

**RUTHERFORD COUNTY,
TENNESSEE
BOARD OF
COMMISSIONERS
LEGISLATIVE MINUTES**

**FRIDAY,
June 27, 2016**

RUTHERFORD COUNTY BOARD OF COMMISSIONERS

AGENDA

JUNE 27, 2016 9:00 A.M.

RUTHERFORD COUNTY COURTHOUSE, COURTROOM

- A. Commission called to order by Chairman
- B. Prayer
- C. Pledge to Flag
- D. Roll Call
- E. Reading and Approval of the Minutes
- F. Public Comments

- G. **ELECTIONS & CONFIRMATIONS**
 - 1. Elect Notaries

- H. **RESOLUTION TO APPROVE CONSENT AGENDA**
 - 1. Change in Banking Services
 - 2. 2016-17 Smyrna/Rutherford County Airport Authority Budget
 - 3. Amendment of 2015-16 Appropriation Resolution

- I. **UNFINISHED BUSINESS**

- J. **REPORTS BY STANDING COMMITTEES**
 - 1. **BUDGET, FINANCE & INVESTMENT COMMITTEE**
 - A. Presentation of the State Approval Letter for Issuance of Refunding Bonds and Plan of Refunding
 - B. Resolution to Authorize Issuance of 2016 General Obligation Refunding Bonds
 - C. 2016-17 Tax Levy Resolution
 - D. 2016-17 Appropriation Resolution

 - 2. **HEALTH & EDUCATION COMMITTEE**
 - A. No Report

 - 3. **PROPERTY MANAGEMENT COMMITTEE**
 - A. No Report

 - 4. **PUBLIC SAFETY COMMITTEE**
 - A. No Report

 - 5. **PUBLIC WORKS & PLANNING COMMITTEE**
 - A. No Report

 - 6. **STEERING, LEGISLATIVE & GOVERNMENTAL COMMITTEE**
 - A. No Report

- K. **ANY OTHER BUSINESS**

In accordance with ADA (Americans with Disabilities Act), any disabled persons requiring accommodations for participation in the meeting should contact the County Mayor's Office at 615-898-7745 at least two working days prior to the meeting in order that appropriate accommodations can be made.

**LEGISLATIVE DIGEST
OF THE
RUTHERFORD COUNTY
BOARD OF COMMISSIONERS**

Monday, June 27, 2016

- A. Mr. Chairman, Ernest Burgess, called the regular session of the Rutherford County Board of Commissioners to order at 9:00 A.M. on Monday, June 27, 2016, in the Courtroom of the Rutherford County Courthouse in Murfreesboro, Tennessee.
- B. Commission Chaplain Brad Turner led the invocation.
- C. Commissioner Doug Shafer led the pledge to our flag.
- D. Twenty-One (21) Commissioners of the Rutherford County Board of Commissioners were present for the opening of the Legislative Meeting.
- E. The June 16, 2016, Legislative Meeting Minutes were adopted.
- F. None
- G. **ELECTIONS & CONFIRMATIONS**
 - 1. The Notary Applicants were approved.
- H. **RESOLUTION TO APPROVE CONSENT AGENDA**

The Consent Agenda (items 1-3 listed below) received unanimous approval.

 - 1. Change in Banking Services
 - 2. 2016-17 Smyrna/Rutherford County Airport Authority Budget
 - 3. Amendment of 2015-16 Appropriation Resolution
- I. **UNFINISHED BUSINESS**
- J. **REPORTS BY STANDING COMMITTEES**
 - 1. **BUDGET, FINANCE & INVESTMENT COMMITTEE**
 - A. The State Approval Letter for Issuance of Refunding Bonds and Plan of Refunding was presented.
 - B. A resolution to Authorize Issuance of 2016 General Obligation Refunding Bonds was approved.
 - C. The Rutherford County Tax Levy for FY 2016-17 was authorized.
 - D. Funds for Departments, Institutions, Offices and Agencies of Rutherford County were appropriated for FY 2016-17.
 - 2. **HEALTH & EDUCATION COMMITTEE**
 - A. No Report
 - 3. **PROPERTY MANAGEMENT COMMITTEE**
 - A. No Report
 - 4. **PUBLIC SAFETY COMMITTEE**
 - A. No Report
 - 5. **PUBLIC WORKS & PLANNING COMMITTEE**
 - A. No Report
 - 6. **STEERING, LEGISLATIVE & GOVERNMENTAL COMMITTEE**
 - A. No Report
- K. **ANY OTHER BUSINESS**
 - 1. Commissioner Rhonda Allen invited all to attend the Smyrna Fireworks display Friday, July 1.
 - 2. Commissioner Peltus Read expressed his concern that the County Commission revisit the budget priorities at the August Commission meeting in order to maintain Deputy Sheriff positions lost in the final annual budget. He also asked the Budget Committee members to reconsider the Deputy positions and find a way to fund the positions.
 - 3. Commissioner Paul Johnson asked members of the commission and citizens to pray for a speedy recovery for Lisa Crowell, County Clerk, as she is now home and resting from recent surgery.

There being no further business, Mr. Chairman, Ernest Burgess, adjourned the Rutherford County Board of Commissioners Legislative Meeting. Time of adjournment was 9:16 A.M.

Lisa Duke Crowell, Rutherford County Clerk

Rick Spence, Legislative Secretary

**** This document is a public record. Complete Legislative Minutes and all related documentation is available for review at the Office of the Rutherford County Clerk.

**ITEM A.
MEETING CALLED TO ORDER**

Mr. Chairman, Ernest Burgess, called the regular session of the Rutherford County Board of Commissioners to order on Monday, June 27, 2016, at 9:00 a.m. in the Legislative Courtroom of the Rutherford County Courthouse in Murfreesboro, Tennessee.

**ITEM B.
PRAYER**

Commission Chaplain Brad Turner led the invocation.

**ITEM C.
PLEDGE**

Commissioner Doug Shafer led the pledge to our flag.

**ITEM D.
ROLL CALL**

County Clerk, Lisa Duke Crowell, called the Roll and upon Roll Call the following Commissioners were:

ROLL CALL

Doug Shafer – present
Steve Percy – present
Will Jordan – present
Robert Peay – present
Carol Cook – present
Joe Frank Jernigan – present
Mike Kusch – present
Pettus Read – present
Joe Gourley – present
Brad Turner - present
Chantho Sourinho – present

Rhonda Allen – present
Robert Stevens – present
Paul Johnson – present
Charlie Baum – present
David Nipper – present
Phil Dodd – present
Jeff Phillips – present
Allen McAdoo – present
Shawn Kaplan – present
Trey Gooch –present

A quorum present, Chairman Burgess called for the first item on the Agenda.

**ITEM E.
APPROVAL OF COMMISSION MINUTES**

MOTION

Commissioner Jeff Phillips moved, second by Commissioner David Nipper, to dispense with the reading of the June 16, 2016 minutes and approve the minutes by acclamation.

MOTION ADOPTED UNANIMOUS VOICE VOTE .

**ITEM F.
PUBLIC COMMENTS**

NONE

**ITEM G.
ELECTIONS & CONFIRMATIONS**

ITEM G.1. - NOTARY APPLICANTS

RUTHERFORD COUNTY CLERK
LISA CROWELL COUNTY CLERK
319 N. MAPLE STREET
MURFREESBORO TN 37130
Telephone 615-898-7800
Fax 615-217-6597

Notaries to be elected June 27,2016

HEATHER E ADAMS
CAREY ALLEN
DONNA JO BAXTER
M. GARTH BENTLEY
BUFFY M BUNDSHUH
DEBRA A CHAMBERS
CARRIE M. CHUBA
CAREY A. CLARK
ERIN DONALDSON
GERALD FISCHER
DEBRA L. HALL
ANGELA M. KIDD
KELLY L LAMB
LAUREN MALLOY

DONI E MAYO
HEATHER MCGARRY
BELINDA MCGOWAN
JAN MESA
CHRISTOPHER L PUGH
BETHANY J RIGGAN
ANTONIO C ROUNDTREE
MATT SCHROER
BARBARA A SCOTT
SONYA E. STEPHENSON
MELISSA THOMPSON
YOLONDA LEE VELLEKAMP
MATT C WALKER
BRITTNEY WATSON

MOTION

Commissioner Brad Turner moved, second by Commissioner Carol Cook, to approve the notaries as presented by Lisa Duke Crowell, Rutherford County Clerk.

MOTION ADOPTED BY UNANIMOUS VOICE VOTE.

**ITEM H.
RESOLUTION TO APPROVE CONSENT AGENDA**

RESOLUTION TO APPROVE CONSENT AGENDA

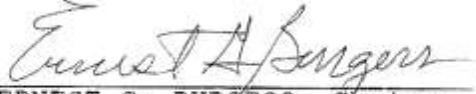
BE IT RESOLVED by the Rutherford County Board of Commissioners that all matters (items) listed below and constituting the Consent Agenda be and are hereby approved and adopted as follows:

1. Change in Banking Services
2. 2016/17 Smyrna/Rutherford County Airport Authority Budget
3. Amendment of 2015-16 Appropriation Resolution

RESOLVED this 27th day of June, 2016.

ATTEST:

RUTHERFORD COUNTY, TENNESSEE

BY: 
ERNEST G. BURGESS, Chairman

LISA DUKE CROWELL, County Clerk

MOTION

Commissioner Jeff Phillips moved, second by Commissioner Mike Kusch, to approve the Consent Agenda*

**UPON ROLL CALL,
THE FOLLOWING COMMISSIONERS VOTED:**

| | |
|--------------------------|----------------------|
| Doug Shafer – aye | Rhonda Allen – aye |
| Steve Percy – aye | Robert Stevens – aye |
| Will Jordan – aye | Paul Johnson – aye |
| Robert Peay – aye | Charlie Baum – aye |
| Carol Cook – aye | David Nipper – aye |
| Joe Frank Jernigan – aye | Phil Dodd – aye |
| Mike Kusch – aye | Jeff Phillips – aye |
| Pettus Read – aye | Allen McAdoo – aye |
| Joe Gourley – aye | Shawn Kaplan – aye |
| Brad Turner – aye | Trey Gooch – aye |
| Chantho Sourinho – aye | |

MOTION ADOPTED BY ROLL CALL VOTE.

CONSENT AGENDA RESOLUTIONS

Documents relative to the Consent Agenda are presented on the following pages in the order in which they were listed (H.1 – H.3).

RESOLUTION

WHEREAS, the Rutherford County Trustee issued Request for Proposals for Rutherford County's banking services, and is proposing to award the banking services to Franklin Synergy Bank for a Three (3) Year contract with Two (2) one-year extensions, which can be terminated by either party with a Sixty (60) day notice.

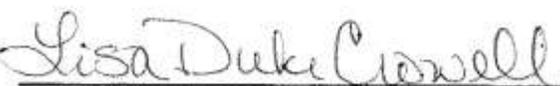
THEREFORE BE IT RESOLVED by the Rutherford County Board of Commissioners that the Trustee of Rutherford County, Tennessee be, and is hereby authorized, to enter into an Agreement with Franklin Synergy Bank. Additionally, that the County Mayor and all other appropriate officials of Rutherford County, Tennessee, be and are hereby authorized, to execute all required documents with Franklin Synergy Bank for Rutherford County's banking services to be effective on June 27, 2016.

RESOLVED, this 27th day of June, 2016.

RUTHERFORD COUNTY, TN

BY: 
ERNEST G. BURGESS, Chairman

ATTEST:


LISA CROWELL, County Clerk

RESOLUTION

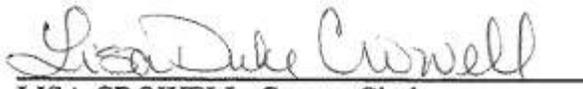
BE IT RESOLVED by the Rutherford County Board of Commissioners that the Smyrna/Rutherford County Airport Authority 2016-2017 budget be approved, a copy of the same being attached hereto as "Exhibit 1" and incorporated herein by reference as if set forth herein at length verbatim.

RESOLVED this 27th day of June, 2016

RUTHERFORD COUNTY, TN

BY: 
ERNEST G. BURGESS, Chairman

ATTEST:


LISA CROWELL, County Clerk

AMENDED RESOLUTION

WHEREAS, the Rutherford County Commission adopted Item J. 1. B. of the Agenda at the June 26, 2015 County Commission meeting; and

WHEREAS, due to a typographical error, two departments in the General Fund were inadvertently transposed and need to be restated.

THEREFORE BE IT RESOLVED by the Rutherford County Board of Commissioners that Resolution J. 1. B. of the Agenda at the June 26, 2015 County Commission meeting be and is hereby amended to restate that portion of the Resolution which previously stated these amounts for the following departments in the General Fund:

| | |
|-----------------------|----------|
| Nursing Home | \$11,850 |
| Dental Health Program | 0 |

to be restated as follows:

| | |
|-----------------------|--------|
| Nursing Home | \$0 |
| Dental Health Program | 11,850 |

RESOLVED this 27th day of June, 2016.

RUTHERFORD COUNTY, TN

BY: *Ernest G. Burgess*
ERNEST G. BURGESS, Chairman

ATTEST:

Lisa Dake Crowell
LISA CROWELL, County Clerk

**ITEM I.
UNFINISHED BUSINESS**

NONE REPORTED.

ITEM J. REPORTS BY STANDING COMMITTEES

ITEM J.1.A BUDGET, FINANCE & INVESTMENT COMMITTEE RESOLUTION – PRESENTATION OF THE STATE APPROVAL LETTER FOR ISSUANCE OF REFUNDING BONDS AND PLAN OF REFUNDING

Item J. 1. A1.



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

June 10, 2016

The Honorable Mayor
and Board of Commissioners of Rutherford County
Room 101 County Courthouse
Murfreesboro, TN 37130

Dear Mayor Burgess and Commissioners:

Please publish and post this letter and the report including the submitted plan of refunding (the "Plan") on the County's website prior to the meeting of the Commission adopting the refunding bond resolution. The same letter and report for the Plan are to be provided to each Commissioner for review at the Public Meeting adopting the refunding bond resolution.

This letter acknowledges receipt of a request on June 8, 2016, from Rutherford County (the "County") to review a Plan for the issuance of a maximum of \$31,900,000 General Obligation Refunding Bonds, Series 2016 (the "Refunding Bonds").

Pursuant to the provisions of Tennessee Code Annotated Title 9 Chapter 21, a plan must be submitted to our Office for review. The information presented in the Plan includes the assertions of the County and may not reflect either current market conditions or market conditions at the time of sale.

COUNTY'S PROPOSED REFUNDING OBJECTIVE

The County's objective is to achieve debt service savings by issuing the Refunding Bonds.

PLANS OF REFUNDING

The County plans to issue \$30,000,000 GO Refunding Bonds through competitive sale priced at a premium of \$1,687,071 to advance refund \$28,540,000 General Obligation Bonds, Series 2009 (the "Refunded Bonds"), callable on April 1, 2018, and April 1, 2019.

BALLOON INDEBTEDNESS

Because the proposed debt to be issued is secured solely by a general obligation pledge and the County has some amount of long-term general obligation indebtedness outstanding that is rated AA+/Aa1 or better, the balloon indebtedness statute is not applicable to this debt issuance. The proposed Refunding Bonds structure appears to achieve approximately level debt service payments.

COMPLIANCE WITH THE COUNTY'S DEBT MANAGEMENT POLICY

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

FINANCIAL PROFESSIONALS

The County has reported Stephens, Inc. as its municipal advisor. Municipal advisors have a fiduciary responsibility to the County. Underwriters have no fiduciary responsibility to the County. They represent the interests of their firm and are not required to act in the County's best interest without regard to their own or other interests. The County prepared the Plan with the assistance of its municipal advisor.

MSRB Rule G-17

MSRB Rule G-17 requires underwriters and municipal advisors to deal fairly with the County in the conduct of its municipal securities or municipal advisory activities. The Securities and Exchange Commission approved MSRB Notice 2012-25 on the duties of underwriters to issuers of municipal securities on May 4, 2012. On August 2, 2012, this interpretive notice to MSRB Rule G-17 on fair dealing became part of federal securities law and underwriters are required to comply with its provisions.

These duties fall into three areas:

- statements and representations to issuers;
- disclosures to issuers; and
- financial aspects of underwriting transactions.

To learn more about the obligations of the County's underwriter (if applicable) and municipal advisor, please read the information posted on the MSRB website: www.msrb.org.

REPORT OF THE REVIEW OF A PLAN OF REFUNDING

The enclosed report does not constitute approval or disapproval for the proposed plan or a determination that a refunding is advantageous or necessary nor that any of the outstanding obligations should be called for redemption on the first or any subsequent available redemption date or remain outstanding until their respective dates of maturity. This letter and the enclosed report do not address the compliance with federal tax regulations and are not to be relied upon for that purpose. The County should discuss these issues with a bond counsel.

This report is effective for a period of one hundred and twenty (120) days. If the refunding has not been completed during this time, a supplemental plan of refunding must be submitted to this Office. At that time, we will issue a report thereon pursuant to the statutes. In lieu of submitting a supplemental plan, a statement may be submitted to our Office after the 120-day period has elapsed stating that the information contained in the current plan of refunding remains valid. Either the Chief Executive Officer or the Chief Financial Officer of the local government must submit such statement. We will acknowledge receipt of such statement and will issue our letter confirming that this refunding report remains valid for an additional 120-day period. However, with regard to the report currently being issued by this Office, during the initial 120-day period or any subsequent 120-day period no refunding reports will be issued relating to the debt obligations indicated herein as being refunded unless the Chief Executive Officer or the Chief Financial Officer notifies our Office that the plan of refunding which has been submitted is no longer valid.

We recognize that the information provided in the plan submitted to our Office is based on preliminary analysis and estimates, and that actual results will be determined by market conditions at the time of sale of the debt obligations. However, if it is determined prior to the issuance of these obligations that the actual results will be significantly different from the information provided in the plan which has been submitted, and the local government determines to proceed with the issue, our Office should subsequently be notified by either the Chief Executive Officer or the Chief Financial Officer of the local government regarding these differences, and that the local government was aware of the differences and determined to proceed with the issuance of the debt obligations. Notification to our Office will be necessary only if there is an increase or decrease of greater than fifteen percent (15%) in any of the following: (1) the principal amount of the debt obligations issued; (2) the costs of issuance; (3) the cumulative savings or loss with regard to any refunding proposal. We consider this notification necessary to insure that this Office and officials of the local government are aware of any significant changes that occur with regard to the issuance of the proposed indebtedness.

Report on Debt Obligation

We are enclosing State Form CT-0253, Report on Debt Obligation. Pursuant to T.C.A. § 9-21-151, this form is to be completed and filed with the governing body of the County 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. No public entity may enter into additional debt if it has failed to file the Report on Debt Obligation. A fillable PDF of Form CT-0253 can be found at <http://www.comptroller.tn.gov/sl/pubdebt.asp>.

If you should have any questions regarding this letter or the following report, please feel free to call us.

Sincerely,



Sandra Thompson
Director of the Office of State & Local Finance

Cc: Mr. Jim Arnette, Director of Local Government Audit, COT
Ms. Lisa Nolan, Finance Director, Rutherford County
Mr. Sam Crewse, Stephens, Inc.
Ms. Karen Neal Bass Berry & Sims

Enclosures (2): Report of the Director of the Office of State & Local Finance
Report on Debt Obligation

MOTION

Commissioner Will Jordan moved, second by Commissioner Chantho Sourinho, to accept the presentation of Commissioner Will Jordan and spread the documents across the Commission minutes.

MOTION ADOPTED BY UNANIMOUS VOICE VOTE.

ITEM J.1.B RESOLUTION – AUTHORIZE ISSUANCE OF 2016 GENERAL OBLIGATION REFUNDING BONDS

Item J. 1. B.

A RESOLUTION AUTHORIZING THE ISSUANCE, IN ONE OR MORE SERIES, OF GENERAL OBLIGATION REFUNDING BONDS OF RUTHERFORD COUNTY, TENNESSEE, IN THE APPROXIMATE PRINCIPAL AMOUNT OF NOT TO EXCEED THIRTY-ONE MILLION NINE HUNDRED THOUSAND DOLLARS (\$31,900,000) FOR THE PURPOSE OF REFUNDING ALL OR A PORTION OF CERTAIN OUTSTANDING BONDS OF THE COUNTY; MAKING PROVISION FOR THE ISSUANCE, SALE AND PAYMENT OF SAID BONDS; ESTABLISHING THE TERMS THEREOF AND THE DISPOSITION OF PROCEEDS THEREFROM; AND PROVIDING FOR THE LEVY OF TAXES FOR THE PAYMENT OF PRINCIPAL OF, PREMIUM, IF ANY, AND INTEREST ON THE BONDS.

WHEREAS, Rutherford County, Tennessee (the "County") has previously issued and there is currently outstanding General Obligation Bonds, Series 2009, dated May 28, 2009, maturing April 1, 2017 through April 1, 2029, inclusive (the "Outstanding Bonds"); and

WHEREAS, counties in Tennessee are authorized by Sections 9-21-101 *et seq.*, Tennessee Code Annotated, to issue, by resolution, bonds to refund, redeem or make principal and interest payments on their previously issued bonds, notes or other obligations; and

WHEREAS, the Board of County Commissioners of the County has determined that all or a portion of the Outstanding Bonds can be refunded and will effect a cost savings to the public; and

WHEREAS, the plan of said refunding has been submitted to the Director of State and Local Finance as required by Section 9-21-903, Tennessee Code Annotated, and said report on the plan of refunding has been issued and is attached hereto as Exhibit A; and

WHEREAS, it is the intention of the Board of County Commissioners to adopt this resolution for the purpose of authorizing the issuance of general obligation refunding bonds, in one or more series, for the purpose of refunding all or a portion of the Outstanding Bonds, providing for the issuance, sale and payment of said bonds, establishing the terms thereof and the disposition of proceeds therefrom and providing for the levy of a tax for the payment of principal thereof, premium, if any, and interest thereon.

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Rutherford County, Tennessee, as follows:

Section 1. Authority. The bonds authorized by this resolution are issued pursuant to Sections 9-21-101, *et seq.*, Tennessee Code Annotated, 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 General Obligation Refunding Bonds authorized herein;

(c) "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;

- (d) "Code" shall mean the Internal Revenue Code of 1986, as amended, and all regulations promulgated thereunder;
- (e) "County" shall mean Rutherford County, Tennessee;
- (f) "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;
- (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) "Escrow Agent" means the escrow agent appointed by the County Mayor, or its successor;
- (j) "Municipal Advisor" means Stephens Inc.;
- (k) "Governing Body" means the Board of County Commissioners of the County;
- (l) "Outstanding Bonds" shall have the meaning set forth in the preamble hereto;
- (m) "Refunded Bonds" means the maturities or portions of maturities of the Outstanding Bonds designated by the County Mayor pursuant to Section 8 hereof;
- (n) "Refunding Escrow Agreement" shall mean the Refunding Escrow Agreement, dated as of the date of the Bonds, to be entered into by and between the County and the Escrow Agent, in the form of the document attached hereto and incorporated herein by this reference as Exhibit D, subject to such changes therein as shall be permitted by Section 11 hereof;
- (o) "Registration Agent" means the registration and paying agent for the Bonds appointed by the County Mayor pursuant to Section 4 hereof; and
- (p) "State Director" shall mean the Director of State and Local Finance for the State of Tennessee.

Section 3. Findings of the Governing Body: Compliance with Debt Management Policy.

- (a) The Governing Body hereby finds that the issuance and sale of the Bonds, as proposed herein, is consistent with the County's Debt Management Policy.
- (b) Specifically, the Governing Body hereby finds that the issuance of the Bonds authorized by this resolution is advisable because it will result in the reduction in debt service payable by the County over the term of the Outstanding Bonds. The County's Debt Management Policy contemplates that the County may issue refunding bonds for the purpose of achieving aggregate net present value debt service savings to the County. The Governing Body finds that it is advantageous to issue the Bonds if a savings of approximately three percent (3.00%) aggregate net present value savings can be achieved with respect to the issuance of the Bonds.

(c) Further, the County's Debt Management Policy contemplates that the County will, as a general rule, structure the term of any refunding bonds within the original term of the Refunded Bonds. The Bonds authorized herein will be structured so as not to materially extend beyond the original term of the Refunded Bonds. The Bonds will not have an optional redemption longer than approximately ten years from their date of issuance, subject to change by the County Mayor, as permitted by Section 8 hereof. Approximate debt service and approximate costs of issuance are attached hereto as Exhibit B, subject to change by the County Mayor, as permitted by Section 8 hereof.

Section 4. Authorization and Terms of the Bonds.

(a) For the purpose of providing funds to refund all or a portion of the Outstanding Bonds and pay the costs incident to the issuance and sale of the Bonds, as more fully set forth in Section 9 hereof, there are hereby authorized to be issued bonds, in one or more series, of the County in an aggregate principal amount sufficient to pay the principal of and interest on the Refunded Bonds and pay costs of issuance of the Bonds. The Bonds shall be issued in fully registered, book-entry only form (except as otherwise permitted herein), without coupons, shall be issued in one or more series, shall be known as "General Obligation Refunding Bonds" and shall have such series designation and dated date as shall be determined by the County Mayor pursuant to Section 8 hereof. The rate or rates on the Bonds shall not exceed the maximum interest rate permitted by applicable law at the time of the sale of the Bonds, or any series thereof. Subject to the adjustments permitted pursuant to Section 8 hereof, interest on the Bonds shall be payable semi-annually on April 1 and October 1 in each year, commencing April 1, 2017. The Bonds shall be issued initially in \$5,000 denominations or integral multiples thereof, as shall be requested by the original purchaser, and, subject to adjustment as permitted by Section 8 hereof, shall mature, either serially or through mandatory redemption on April 1 of each year, subject to prior optional redemption as hereinafter provided, either serially or through mandatory redemption, in the years 2017 through 2029, inclusive. Attached hereto as Exhibit B is a preliminary debt service estimate of the amortization of the Bonds; provided, however, such amortization may be adjusted in accordance with Section 8 hereof.

(b) Subject to adjustments permitted in Section 8 hereof, Bonds maturing on or before April 1, 2026 shall mature without option of prior redemption and Bonds maturing April 1, 2027 and thereafter, shall be subject to redemption prior to maturity at the option of the County on April 1, 2026 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 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:

(i) 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

(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.

(c) Pursuant to Section 8 hereof, the County Mayor is authorized to sell the Bonds, or any maturities thereof, as term bonds ("Term Bonds") with mandatory redemption requirements corresponding to the maturities set forth herein or 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 in Exhibit B, in aggregate principal amounts equal to the maturity amounts established pursuant to Section 8 hereof for each redemption date, as such maturity amounts may be adjusted pursuant to Section 8 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.

(d) Notice of call for redemption, whether optional or mandatory, shall be given by the Registration Agent on behalf of the County not less than thirty (30) 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. An optional redemption notice may state that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to effect the redemption with the Registration Agent no later than the redemption date ("Conditional Redemption"). 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. In the case of a Conditional Redemption, the failure of the County to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

(e) The County Mayor is hereby authorized and directed to appoint the Registration Agent for the Bonds and the Registration Agent so appointed is authorized and directed 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, 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.

(f) The Bonds shall be payable, both principal and interest, in lawful money of the United States of America at the designated corporate trust 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.

(g) 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.

(h) 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.

(i) 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.

(j) Except as otherwise provided in Section 8 hereof, 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) 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, the County shall 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.

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.

(k) 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.

(l) 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.

(m) 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 5. Source of Payment. The Bonds shall be payable from and secured by unlimited ad valorem taxes to be levied on all taxable property within the County.

Section 6. 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 RUTHERFORD
GENERAL OBLIGATION REFUNDING BOND, SERIES _____

Interest Rate:

Maturity Date:

Date of Bond:

CUSIP No.:

Registered Owner: CEDE & CO.

Principal Amount:

FOR VALUE RECEIVED, Rutherford 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 [April 1, 2017], and semi-annually thereafter on the first day of April and October in each year until this Bond matures or is redeemed. Both principal hereof and interest hereon are payable in lawful money of the United States of America by check or draft at the designated 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 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 and 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 of the issue of which this Bond is one maturing April 1, ____ through April 1, ____, inclusive, shall mature without option of prior redemption, and Bonds maturing April 1, ____ and thereafter shall be subject to redemption prior to maturity at the option of the County on April 1, ____ and thereafter, as a whole or in part, at any time, at the redemption price of par plus interest accrued to the redemption date.

If less than all the Bonds shall be called for 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.

[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 selected 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:

| <u>Final Maturity</u> | <u>Redemption Date</u> | <u>Principal Amount of Bonds Redeemed</u> |
|---------------------------|----------------------------|---|
|---------------------------|----------------------------|---|

*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 thirty (30) 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. An optional redemption notice may state that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to effect the redemption with the Registration Agent no later than the redemption date ("Conditional Redemption"). 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. In the case of a Conditional Redemption, the failure of the County to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.)

This Bond is transferable by the registered owner hereof in person or by such owner's attorney duly authorized in writing at the designated corporate trust office of the Registration Agent set forth above, 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 therefor. 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 to refund the County's outstanding General Obligation Bonds, Series 2009, dated May 28, 2009, maturing [April 1, 20__ through April 1, 20__], inclusive, under and in full compliance with the constitution and statutes of the State of Tennessee, including Sections 9-21-101, *et seq.*, Tennessee Code Annotated, and pursuant to a resolution duly adopted by the Board of County Commissioners of the County on June 27, 2016 (the "Resolution").

This Bond is payable from unlimited ad valorem taxes to be levied on all taxable property located within the County. For the prompt payment of principal of, premium, if any, and interest on this Bond, the full faith and credit of the County are irrevocably pledged. For a more complete statement of the general covenants and provisions pursuant to which this Bond is issued, reference is hereby made to said Resolution.

This Bond and the income therefrom 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 her manual or facsimile signature under an impression or facsimile of the corporate seal of the County, all as of the date hereinabove set forth.

RUTHERFORD COUNTY

BY: _____
County Mayor

(SEAL)

ATTESTED:

County Clerk

Transferable and payable at the designated 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 Rutherford 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 7. Pledge of Net Revenues and 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 therefor 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 any appropriations from other funds, taxes and revenues of the County, to the payment of debt service on the Bonds.

Section 8. 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-nine percent (99%) of par, plus accrued interest, as a whole or in part from time to time as shall be determined by the County Mayor.

(b) The Bonds, or any series thereof, shall be sold by delivery of bids via physical delivery, mail, fax, or telephone or by electronic bidding means of an Internet bidding service as shall be determined by the County Mayor.

(c) 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 4 hereof for each series, so long as the total aggregate principal amount of all series issued does not exceed the total aggregate of Bonds necessary to refund the Refunded Bonds.

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

(1) change the dated date of the Bonds or any series thereof, to a date other than the date of issuance of the Bonds;

(2) to designate the Bonds, or any series thereof, to a designation other than "General Obligation Refunding Bonds" and to specify the series designation of the Bonds, or any series thereof;

(3) change the first interest payment date on the Bonds or any series thereof to a date other than April 1, 2017, provided that such date is not later than twelve months from the dated date of such series of Bonds;

(4) adjust the principal and interest payment dates and the maturity amounts of the Bonds, or any series thereof (including, but not limited to establishing the date and year of the first principal payment date), provided that (A) the total principal amount of all series of the Bonds does not exceed the total amount of Bonds necessary to refund the Refunded Bonds; and (B) the final maturity date of each series shall not exceed the end of the fiscal year of the final maturity of the Outstanding Bonds refunded by such series;

(5) adjust the County's optional redemption provisions of the Bonds by making the Bonds non-callable prior to maturity, or callable on such other dates and at other redemption prices, provided that the premium amount to be paid on Bonds or any series thereof does not exceed two percent (2%) of the principal amount thereof;

(6) to refinance less than all of the Outstanding Bonds to maximize the objectives of refinancing the Outstanding Bonds;

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

(8) to cause all or a portion of the Bonds to be insured by a bond insurance policy issued by a nationally recognized bond insurance company if such insurance is requested and paid for by the winning bidder of the Bonds, or any series thereof.

(e) The County Mayor is authorized to sell the Bonds, or any series 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 series 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 Refunding 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 do not exceed the maximum rate permitted by applicable Tennessee law at the time of the issuance of the Bonds or any series thereof. The award of the 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. If permitted in the notice of sale for the Bonds, or any series thereof: (i) the successful bidder may request that the Bonds, or any such series thereof, be issued in the form of fully registered certificated Bonds in the name of the successful bidder or as directed by the successful bidder, in lieu of registration using the Book-Entry System, and/or (ii) the successful bidder may assign its right to purchase the Bonds, or any series thereof, to a third party provided, however, that upon such assignment, the successful bidder shall remain obligated to perform all obligations relating to the purchase of the Bonds as the successful bidder, including the delivery of a good faith deposit, the execution of required documents and the payment of the purchase price, if such successful bidder's assignee does not perform any of such obligations.

(g) The County Mayor and County Clerk are authorized to cause the Bonds to be authenticated and delivered by the Registration Agent to the successful bidder, or as the successful bidder directs, 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 is hereby authorized to enter into a contract with the Municipal Advisor, for municipal advisory services in connection with the sale of the Bonds and to enter into a contract with Bass, Berry & Sims PLC to serve as bond counsel in connection with the Bonds in substantially the form presented as Exhibit C, with such changes as may be approved by the County Mayor as evidenced by his execution thereof.

(h) The form of the Bond set forth in Section 6 hereof, shall be conformed to reflect any changes made pursuant to this Section 8 hereof.

Section 9. Disposition of Bond Proceeds. The proceeds of the sale of each series of the Bonds shall be applied by the County 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) An amount, which together with legally available funds of the County, if any, and investment earnings thereon, will be sufficient to pay principal of, premium, if any, and interest on the Refunded Bonds until and through the redemption date therefor shall be transferred to the Escrow Agent under the Refunding Escrow Agreement to be deposited to the Escrow Fund established thereunder to be held and applied as provided therein.

(c) The remainder of the proceeds of the sale of the Bonds shall be used to pay the costs of issuance of the Bonds, including necessary legal, accounting and fiscal expenses, printing, engraving, advertising and similar expenses, bond insurance premium, if any, administrative and clerical costs, rating agency fees, Registration Agent fees, and other miscellaneous expenses incurred in connection with the issuance and sale of the Bonds.

(d) In accordance with state law, the various department heads responsible for the fund or funds receiving and disbursing funds are hereby authorized to amend the budget of the proper fund or funds for the receipt of proceeds from the issuance of the obligations authorized by this resolution including bond and note proceeds, accrued interest, reoffering premium and other receipts from this transaction. The department heads responsible for the fund or funds are further authorized to amend the proper budgets to reflect the appropriations and expenditures of the receipts authorized by this resolution.

Section 10. Official Statement. The County Mayor and the Finance Director, or either of them, 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 Finance Director, 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 Finance Director, 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 Finance Director, 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.

If the winning bidder or its purchaser or assignee does not intend to reoffer the Bonds to the public as evidenced by a certificate executed by the winning bidder and/or its purchaser or assignee, then an Official Statement is authorized, but not required, as shall be determined by the County Mayor in consultation with the Municipal Advisor and Bond Counsel.

Section 11. Refunding Escrow Agreement. For the purpose of providing for the payment of the principal of, premium, if any, and interest on the Refunded Bonds, the County Mayor is hereby authorized and directed to execute and the County Clerk to attest on behalf of the County the Refunding Escrow Agreement with the Escrow Agent and to deposit with the Escrow Agent the amounts to be used by the Escrow Agent to purchase Government Securities as provided therein; provided, however, that the yield on such investments shall be determined in such manner that none of the Bonds will be an "arbitrage bond" within the meaning of Section 148 (a) of the Code. The form of the Refunding Escrow Agreement presented to this meeting and attached hereto as Exhibit D is hereby in all respects approved and the County Mayor and the County Clerk are hereby authorized and directed to execute and deliver same on behalf of the County in substantially the form thereof presented to this meeting, or with such changes as may be approved by the County Mayor and County Clerk, their execution thereof to constitute conclusive evidence of their approval of all such changes. The Escrow Agent is hereby authorized and directed to hold and administer all funds deposited in trust for the payment when due of principal of, premium, if any, and interest on the Refunded Bonds and to exercise such duties as set forth in the Refunding Escrow Agreement.

Section 12. Notice of Refunding and Notice of Redemption. Prior to the issuance of the Bonds, or any series thereof, if required, notice of the County's intention to refund the Refunded Bonds, shall be given by the registration agent for the Refunded Bonds to be mailed by first-class mail, postage prepaid, to the registered holders thereof, as of the date of the notice, as shown on the bond registration records maintained by such registration agent of said Refunded Bonds. Such notice shall be in the form consistent with applicable law. Prior to the issuance of the Bonds, or any series thereof, if required, notice of the County's intention to redeem any portion of the Refunded Bonds, shall be given by the registration agent for the Refunded Bonds to be mailed by first-class mail, postage prepaid, to the registered holders thereof, as of the date of the notice, as shown on the bond registration records maintained by such registration agent of said Refunded Bonds. Such notice shall be in the form consistent with the resolution authorizing such Refunded Bonds. The County Mayor and the County Clerk, or either of them, is hereby

authorized and directed to authorize the registration agent of said Refunded Bonds to give such notices on behalf of the County in accordance with this Section.

Section 13. Tax Matters. The County recognizes that the purchasers and owners of each series of the Bonds will have accepted them on, and paid therefor 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 such Bonds. In this connection, the County agrees that it shall take no action which may cause the interest on any 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 each series 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 Bonds from becoming taxable. The County Mayor, the County Clerk and the Finance Director, or any of them, are authorized and directed to make such certifications in this regard in connection with the sale of the Bonds as either or both shall deem appropriate, and such certifications shall constitute a representation and certification of the County. Following the issuance of the Bonds, the Finance Director is directed to administer the County's Federal Tax Compliance Policies and Procedures with respect to the Bonds.

Section 14. 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 Federal 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 therefor, and by resolution of the Governing Body instruct any such 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 Federal Obligations deposited as aforesaid.

Except as otherwise provided in this Section, neither Federal Obligations nor moneys deposited with the Registration Agent pursuant to this Section nor principal or interest payments on any such Federal 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 Federal 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 Federal 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, Federal Obligations shall mean direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America 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.

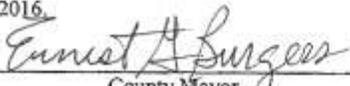
Section 15. Continuing Disclosure. The County hereby covenants and agrees that it will provide annual financial information and material event notices as required by Rule 15c2-12 of the Securities Exchange Commission for the Bonds. The County Mayor is authorized to execute at the Closing of the sale 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 16. 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 that would adversely affect the security of the Bonds or the rights of the Bondholders shall be made in any manner until such time as the Bonds and interest due thereon shall have been paid in full.

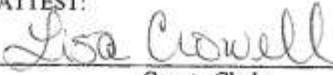
Section 17. Separability. If any section, paragraph or provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this resolution.

Section 18. 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 27th day of June, 2016.


County Mayor

ATTEST:


County Clerk

STATE OF TENNESSEE)

COUNTY OF RUTHERFORD)

I, Lisa Duke Crowell, certify that I am the duly qualified and acting County Clerk of Rutherford County, Tennessee, and as such official I further certify that attached hereto is a copy of excerpts from the minutes of a regular meeting of the governing body of the County held on June 27, 2016; that these minutes were promptly and fully recorded and are open to public inspection; that I have compared said copy with the original minute record of said meeting in my official custody; and that said copy is a true, correct and complete transcript from said original minute record insofar as said original record relates to the refunding of certain of the County's outstanding General Obligation Refunding Bonds.

WITNESS my official signature and seal of said County this 27th day of June, 2016.

Lisa Crowell

County Clerk



The Board of County Commissioners of Rutherford County, Tennessee, met in a regular session at the County Courthouse, Murfreesboro, Tennessee, at 9:00 o'clock, a.m., on June 27, 2016, with the Honorable Ernest Burgess, County Mayor, presiding, and the following members present:

21 members present

There were absent:

0

There were also present Lisa Duke Crowell, County Clerk and Lisa Nolen, Finance Director.

It was announced that public notice of the time, place and purpose of the meeting had been given and accordingly, the meeting was called to order.

The following resolution was introduced by Will Jordan seconded by Chanta Seurinho and after due deliberation, were adopted by the following vote:

AYE: 20

NAY:

17150460.1

MOTION

Commissioner Will Jordan moved, second by Commissioner Chantho Sourinho and Commissioner Shawn Kaplan, to authorize issuance of 2016 General Obligation Refunding Bonds

UPON ROLL CALL, THE FOLLOWING COMMISSIONERS VOTED:

| | |
|--------------------------|----------------------|
| Doug Shafer – aye | Rhonda Allen – aye |
| Steve Pearcy – aye | Robert Stevens – nay |
| Will Jordan – aye | Paul Johnson – nay |
| *Robert Peay – aye | Charlie Baum – nay |
| Carol Cook – aye | David Nipper – aye |
| Joe Frank Jernigan – nay | Phil Dodd – aye |
| Mike Kusch – aye | Jeff Phillips – aye |
| Pettus Read – aye | Allen McAdoo – nay |
| *Joe Gourley – aye | Shawn Kaplan – aye |
| Brad Turner – aye | Trey Gooch – nay |
| *Chantho Sourinho – aye | |

MOTION ADOPTED BY ROLL CALL VOTE.

ITEM J.1.C RESOLUTION – 2016-17 TAX LEVY

June 27, 2016

To the Members of the Honorable
Board of Commissioners
Rutherford County, Tennessee

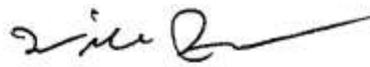
Commissioners:

We submit for your consideration the proposed budget of Rutherford County, Tennessee for the fiscal year 2016-2017. The summary below shows total estimated expenditures for each fund. In addition to other County revenue, an estimated tax rate of \$2.6800 will be required to finance the regular County Budget.

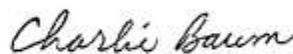
| <u>Fund</u> | <u>Expenditures</u> | <u>Tax Rate Required</u> |
|----------------------------|----------------------|------------------------------|
| General | \$92,209,060 | \$0.6195 |
| Solid Waste/Sanitation | 4,124,521 | --- |
| Ambulance Service | 12,785,907 | 0.0661 |
| Economic Development | 311,171 | --- |
| Special Purpose Fund | 10,000 | --- |
| Drug Control Fund | 504,160 | --- |
| Highway Fund | 10,308,840 | 0.0126 |
| General Purpose Schools | 340,366,426 | 1.2935 |
| Education Capital Projects | 4,594,521 | 0.0600 |
| Central Cafeteria | 18,914,554 | --- |
| General Debt Service | <u>44,794,526</u> | <u>0.6283</u> |
| | <u>\$528,923,686</u> | <u>\$2.6800</u> |

Respectfully submitted

RUTHERFORD COUNTY BUDGET, FINANCE &
INVESTMENT COMMITTEE



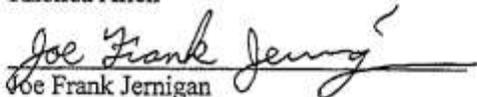
Will Jordan, Chairman



Charlie Baum, Vice Chairman



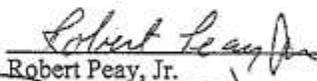
Rhonda Allen



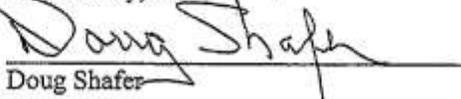
Joe Frank Jernigan



Shawn Kaplan



Robert Peay, Jr.



Doug Shafer

**RESOLUTION AUTHORIZING THE TAX LEVY IN
RUTHERFORD COUNTY, TENNESSEE FOR THE
FISCAL YEAR BEGINNING JULY 1, 2016**

SECTION 1. BE IT RESOLVED by the Board of Commissioners of Rutherford County, Tennessee assembled in regular session on the 27th day of June, 2016, that the combined property tax rate for Rutherford County, Tennessee for the fiscal year beginning July 1, 2016 shall be \$2.6800 on each \$100.00 of taxable property, which is to provide revenue for each of the following funds, and otherwise conform to the following levies:

| FUND | RATE |
|---------------------------------|----------------------------|
| County General | \$0.6195 |
| Ambulance Service Fund | 0.0661 |
| Highway Fund | 0.0126 |
| General Purpose Schools | 1.2935 |
| Education Capital Projects Fund | 0.0600 |
| Debt Service | <u>0.6283</u> |
| TOTAL | <u>\$2.6800</u> |

SECTION 2. BE IT FURTHER RESOLVED, that there is hereby levied a gross receipts tax as provided by law. The proceeds of the gross receipts tax herein levied shall accrue to the above funds on a pro rata basis.

SECTION 3. BE IT FURTHER RESOLVED, that the county's situs portion of sales tax revenue will be divided as follows: Solid Waste/Sanitation Fund – sixty percent (60%); General Fund – twenty percent (20%); Road & Bridge Fund – twenty percent (20%).

SECTION 4. BE IT FURTHER RESOLVED, that the Wheel Tax Revenue will be divided as follows: General Fund – thirty percent (30%); Road & Bridge Fund – thirty percent (30%); General Purpose School Fund – forty percent (40%).

SECTION 5. BE IT FURTHER RESOLVED, that the Development Tax Revenue will be divided as follows: General Fund – fifty percent (50%) and General Debt Service Fund – fifty percent (50%).

SECTION 6. BE IT FURTHER RESOLVED, that interest earned on idle operating balances, with the exception of the Special Purpose Fund and the Drug Control Fund, will be distributed as follows: General Fund – fifty-five percent (55%); General Purpose School Fund – twenty-five percent (25%); Road & Bridge fund – five percent (5%); with the balance to the General Debt Service Fund. Provided that the Finance Director will monitor General Purpose School Fund available cash balances and interest rates to determine that the above allocation is justifiable.

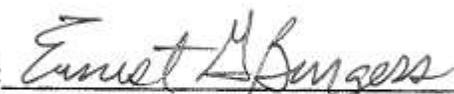
SECTION 7. BE IT FURTHER RESOLVED, that the delinquent County property taxes for the year 2015 and prior years and the interest and penalty hereon collected during the year ending June 30, 2017 shall be apportioned to the various County funds according to the subdivision of the tax levy for the year 2016. The Clerk and Master and the Trustee are hereby authorized and directed to make such apportionment accordingly.

SECTION 8. BE IT FURTHER RESOLVED, that all resolutions of the Board of Commissioners of Rutherford County, Tennessee, which are in conflict with this resolution are hereby repealed.

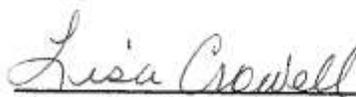
SECTION 9. BE IT FURTHER RESOLVED, that this resolution shall take effect from and after its passage, the public welfare requiring it. This resolution shall be spread upon the minutes of the Board of Commissioners.

RESOLVED this 27th day of June, 2016.

RUTHERFORD COUNTY, TN

BY: 
ERNEST G. BURGESS, Chairman

ATTEST:


LISA CROWELL, County Clerk

MOTION

Commissioner Will Jordan moved, second by Commissioner Jeff Phillips and others, to approve Rutherford County Tax Levy for Fiscal Year 2016-17.

UPON ROLL CALL, THE FOLLOWING COMMISSIONERS VOTED:

| | |
|--------------------------|----------------------|
| Doug Shafer – aye | Rhonda Allen – aye |
| Steve Percy – aye | Robert Stevens – aye |
| Will Jordan – aye | Paul Johnson – aye |
| *Robert Peay – aye | Charlie Baum – aye |
| Carol Cook – aye | David Nipper – aye |
| Joe Frank Jernigan – aye | Phil Dodd – aye |
| Mike Kusch – aye | Jeff Phillips – aye |
| Pettus Read – aye | Allen McAdoo – aye |
| Joe Gourley – aye | Shawn Kaplan – aye |
| Brad Turner – aye | Trey Gooch – aye |
| Chantho Sourinho – aye | |

MOTION ADOPTED BY ROLL CALL VOTE.

ITEM J.1.D

RESOLUTION – 2016-17 APPROPRIATION

Item J. 1. D.

**A RESOLUTION MAKING APPROPRIATIONS FOR THE VARIOUS FUNDS,
DEPARTMENTS, INSTITUTIONS, OFFICES AND AGENCIES OF
RUTHERFORD COUNTY, TENNESSEE, FOR THE FISCAL YEAR BEGINNING
JULY 1, 2016 AND ENDING JUNE 30, 2017**

SECTION 1. BE IT RESOLVED by Commissioners of Rutherford County, Tennessee on the 27th day of June, 2016, that the amounts hereafter set out are hereby appropriated for the purpose of meeting the expenses of various funds, departments, institutions, offices and agencies of Rutherford County, Tennessee, for the capital outlay, and for meeting the payment of principal and interest on the County's debt maturing during the fiscal year beginning July 1, 2016 and ending June 30, 2017, according to the following schedule:

GENERAL FUND

| | |
|----------------------------------|------------|
| County Commission | \$249,970 |
| Board of Equalization | 20,930 |
| County Mayor | 601,655 |
| Personnel Office | 353,768 |
| County Attorney | 262,651 |
| Election Commission | 960,872 |
| Register of Deeds | 364,891 |
| Planning | 762,762 |
| Codes Compliance-Environmental | 600 |
| Geographical Information Systems | 1,236,923 |
| County Buildings | 2,303,376 |
| Other General Administration | 285,163 |
| Preservation of Records | 177,828 |
| Risk Management | 1,253,429 |
| Accounting and Budgeting | 1,212,033 |
| Property Assessor | 1,171,429 |
| Reappraisal Program | 1,080,012 |
| County Trustee | 884,820 |
| County Clerk | 864,030 |
| Data Processing | 2,857,394 |
| Circuit Court | 1,185,710 |
| Circuit Court Judge | 266,698 |
| General Sessions Court | 1,841,407 |
| Drug Court | 574,093 |
| Chancery Court | 999,540 |
| Juvenile Court | 601,096 |
| District Attorney | 167,656 |
| Office of Public Defender | 144,478 |
| Other Admin of Justice | 1,436,668 |
| Probation Services | 968,596 |
| Victim Assistance Programs | 222,002 |
| Sheriff's Department | 23,332,617 |
| Special Patrols | 41,010 |
| Traffic Control | 20,000 |

| | |
|---|---------------------|
| Administration of Sex Offender Registry | 79,280 |
| Jail | 15,841,370 |
| Workhouse/Penal Farm | 4,096,159 |
| Juvenile Services | 2,216,334 |
| Rural Fire Protection | 3,628,472 |
| Disaster Relief | 1,293,212 |
| Inspection and Regulation | 990,447 |
| Local Health Center | 708,632 |
| Rabies & Animal Control | 1,767,726 |
| Nursing Home | 0 |
| Dental Health Program | 11,850 |
| Alcohol and Drug Programs | 0 |
| Other Local Health Services | 2,312,944 |
| General Welfare Assistance | 53,550 |
| Sanitation & Waste Removal | 36,110 |
| Other Public Health & Welfare | 285,600 |
| Adult Activities | 36,000 |
| Senior Citizens Assistance | 2,000 |
| Libraries | 1,700,000 |
| Parks & Fair Boards | 556,755 |
| Other Social, Cultural & Recreation | 542,967 |
| Agriculture Extension Service | 753,990 |
| Soil Conservation | 82,258 |
| Storm Water Management | 237,910 |
| Tourism | 647,000 |
| Industrial Development | 135,000 |
| Other Economic & Community Development | 328,020 |
| Other Charges | 261,067 |
| Employee Benefits | 798,300 |
| Payments to Cities | 2,016,000 |
| Miscellaneous | <u>2,084,000</u> |
| Total General Fund | <u>\$92,209,060</u> |

RUTHERFORD COUNTY ECONOMIC DEVELOPMENT

| | |
|---------------------------------|------------------|
| Industrial Development | \$294,141 |
| Payments to Cities | <u>17,030</u> |
| Total Economic Development Fund | <u>\$311,171</u> |

SOLID WASTE/SANITATION FUND

| | |
|----------------------------------|-----------|
| Sanitation Education/Information | \$153,804 |
|----------------------------------|-----------|

| | |
|-----------------------------------|--------------------|
| Convenience Centers | 2,573,679 |
| Other Waste Collection | 252,202 |
| Landfill Operation & Maintenance | 808,256 |
| Postclosure Care Costs | 245,000 |
| Employee Benefits | 25,000 |
| Miscellaneous | <u>66,580</u> |
| Total Solid Waste/Sanitation Fund | <u>\$4,124,521</u> |

AMBULANCE SERVICE FUND

| | |
|-------------------------------------|---------------------|
| Ambulance/Emergency Medical Service | <u>\$12,785,907</u> |
| Total Ambulance Service Fund | <u>\$12,785,907</u> |

SPECIAL PURPOSE FUND

| | |
|----------------------------|-----------------|
| Sheriff's Department | <u>\$10,000</u> |
| Total Special Purpose Fund | <u>\$10,000</u> |

DRUG CONTROL FUND

| | |
|-------------------------|------------------|
| Drug Enforcement | \$454,160 |
| Transfers Out | <u>50,000</u> |
| Total Drug Control Fund | <u>\$504,160</u> |

HIGHWAY FUND

| | |
|--------------------------------------|---------------------|
| Administration | \$786,428 |
| Highway and Bridge Maintenance | 5,830,930 |
| Operation & Maintenance of Equipment | 1,148,730 |
| Other Charges | 585,987 |
| Employee Benefits | 221,905 |
| Capital Outlay | <u>1,734,860</u> |
| Total Highway Fund | <u>\$10,308,840</u> |

GENERAL PURPOSE SCHOOL FUND

| | |
|--|---------------|
| Regular Education Program - Elem./Sec. | \$181,441,444 |
|--|---------------|

| | |
|-----------------------------------|----------------------|
| Alternative Instruction | 1,983,132 |
| Special Education Program | 27,553,303 |
| Vocational Education Program | 12,817,736 |
| Adult Education Program | 0 |
| Attendance | 779,662 |
| Health Services | 4,121,584 |
| Other Student Support | 8,629,046 |
| Regular Instruction Program | 11,416,414 |
| Alternative Instruction Program | 917,585 |
| Special Education Program | 1,353,357 |
| Vocational Education | 261,252 |
| Technology | 6,456,347 |
| Adult Program | 190,589 |
| Board of Education | 7,086,013 |
| Director of Schools | 536,121 |
| Office of the Principal | 19,338,030 |
| Fiscal Services | 1,025,674 |
| Human Resources | 539,813 |
| Operation of Plant | 23,694,434 |
| Maintenance of Plant | 7,643,655 |
| Transportation | 17,912,393 |
| Central and Other | 793,714 |
| Community Service | 36,000 |
| Early Childhood Education | 2,705,938 |
| Regular Capital Outlay | 75,000 |
| Education Principal | 1,010,712 |
| Education Interest | 47,478 |
| Other Debt Service | <u>0</u> |
| Total General Purpose School Fund | <u>\$340,366,426</u> |

CENTRAL CAFETERIA FUND

| | |
|------------------------------|---------------------|
| Board of Education | \$66,300 |
| Food Service | 18,792,254 |
| Transfers Out | <u>56,000</u> |
| Total Central Cafeteria Fund | <u>\$18,914,554</u> |

EDUCATION CAPITAL PROJECTS FUND

| | |
|---------------------------------------|--------------------|
| Board of Education | \$81,721 |
| Education Capital Projects | <u>4,512,800</u> |
| Total Education Capital Projects Fund | <u>\$4,594,521</u> |

DEBT SERVICE FUND

| | |
|------------------------------|---------------------|
| Other General Administration | \$1,045,110 |
| General Government Principal | 3,715,595 |
| Education Principal | 24,464,405 |
| General Government Interest | 3,465,066 |
| Education Interest | <u>12,104,350</u> |
| Total Debt Service Fund | <u>\$44,794,526</u> |

SECTION 2. BE IT FURTHER RESOLVED, that there are also hereby appropriated certain portions of the commissions and fees for collecting taxes and licenses and administering other funds with the Trustee, County Clerk, Circuit Court Clerk, Register, Sheriff and the Clerk and Master and their officially authorized deputies and assistants may severally be entitled to receive under State laws heretofore or hereafter enacted. Expenditures out of commission, and or fees collected by the Trustee, County Clerk, Circuit Court Clerk, Clerk & Master, Register and the Sheriff may be made for such purposes and in such amounts as may be authorized by existing law or by valid order of any court having power to make such appropriations. Any excess commission and or fees collected over and above the expenditures duly and conclusively authorized shall be paid over to the Trustee and converted into the County General Fund as provided by law.

BE IT FURTHER RESOLVED, that any fee officials, as enumerated in Section 8-22-101, T.C.A., operated under provisions of Section 8-22-104, T.C.A., provisions of the preceding paragraph shall not apply to those particular officials.

SECTION 3. BE IT FURTHER RESOLVED, that if the need shall arise, the Budget, Finance and Investment Committee may, with the approval of any official head of any department or division which may be affected, transfer any amount within any major appropriation category and also the approval of the Board of Commissioners must be obtained as required by law for transfers between major appropriation categories within the same fund. The Director of Schools must also receive the approval of the Board of Education for transfers within each major appropriation category of the budget and the approval of the Board of Commissioners for transfers between these major categories as required by law.

Additionally, within a major category of the budget regarding any line item which varies within one thousand dollars (\$1,000), more or less, from the original budget adopted by the board of commissioners, except for those items affecting amounts budgeted for personnel costs and amendments reflecting the administrative or other expenses relating to the functioning of the county commission, the county mayor may amend by written approval said line item(s) within a major category of the budget at the sole discretion of the county mayor. Any other transfers and

adjustments shall be submitted to the budget committee for its recommendation to the county's legislative body. Budget amendments should be timely and enacted before the expenditure of such funds.

One copy of this authorization shall be filed with the County Clerk, one copy with the Chairman of the Budget, Finance and Investment Committee, and one with each divisional department head concerned. Aforesaid authorization shall clearly state the reasons for the transfer, but this provision shall in no case whatsoever be construed as authorizing transfers from one fund to another, but shall apply solely to transfers within a certain fund.

SECTION 4. BE IT FURTHER RESOLVED, that any appropriation made by this resolution which covers the same purpose for which a specific appropriation is made by statute is made in lieu of, but not in addition to said statutory appropriation. The salary, wages, or remuneration of each officer, employee, or agent of the county shall not be in excess of the amount authorized by existing law or as set forth in the estimate of expenditures which accompanies this resolution. Provided, however, that appropriations for such salaries, wages, or other remuneration hereby authorized shall in no case be construed as permitting expenditures for an officer, agency, institution, division, or department of the County in excess of the appropriation made herein for such office, agency, institution, division or department of the County. Such appropriation shall constitute the limit to the expenditures of any office, agency, institution, division or department ending June 30, 2017. The aggregate expenditures for any item of appropriation shall in no instance be more than the amount herein appropriated for such item.

SECTION 5. BE IT FURTHER RESOLVED, that any resolution which may hereafter be presented to the Board of Commissioners providing for appropriations in addition to those made by this Budget Appropriation Resolution shall specifically provide sufficient revenue or other funds, actually to be provided during the fiscal year in which the expenditures are to be made to meet such additional appropriation. Said appropriating resolution shall be submitted to and approved by the Director of State and Local Finance after its adoption as provided by Section 9-11-116, inclusive, Tennessee Code Annotated.

SECTION 6. BE IT FURTHER RESOLVED, that the County Mayor and County Clerk are hereby authorized to borrow money on revenue anticipation notes, provided such notes are first approved by the Director of State and Local Finance, to pay for the expenses herein authorized until the taxes and other revenue for the fiscal year 2016-2017 have been collected, not exceeding 60% of the appropriations of each individual fund. The proceeds of loans for each individual fund shall be used only to pay the expenses and other requirements of the fund for which the loan is made, and the loan shall be paid out of the revenue of the fund for which the money is borrowed. The notes evidencing the loans authorized under this section shall be issued under the authority of Title 9, Chapter 21, Tennessee Code Annotated. Said notes shall be signed by the County Mayor and countersigned by the County Clerk, and shall mature and be paid in full without renewal not later than June 30, 2017.

SECTION 7. BE IT FURTHER RESOLVED, that the delinquent County property taxes for the year 2015 and prior years and the interest and penalty thereon collected during the year ending June 30, 2017, shall be apportioned to the various County Funds according to the

subdivision of the tax levy for the year 2016. The Clerk and Master and Trustee are hereby authorized and directed to make such apportionment accordingly.

SECTION 8. BE IT FURTHER RESOLVED, that all unencumbered balances of appropriations remaining at the end of the fiscal year shall lapse and be of no further effect at the end of the fiscal year June 30, 2017.

SECTION 9. BE IT FURTHER RESOLVED, that the Rutherford County School Federal Projects Fund for the Elementary and Secondary Schools Act (ESEA), Individuals with Disabilities Education Act (IDEA), and Carl D. Perkins Career and Technical shall be the budget approved for the separate projects within the fund by the Rutherford County Board of Education.

SECTION 10. BE IT FURTHER RESOLVED, that any resolution or part of the resolution which has heretofore been passed by the Board of Commissioners which is in conflict with any provision in this resolution, be and the same is hereby repealed.

SECTION 11. BE IT FURTHER RESOLVED, that this resolution shall take effect from and after its passage and its provisions shall be in force from and after July 1, 2016. This resolution shall be spread upon the minutes of the Board of Commissioners.

SECTION 12. BE IT FURTHER RESOLVED, that this budget is adopted subject to the fund balances being correct as shown as of June 30, 2016, and in the event they are actually less, the governing body reserves the right to reduce the expenditures authorized hereby to a like amount.

SECTION 13. BE IT FURTHER RESOLVED, that funds appropriated by this resolution shall not be released to non-profit organizations except by contract. All such contracts shall contain reasonable audit requirements as prescribed by the Comptroller of the Treasury. Funds shall be released only upon a determination by the County Finance Director that such audit requirements and other conditions of previous contracts are being met or adequate evidence has been submitted that such conditions will be met. Exceptions to these provisions may be granted upon the recommendation of the County Board of Commissioners of Rutherford County, Tennessee.

SECTION 14. BE IT FURTHER RESOLVED, that Section 5-9-109, inclusive, Tennessee Code Annotated, authorized the County Legislative Body to make appropriations to non-profit charitable organizations; and, **WHEREAS**, the Rutherford County Legislative Body recognizes the various non-profit charitable organizations located in Rutherford County have great need of funds to carry on their non-profit charitable work. **NOW THEREFORE, BE IT RESOLVED** by the Board of Commissioners of Rutherford County, on this 27th day of June, 2016:

1. That thirty six thousand dollars (\$36,000) be appropriated for the Journeys in Community Living to benefit the general welfare of the residents of Rutherford County.

2. That two thousand dollars (\$2,000) be appropriated for the Mid Cumberland Community Action Agency to benefit the general welfare of the residents of Rutherford County.

3. That twenty thousand dollars (\$20,000) be appropriated for the Soil Conservation program to benefit the general welfare of the residents of Rutherford County.
4. That one million seven hundred thousand dollars (\$1,700,000) be appropriated for the Linebaugh Library to benefit the general welfare of the residents of Rutherford County.
5. That twenty eight thousand eight hundred eighty-seven dollars (\$28,887) be appropriated for Mid-Cumberland Human Resource Agency to benefit the general welfare of the residents of Rutherford County.
6. That thirty five thousand dollars (\$35,000) be appropriated for Mid-Cumberland Nutrition Program to benefit the general welfare of Rutherford County.
7. That fifty three thousand five hundred fifty dollars (\$53,550) be appropriated for the Tennessee Rehabilitation Center at Murfreesboro to benefit the general welfare of the residents of Rutherford County.
8. That five thousand dollars (\$5,000) be appropriated for the Mid-Cumberland Transportation Program to benefit the general welfare of the residents of Rutherford County.
9. That five hundred eighty five thousand dollars (\$585,000) be appropriated for the Murfreesboro-Rutherford County Chamber of Commerce to benefit the general welfare of the residents of Rutherford County.
10. That one hundred sixty two thousand seven hundred fifty dollars (\$162,750) be appropriated for the St. Clair Street Senior Citizens to benefit the general welfare of the residents of Rutherford County.
11. That one hundred ninety five thousand dollars (\$195,000) be appropriated for the Stones River Greenway Trail to benefit the general welfare of the residents of Rutherford County.
12. That twenty four thousand dollars (\$24,000) be appropriated for Exchange Club Family Center to benefit the general welfare of the residents of Rutherford County.
13. That forty seven thousand two hundred fifty dollars (\$47,250) be appropriated for Smyrna Senior Citizens to benefit the general welfare of the residents of Rutherford County.
14. That sixty thousand six hundred sixty dollars (\$60,660) be appropriated for Domestic Violence Program to benefit the general welfare of the residents of Rutherford County.
15. That fifty two thousand five hundred dollars (\$52,500) be appropriated for the Rutherford County Primary Care to benefit the general welfare of the residents of Rutherford County.
16. That forty six thousand two hundred dollars (\$46,200) be appropriated for LaVergne Senior Citizens to benefit the general welfare of the residents of Rutherford County.

17. That forty nine thousand two hundred twenty dollars (\$49,220) be appropriated for the Relax and Ride Program to benefit the general welfare of the residents of Rutherford County.
18. That ninety six thousand five hundred dollars (\$96,500) be appropriated for the Economic Development Council to benefit the general welfare of the residents Rutherford County.
19. That one hundred thirty five thousand dollars (\$135,000) be appropriated to the Destination Rutherford to benefit the general welfare of the residents of Rutherford County.
20. That three thousand five hundred dollars (\$3,500) be appropriated for the Pregnancy Support Center, dba Portico Story to benefit the general welfare of the residents of Rutherford County.
21. That fifteen thousand seven hundred fifty dollars (\$15,750) be appropriated for the Heritage Center to benefit the general welfare of the residents of Rutherford County.
22. That twenty six thousand two hundred fifty dollars (\$26,250) be appropriated for Main Street, Inc. to benefit the general welfare of the residents of Rutherford County
23. That four thousand dollars (\$4,000) be appropriated for the Mid-Cumberland Homemaker Program to benefit the general welfare of the residents of Rutherford County.
24. That two-thousand dollars (\$2,000) be appropriated for the State of Tennessee Division of Forestry to benefit the general welfare of the residents of Rutherford County.
25. That ten thousand dollars (\$10,000) be appropriated for the Oaklands Association to benefit the general welfare of the residents of Rutherford County.
26. That ten thousand dollars (\$10,000) be appropriated for the Sam Davis Home to benefit the general welfare of the residents of Rutherford County.
27. That six thousand dollars (\$6,000) be appropriated for the Child Advocacy Center to benefit the general welfare of the residents of Rutherford County.
28. That three thousand five hundred dollars (\$3,500) be appropriated for the Read to Succeed to benefit the general welfare of the residents of Rutherford County.
29. That three thousand five hundred dollars (\$3,500) be appropriated for the Special Kids to benefit the general welfare of the residents of Rutherford County.
30. That three thousand five hundred dollars (\$3,500) be appropriated for the Kymari House to benefit the general welfare of the residents of Rutherford County.
31. That three thousand five hundred dollars (\$3,500) be appropriated for the Transit Alliance to benefit the general welfare of the residents of Rutherford County.

32. That two thousand five hundred dollars (\$2,500) be appropriated for the Mid-Cumberland Youth CAN Program to benefit the general welfare of the residents of Rutherford County.

33. That one thousand five hundred dollars (\$1,500) be appropriated for the Salvation Army to benefit the general welfare of the residents of Rutherford County.

BE IT FURTHER RESOLVED, that all appropriations enumerated in Section 14, 1 through 33 above are made subject to the following conditions:

1. That the non-profit charitable organizations to which funds are appropriated shall file with the County Clerk and the disbursing officials a copy of an annual report of its business affairs and transactions and the proposed use of the County's funds in accordance with rules promulgated by the Comptroller of the Treasury, Chapter 0380-2-7. Such annual report shall be prepared and certified by the chief financial officer of such nonprofit organization in accordance with Section 5-9-109(c), T.C.A.

2. That said funds must only be used by the named non-profit charitable organization in furtherance of their non-profit charitable purpose benefiting the general welfare of the residents of the County.

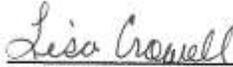
3. That it is the expressed interest of the County Commission of Rutherford County in providing these funds to the above named non-profit charitable organizations to be fully in compliance with chapter 0380-2-7 of the Rules of the Comptroller of the Treasury, and Section 5-9-109, inclusive, Tennessee Code Annotated and any and all other laws which may apply to county appropriations to non-profit organizations, and so this appropriation is made subject to compliance with any and all these laws and regulations.

RESOLVED this 27th day of June, 2016.

RUTHERFORD COUNTY, TN

BY: 
ERNEST G. BURGESS, Chairman

ATTEST:


LISA CROWELL, County Clerk

MOTION

Commissioner Will Jordan moved, second by Commissioner Doug Shafer, to approve Rutherford County Budget Appropriations for Fiscal Year 2016-17.

UPON ROLL CALL, THE FOLLOWING COMMISSIONERS VOTED:

| | |
|--------------------------|----------------------|
| Doug Shafer – aye | Rhonda Allen – aye |
| Steve Pearcy – aye | Robert Stevens – aye |
| Will Jordan – aye | Paul Johnson – aye |
| Robert Peay – aye | Charlie Baum – aye |
| Carol Cook – aye | David Nipper – nay |
| Joe Frank Jernigan – aye | Phil Dodd – aye |
| Mike Kusch – aye | Jeff Phillips – aye |
| Pettus Read – aye | Allen McAdoo – aye |
| Joe Gourley – aye | Shawn Kaplan – aye |
| Brad Turner – nay | Trey Gooch – aye |
| Chantho Sourinho – aye | |

MOTION ADOPTED BY ROLL CALL VOTE.

SPECIAL NOTE

Chairman Ernest Burgess commended the Budget & Finance Committee and Finance Director Lisa Nolen and staff for a job well done in their work on the budget process.

Chairman Burgess and many others gave appreciation to the Women of Farm Bureau for provided breakfast prior to the meeting. The women used only county grown and raised food products to serve.

**ITEM.J.2
HEALTH & EDUCATION COMMITTEE**

**ITEM J.2.A
NO REPORT**

**ITEM.J.3
PROPERTY MANAGEMENT COMMITTEE**

**ITEM J.3.A
NO REPORT**

**ITEM.J.4
PUBLIC SAFETY COMMITTEE**

**ITEM J.4.A
NO REPORT**

**ITEM J.5
PUBLIC WORKS AND PLANNING**

**ITEM J.5.A
NO REPORT**

**ITEM J.6
STEERING, LEGISLATIVE & GOVERNMENTAL
COMMITTEE**

**ITEM J.6.A
NO REPORT**

**ITEM K.
OTHER BUSINESS**

1. Commissioner Rhonda Allen invited all to attend the Smyrna Fireworks display Friday, July 1.
2. Commissioner Pettus Read expressed his concern that the County Commission revisit the budget priorities at the August Commission meeting in order to maintain Deputy Sheriff positions lost in the final annual budget. He also asked the Budget Committee members to reconsider the Deputy positions and find a way to fund them.
3. Commissioner Paul Johnson asked members of the commission and citizens to pray for a speedy recovery for Lisa Crowell, County Clerk, as she is now home and resting from recent surgery.

ADJOURNMENT

There being no further business, Mr. Chairman Ernest G. Burgess adjourned the Rutherford County Board of Commissioners Legislative meeting at 9:16 a.m.

ENTER: *Ernest G. Burgess*
CHAIRPERSON, ERNEST G. BURGESS

ATTEST: *Lisa Crowell*
COUNTY CLERK, LISA CROWELL