security	121.95
141-72120-204-COSH	State Retirement	145.56
141-72120-206-COSH	Life Insurance	52.00
141-72120-207	Medical Insurance	489.00
141-72120-210-COSH	Unemployment Compensation	112.00
141-72120-212-COSH	Medicare	17.02
141-72120-307-COSH	Communication	346.47
141-72120-355-COSH	Travel	1,392.00
141-72120-499-COSH	Other Supplies and Materials	22,471.53
141-72120-524-COSH	Professional Development	<u>3,000.00</u>
	Total Expenditures Increased	\$30,114.53

Decrease Expenditure Codes:

141-72120-201	Social Security	\$121.95
141-72120-204	State Retirement	145.56
141-72120-206	Life Insurance	52.00
141-72120-207-COSH	Medical Insurance	489.00
141-72120-210	Unemployment Compensation	112.00
141-72120-212	Medicare	17.02
141-72120-348-COSH	Postage	900.00
141-72120-349-COSH	Printing, Stationary and Forms	419.00
141-72130-499	Other Supplies and Materials	17,858.00
141-72120-599-COSH	Other Charges	<u>10,000.00</u>
	Total Expenditures Decreased	\$30,114.53

Increase Expenditure Codes:

141-72130-189-FARC	Other Salaries and Wages	\$68,384.00
141-72130-201-FARC	Social Security	4,239.81

141-72130-204-FARC	State Retirement	6,181.91
141-72130-206-FARC	Life Insurance	104.00
141-72130-210-FARC	Unemployment Compensation	141.00
141-72130-212-FARC	Medicare	991.57
141-72130-307-FARC	Communication	1,030.00
141-72130-348-FARC	Postage	100.00
141-72130-355-FARC	Travel	3,000.00
141-72130-399-FARC	Other Contracted Services	3,500.00
141-72130-499-FARC	Other Supplies and Materials	10,327.71
141-72130-524-FARC	Staff Development	<u>2,000.00</u>
	Total Expenditures Increased	\$100,000.00

Decrease Expenditure Codes:

141-72130-189	Other Salaries and Wages	\$66,592.00
141-72130-201	Social Security	4,377.00
141-72130-204	State Retirement	6,387.00
141-72130-206	Life Insurance	104.00
141-72130-210	Unemployment Compensation	141.00
141-72130-212	Medicare	1,062.00
141-72130-307	Communication	1,030.00
141-72130-348-9000	Postage	100.00
141-72130-355	Travel	1,000.00
141-72130-399	Other Contracted Services	3,500.00
141-72130-499	Other Supplies and Materials	13,707.00
141-72130-524	Staff Development	<u>2,000.00</u>
	Total Expenditures Decreased	\$100,000.00

Increase Expenditure Code:

141-72220-171	Speech/Language Pathologist	\$450,000.00
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Decrease Expenditure Code:

141-72220-189	Other Salaries and Wages	\$450,000.00
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8. Commissioner Iwanski made a motion to approve the following non-school appropriations. Seconded by Commissioner Alderson. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Isbel, McKamey, White Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Abstain: Bates. Motion passed.

Increase Revenue Code:

101-47990-7000	U.S. Marshals Service Reimb.	\$5,000.00
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Increase Expenditure Code:

101-54210-716-7001	Law Enforcement Equipment	\$5,000.00
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Decrease Reserve Code:

122-34525	Reserve-Drug Fund	\$12,000.00
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Increase Expenditure Codes:

122-54150-431	Law Enforcement Supplies	\$5,000.00
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122-54150-799	Other Capital Outlay	\$7,000.00
	Total Expenditures Increased	\$12,000.00
<u>Increase Expenditure Code:</u> 116-55739-106	Waste Collection	\$3,117.00
<u>Decrease Reserve Code:</u> 116-34530	Restricted-Public Health & Welfare	\$3,117.00
<u>Increase Revenue Code:</u> 101-47590-2016	DOE Grant	\$16,000.00
<u>Increase Expenditure Code:</u> 101-54410-499-2016	Other Supplies and Materials	\$16,000.00
<u>Increase Revenue Code:</u> 101-47235-1112	Homeland Security Grant #34101-22716	\$20,000.00
<u>Increase Expenditure Code:</u> 101-54410-499-1112	Other Supplies and Materials	\$20,000.00
<u>Increase Expenditure Code:</u> 101-54410-599	Other Charges	\$15,000.00
<u>Increase Revenue Code:</u> 101-48130-3001	Contributions	\$15,000.00
<u>Increase Expenditure Code:</u> 101-55110-499	Other Supplies	\$100.00
<u>Increase Revenue Code:</u> 101-48610-HLTH	Donations	\$100.00
<u>Increase Revenue Code:</u> 101-43990-ANML	Adoption Fees	\$1,700.00
<u>Increase Expenditure Codes:</u> 101-55120-509-ANML	Refund	\$1,200.00
101-55120-401	Animal Food Supplies	500.00
	Total Expenditures Increased	\$1,700.00
<u>Increase Expenditure Code:</u> 115-56500-790-2000	Equipment	\$6,098.00
<u>Decrease Reserve Code:</u> 115-34635-2000	Dedicated Reserve	\$6,098.00
<u>Decrease Reserve Code:</u> 115-34535 (back up documents have reserve coded to 34635 in error)	Unassigned for ACLB	\$285.00
<u>Increase Expenditure Code:</u> 115-56500-349	Printing	\$285.00
<u>Increase Expenditure Code:</u> 128-58110-799	Other Capital Outlay	\$25,000.00
<u>Decrease Reserve Code:</u> 128-34535	Restricted Fund Balance	\$25,000.00
<u>Increase Expenditure Codes:</u> 128-58110-302	Advertising	\$8,500.00
128-58110-399	Other Contracted Services	1,000.00
128-58110-351	Rentals	700.00

128-58110-499	Other Supplies and Materials	\$800.00
	Total Expenditures Increased	\$11,000.00

Decrease Reserve Code:
128-34535

Restricted Fund Balance	\$11,000.00
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Increase Expenditure Codes:

128-58110-105	Supervisor/Director Salary	\$686.00
128-58110-162	Clerical Personnel	1,100.00
128-58110-201	Social Security	111.00
128-58110-204	State Retirement	132.00
128-58110-212	Medicare	26.00
128-58110-209	S/T Disability	7.00
128-58110-209-100	L/T Disability	5.00
128-58110-210	Unemployment	21.00
	Total Expenditures Increased	\$2,088.00

Increase Revenue Code:

128-40220	Hotel/Motel Tax Revenue	\$2,088.00
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Increase Expenditure Code:

171-91140-791	Other Construction	\$10,000.00
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Decrease Reserve Code:

171-34575	Restricted for Capital Project	\$10,000.00
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Increase Expenditure Code:

171-91140-712	HVAC Equipment - Jolley Bldg	\$37,213.75
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Decrease Reserve Code:

171-34575	Restricted for Capital Project	\$37,213.75
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Increase Expenditure Code:

101-51800-335	Maint. Of Bldg	\$14,350.18
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Decrease Reserve Code:

101-34585	Restricted – Unspent Bond Funds	\$14,350.18
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9. Commissioner Alderson made a motion to approve the following non-school appropriation. Seconded by Commissioner Warfield. Voting aye: Fritts, Alderson, Meredith, Emert, Warfield, Bates, Isbel, McKamey, White, Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: Wandell. Motion passed.

Decrease Reserve Code:

171-34585-4000	Reserve-Claxton Intersection	\$183,000.00
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Increase Expenditure Code:

171-91130-713	Public Safety Project Highway Construction	\$183,000.00
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10. Commissioner Fritts made a motion to approve the following non-school transfers. Seconded by Commissioner Mead. Motion carried by voice vote.

Increase Expenditure Code:

101-52300-106	Chief Deputy	\$400.00
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Decrease Expenditure Code:

101-52310-106	Deputies	\$400.00
<u>Increase Expenditure Code:</u>		
101-54900-189	Other Salaries and Wages	\$30,000.00
<u>Decrease Expenditure Code:</u>		
101-54900-142	Mechanics	\$30,000.00
<u>Increase Expenditure Codes:</u>		
205-55130-105	Director Salary	\$880.00
205-55130-131	Medical Personnel Salary	<u>22,100.00</u>
	Total Expenditures Increased	\$22,980.00
<u>Decrease Expenditure Code:</u>		
205-55130-119	Bookkeepers Salary	\$22,980.00
<u>Increase Expenditure Codes:</u>		
269-56900-136-9500	Audiovisual Personnel Salary	\$534.00
269-56900-201-9500	Social Security	33.00
269-56900-204-9500	Retirement	40.00
269-56900-209	S/T Disability	2.00
269-56900-209-1000	L/T Disability	2.00
269-56900-210-9500	Unemployment	2.00
269-56900-212-9500	Medicare	<u>8.00</u>
	Total Expenditures Increased	\$621.00

11. Commissioner Meredith made a motion to approve the following general fund unassigned fund balance appropriations. Seconded by Commissioner Scott. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Bates, Isbel, McKamey, White, Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Motion passed.

<u>Decrease Reserve Code:</u>		
101-39000	Unassigned Fund Balance	\$2,000.00
<u>Increase Expenditure Code:</u>		
101-51310-317	Data Processing Equipment	\$2,000.00
<u>Decrease Reserve Code:</u>		
101-39000	Unassigned Fund Balance	\$1,542.00
<u>Increase Expenditure Code:</u>		
101-52200-709	Data Processing Equipment	\$1,542.00
<u>Increase Revenue Code:</u>		
101-47590-HMPG	Other Federal Thru State	\$45,593.00
<u>Decrease Reserve Code:</u>		
101-39000	Fund Balance	\$6,513.00
<u>Increase Expenditure Code:</u>		
101-54410-399-HMPG	Multi-Jurisdictional Hazard Mitigation Grant	52,106.00

12. Commissioner Fritts made a motion to approve the following unassigned fund balance zero effect items. Seconded by Commissioner Scott. Voting aye: Fritts, Wandell, Alderson, Meredith, Emert, Warfield, Isbel, McKamey, White, Hitchcock, Mead, Creasey, Scott, McNutt and Iwanski. Voting no: none. Abstained: Bates. Motion passed.