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FAYETTE COUNTY LEGISLATIVE BODY

June 25, 2002

BE IT REMEMBERED That the Fayette County Legislative Body met in regular session at the Courthouse in Somerville, Tennessee, on the 25th day of June, 2002.

Present and presiding the Honorable Jim Voss. Also present, Dell T. Graham, County Clerk, and the following County Commissioners: John W. Arnett, Floyd Bonner, Charles Dudley Brewer, Sr., Joe B. Burnette, Jr., Odis Cox, Carl Doyle, Ronnie Graves, Willie German, Ronnie Harris, David Kelley, Sylvester Logan, Calvin Moore, Alonzo Morman, Jr., David Morris, John S. Sullivan, Sr., Rhea "Skip" Taylor, Wayne Thomas, Gordon M. Tomlin and Myles Wilson.

With all members being present, the following proceedings were had and entered of record, to-wit:

The first matter on the agenda was the approval of the minutes of the May 2002 meeting. Commissioner Graves asked that the Chapel Road matter that was approved at the May meeting and covered in those minutes be brought back before this Board. He felt that the Board was not made aware of all information and made motion that this matter be tabled until after the County Election. Motion was seconded by Commissioner Burnette. Much discussion followed. Upon roll call vote, the following voted the "RECONSIDER" the Chapel Road matter: Commissioners Burnette, Graves, German, Harris, Moore, Morris, Sullivan, Taylor, Thomas and Tomlin . (10)

Voting " NO RECONSIDERATION" : Commissioners Arnett, Bonner, Brewer, Cox, Doyle, Kelley, Logan, Morman and Wilson. (9).

Having not received the required majority of the vote, said motion failed.

Motion was then made by Commissioner Wilson, seconded by Commissioner Kelley, and carried by the Board approving the Minutes of the May 2002 meeting. One "no" vote recorded.

Motion was made by Commissioner Arnett, seconded by Commissioner Brewer and unanimously carried by the Board appointing the following as Notaries Public: Debra K. Beshires, Jewel Guy Boozer, Jr., Suzette Gripp, Hannah Myers, Annette B. Richardson, Linda S. Scott.

Commissioner Wilson reported orally for the Board of Education.

Jim Smith reported for the Board of Public Works.

Report was called for from the Sheriff's Department, but none available.

Commissioner Morris reported orally for the Development Committee.

Commissioner Kelley reported for the Public Safety Committee.

Commissioner Tomlin reported for the Health & Welfare Committee.

Reports were called for from the Personnel Committee and the Education Committee, but none presented.

Commissioner Harris, Chairman of the Budget Committee, presented the recommendation of that committee to allow the use of excess funds from the bond toward satisfaction of fire code violations. Motion was made by Commissioner Harris and unanimously carried by the Board approving the recommendation of the Budget Committee.

Motion was made by Commissioner Harris, seconded by Commissioner Brewer and unanimously carried by the Board transferring \$15,000.00 from Administrative Equipment to a designated fund for fire service.

Motion was made by Commissioner Harris, seconded by Commissioner Kelley and unanimously carried by the Board approving amendments to the General Purpose School Fund #141, the Federal Projects Fund #142 and the Central Cafeteria Fund #143. Same being as follows:

FAYETTE COUNTY BOARD OF EDUCATION
GENERAL PURPOSE FUND
FUND 141
JUNE, 2002

		INCREASE	DECREASE
000	INSTRUCTION		
100	REGULAR INSTRUCTION		
100 207	Health Insurance		\$6,689.00
100 399	Other Contracted Services	\$11,000.00	
100 429 CSRD	Instructional Supplies and Materials	\$10,000.00	
100 722 CTEN	Regular Instruction Equipment		\$3,000.00
	TOTAL:	\$21,000.00	\$9,689.00

200	SPECIAL EDUCATION PROGRAM		
200 116	Teachers		\$13,000.00
200 128	Homebound Teachers		\$2,300.00
200 163	Assistants	\$2,300.00	
200 311	Contracts w/Other School Systems		\$9,413.25
200 312	Contracts w/Private Agencies	\$22,413.25	
200 336	Maintenance and Repair Services - Eq.	\$2,520.57	
200 429	Instructional Supplies and Materials		\$1,413.00
200 499	Other Supplies and Materials		\$55.91
200 725	Special Education Equipment		\$1,059.66
	TOTAL:	\$27,241.82	\$27,241.82
600	ADULT EDUCATION PROGRAM		
600 429 FRC	Instructional Supplies and Materials		\$62.00
	TOTAL:	\$0.00	\$62.00
2000	SUPPORT SERVICES		
2210	REGULAR INSTRUCTION PROGRAM		
2210 336	Maintenance and Repair Services - Eq.		\$8,000.00
2210 355 CSRD	Travel		\$10,000.00
	TOTAL:	\$0.00	\$18,000.00
2220	SPECIAL EDUCATION PROGRAM		
2220 355	Travel	\$1,400.00	
2220 457	In-Service/Staff Development		\$400.00
2220 599	Other Charges		\$1,000.00
	TOTAL:	\$1,400.00	\$1,400.00
72260	ADULT EDUCATION PROGRAM		
72260 105 FRC	Supervisor/Director	\$62.00	
72260 201 FRC	Social Security	\$4.00	
72260 204 FRC	State Retirement	\$3.00	
72260 207 FRC	Health Insurance	\$82.00	
72260 212 FRC	Medicare	\$1.00	
72260 355 FRC	Travel	\$304.00	
72260 599 FRC	Other Charges		\$394.00
72260 189 RBOG	Other Salaries and Wages	\$300.00	
72260 201 RBOG	Social Security	\$20.00	
72260 204 RBOG	State Retirement	\$16.00	
72260 212 RBOG	Medicare	\$5.00	
72260 355 RBOG	Travel		\$341.00
72260 201 WIFF	Social Security	\$150.00	
72260 207 WIFF	Health Insurance	\$564.00	
72260 212 WIFF	Medicare	\$42.00	
72260 355 WIFF	Travel		\$3,200.00
72260 399 WIFF	Other Contracted Services		\$7,700.00
72260 499 WIFF	Other Supplies and Materials	\$10,144.00	
	TOTAL:	\$11,697.00	\$11,635.00

2310	BOARD OF EDUCATION		
2310 210	Unemployment Compensation Insurance	\$5,000.00	
2310 212	Medicare	\$105.00	
2310 599	Other Charges	\$1,584.00	
	TOTAL:	\$6,689.00	\$0.00
2320	OFFICE OF THE SUPERINTENDENT		
2320 307	Communications		\$1,500.00
2320 355	Travel	\$1,500.00	
	TOTAL:	\$1,500.00	\$1,500.00
	GRAND TOTAL:	\$69,527.82	\$69,527.82

Total Increase/Decrease: \$0.00

FAYETTE COUNTY BOARD OF EDUCATION
 FEDERAL PROJECTS FUND
 FUND 142
 SUBFUND 250 - VOCATIONAL IMPROVEMENT PROGRAM
 JUNE, 2002

		INCREASE	DECREASE
71000	INSTRUCTION		
71300	VOCATIONAL EDUCATION PROGRAM		
71300 163	Assistants		\$124.70
71300 201	Social Security		\$18.54
71300 204	State Retirement		\$6.88
71300 212	Medicare		\$4.80
71300 730	Vocational Instruction Equipment		\$4,323.21
	TOTAL:	\$0.00	\$4,478.13
72000	SUPPORT SERVICES		
72230	VOCATIONAL EDUCATION PROGRAM		
72230 196	In-Service Training	\$3,943.00	
72230 201	Social Security	\$244.65	
72230 204	State Retirement	\$167.50	
72230 212	Medicare	\$56.84	
72230 355	Travel		\$3,231.86
72230 457	In-Service/Staff Development	\$3,298.00	
	TOTAL:	\$7,709.99	\$3,231.86
	GRAND TOTAL:	\$7,709.99	\$7,709.99

Total Increase/Decrease: \$.00

FAYETTE COUNTY BOARD OF EDUCATION
 FEDERAL PROJECTS FUND
 FUND 142
 SUBFUND 280 - TITLE II
 JUNE, 2002

		INCREASE	DECREASE
72000	SUPPORT SERVICES		
72200	REGULAR INSTRUCTION PROGRAM		
72210 457 FFA	In-Service Staff Development		\$2,167.26
72210 457 ROA	In-Service Staff Development		\$2,314.74
72210 457 PUB	In-Service Staff Development	\$4,482.00	
	TOTAL:	\$4,482.00	\$4,482.00

Total Increase/Decrease: \$0.00

FAYETTE COUNTY BOARD OF EDUCATION
 FEDERAL PROJECTS FUND
 FUND 142
 SUBFUND 285 - DRUG FREE SCHOOLS
 JUNE, 2002

		INCREASE	DECREASE
72000	SUPPORT SERVICES		
72130	OTHER STUDENT SUPPORT		
72130 109 PUB	Other Salaries and Wages	\$1,000.00	
72130 201 PUB	Social Security	\$62.00	
72130 204 PUB	State Retirement	\$50.50	
72130 212 PUB	Medicare	\$14.50	
72130 399 PUB	Other Contracted Services		\$1,127.00
	TOTAL:	\$1,127.00	\$1,127.00

Total Increase/Decrease: \$0.00

FAYETTE COUNTY BOARD OF EDUCATION
 CENTRAL CAFETERIA FUND
 FUND 143
 JUNE, 2002

		INCREASE	DECREASE
	OPERATION OF NON-INSTRUCTIONAL SERVICES		
	FOOD SERVICES		
165	Cafeteria Personnel	\$5,000.00	
499	Other Supplies and Materials		\$5,000.00
	TOTAL:	\$5,000.00	\$5,000.00

Increase/Decrease: \$0.00

Motion was then made by Commissioner Harris and unanimously carried by the Board adopting the following Resolution amending the General Fund #101 Budget as follows:

RESOLUTION

BE IT RESOLVED, by the County Legislative Body and/or the Board of County Commissioners of Fayette County, Tennessee, in regular session on this 25th day of June, 2002, it being the fourth Tuesday of the month and the regular monthly meeting of the County Legislative Body in the Courthouse in Somerville, Tennessee.

That the General Fund #101 Budget Amendment be amended in the following words and figures, to-wit:

**COUNTY GENERAL FUND
BUDGET AMENDMENT
F/Y 01/02
JUNE, 2002**

<u>Adjustment to Revenue Accounts:</u>	INCREASE	DECREASE
43120 Patient Charges	\$650,000.00	
Subtotal-43120	\$650,000.00	
TOTAL INCREASE/DECREASE TO REVENUE ACCOUNTS:	\$650,000.00	
<u>Adjustment to Expenditure Accounts:</u>	INCREASE	DECREASE
51100 County Commission		
307 Communication	\$ 100.00	
331 Legal Services	4,000.00	
355 Travel		\$ 4,000.00
425 Gasoline		100.00
Subtotal-51100	\$ 4,100.00	\$ 4,100.00
51300 County Executive		
307 Communication	\$ 400.00	
338 Maint & Repair-Vehicles		\$ 400.00
355 Travel	395.00	
437 Periodicals		395.00
Subtotal-51300	\$ 795.00	\$ 795.00
51500 Election Commission		
168 Temporary Personnel	\$ 575.00	
169 Part-Time Personnel	525.00	
355 Travel		\$ 1,100.00
Subtotal-51500	\$ 1,100.00	\$ 1,100.00

<u>51710 Development</u>		
108 Investigator		\$ 4,000.00
191 Board & Comm. Fees	\$ 4,000.00	
332 Legal Notices	700.00	
351 Rentals		500.00
599 Other Charges		200.00
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Subtotal-51710	\$ 4,700.00	\$ 4,700.00
 <u>51730 Building</u>		
338 Maint & Repair-Vehicles	\$ 1,000.00	
425 Gasoline		\$ 1,000.00
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Subtotal-51730	\$ 1,000.00	\$ 1,000.00
 <u>51800 County Buildings</u>		
348 Postal Charges	\$ 1,658.00	
499 Other Supplies		\$ 268.00
791 Other Construction		1,390.00
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Subtotal-51800	\$ 1,658.00	\$ 1,658.00
 <u>52400 County Trustee's Office</u>		
337 Maint & Repair-Office Equipment		\$ 91.62
355 Travel	\$ 115.42	
709 Data Processing Equipment		23.80
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Subtotal-52400	\$ 115.42	\$ 115.42
 <u>53310 General Sessions Judge</u>		
307 Communication		\$ 100.00
432 Library Books/Media	\$ 100.00	
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Subtotal-53100	\$ 100.00	\$ 100.00
 <u>53600 District Attorney General</u>		
103 Assistant	\$ 1,540.00	
201 Social Security	95.48	
212 Employer Medicare	22.33	
513 Workers Compensation Insurance	60.06	
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Subtotal-53600	\$ 1,717.87	
 <u>54110 Sheriff's Department</u>		
108 Investigator(s)	\$ 500.00	
140 Salary Supplements		\$ 1,000.00
196 In-Service Training		2,000.00
337 Maint & Repair-Office Equipment		3,000.00
719 Office Equipment		3,000.00
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Subtotal-54110	\$ 500.00	\$ 9,000.00
 <u>54210 Jail</u>		
160 Guards		\$ 6,500.00
422 Food Supplies	\$ 10,000.00	
452 Utilities	2,500.00	
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Subtotal-54210	\$ 12,500.00	\$ 6,500.00

54310 Fire Prevention and Control

307	Communication		\$	2.00
348	Postal Charges	\$	2.00	

Subtotal-54310		\$	2.00	\$	2.00
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54410 Civil Defense

355	Travel		\$	266.00
412	Diesel Fuel		\$	380.00
425	Gasoline	\$	360.00	
435	Office Supplies		20.00	
719	Office Equipment		266.00	

Subtotal-54410		\$	646.00	\$	646.00
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54900 Other Public Safety

417	Equipment Parts-Light	\$	2,000.00	
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Subtotal-54900		\$	2,000.00	
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55110 Local Health Center

191	Board & Committee Fees		\$	27
307	Communications			120.00
335	Maint & Repair-Buildings			1,700.00
348	Postal Charges	\$	1,170.00	
413	Drugs & Medical Supplies		125.00	
435	Office Supplies		900.27	
452	Utilities			375.00

Subtotal-55110		\$	2,195.27	\$	2,195.27
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55120 Rabies and Animal Control

106	Deputy(ies)	\$	400.00	
108	Investigator(s)		100.00	

Subtotal-55120		\$	500.00	
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55130 Ambulance/Emergency Medical Services

105	Director	\$	40,000.00	
161	Secretary		26,000.00	
164	Attendants		584,000.00	
307	Communication		4,000.00	
709	Data Processing Equipment		6,000.00	
711	Furniture & Fixtures		6,000.00	
718	Motor Vehicles			\$ 16,000.00

Subtotal-55130		\$666,000.00		\$	16,000.00
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56500 Libraries

169	Part-Time Personnel	\$	122.00	
201	Social Security		279.00	
204	State Retirement			\$ 29.00
205	Employee & Dependent Insurance			377.00
212	Employer Medicare		28.00	
307	Communication			23.00

Subtotal-56500		\$	429.00	\$	429.00
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<u>58220 Airport</u>		
399	Other Contracted Services	\$ 1,500.00
702	Airport Improvement	\$ 1,500.00
	Subtotal-58220	\$ 1,500.00

<u>58400 Other Charges</u>		
506	Liability Insurance	\$ 2,800.00
508	Premiums on Corporate Surety Bonds	1,000.00
510	Trustee's Commission	\$ 3,800.00
	Subtotal-58400	\$ 3,800.00

**TOTAL INCREASE/DECREASE
TO EXPENDITURE ACCOUNT** \$ 705,358.56 \$ 53,640.69

Prior Estimated Expenditures	\$7,436,794.00
Total Estimated Expenditures This Amendment	\$8,088,511.87
Projected Fund Balance before Amendment	\$ 369,068.00
Change in Fund Balance This Amendment	\$ 1,717.87
Estimated Ending Fund Balance as of June 30 th , 2002	\$ 367,350.13

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Motion was made by Commissioner Harris, seconded by Commissioner Moore and unanimously carried by the Board adopting the following Resolution amending the budget of Solid Waste/Sanitation Fund #116.

RESOLUTION

BE IT RESOLVED, by the County Legislative Body and/or the Board of County Commissioners of Fayette County, Tennessee, in regular session on this 25th day of June, 2002, it being the fourth Tuesday of the month and the regular monthly meeting of the County Legislative Body in the Courthouse in Somerville, Tennessee.

That the Solid Waste/Sanitation Fund #116 Budget Amendment be amended in the following words and figures, to-wit:

**SOLID WASTE/SANITATION FUND
BUDGET AMENDMENT
F/Y 01/02
June, 2002**

	INCREASE	DECREASE
<u>Adjustment to Expenditure Accounts:</u>		
<u>55732 Convenience Centers</u>		
733	Solid Waste Equipment	\$ 14,000.00
	Subtotal-55732	\$ 14,000.00

55754 Landfill Operation and Maintenance		
144	Equipment Operators-Heavy	\$ 1,800.00
187	Overtime Pay	6,300.00
210	Unemployment Compensation	\$ 1,500.00
304	Architects	3,000.00
308	Consultants	7,000.00
332	Legal Notices	1,000.00
336	Maint & Repair-Equipment	1,000.00
412	Diesel Fuel	1,000.00
425	Gasoline	2,000.00
452	Utilities	2,000.00
604	Interest on Notes	5,000.00
724	Site Development	22,400.00
733	Solid Waste Equipment	1,000.00
	Subtotal-55754	\$ 34,500.00
		\$ 20,500.00
	TOTAL INCREASE/DECREASE TO EXPENDITURE ACCOUNT	\$ 34,500.00
		\$ 34,500.00

Prior Estimated Expenditures	\$ 812,378.00
Total Estimated Expenditures This Amendment	\$ 812,378.00
Projected Fund Balance before Amendment	\$ 599,504.00
Change in Fund Balance This Amendment	\$ 00.00
Estimated Ending Fund Balance as of June 30 th , 2002	\$ 599,504.00

Motion was made by Commissioner Harris and unanimously carried by the Board adopting the following Resolution amending the General Debt Service #151 Budget.

RESOLUTION

BE IT RESOLVED, by the County Legislative Body and/or the Board of County Commissioners of Fayette County, Tennessee, in regular session on this 25th day of June, 2002, it being the fourth Tuesday of the month and the regular monthly meeting of the County Legislative Body in the Courthouse in Somerville, Tennessee.

That the General Debt Service #151 Budget Amendment be amended in the following words and figures, to-wit:

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**GENERAL DEBT SERVICE FUND
BUDGET AMENDMENT
F/Y 01/02
June, 2002**

	INCREASE	DECREASE
<u>Adjustment to Expenditure Accounts:</u>		
99300 <u>Payments to Refunded Bond Escrow Agent</u>		
606 Other Debt Issuance Charges	\$205,000.00	
Subtotal-99300	\$205,000.00	
TOTAL INCREASE/DECREASE TO EXPENDITURE ACCOUNT	\$205,000.00	
Prior Estimated Expenditures		\$1,670,028.00
Total Estimated Expenditures This Amendment		\$1,670,028.00
Projected Fund Balance before Amendment		\$4,314,023.00
Change in Fund Balance This Amendment		\$ 205,000.00
Estimated Ending Fund Balance as of June 30 th , 2002		\$4,109,023.00
	* * * * *	

Motion was made by Commissioner Harris, seconded by Commissioner Moore and unanimously carried by the Board adopting the following Resolution of the Governing Body of Fayette County, Tennessee, Authorizing the Issuance, Sale, and Payment of Interest-Bearing Materials Recycling Facility Capital Outlay Notes Not to Exceed \$250,000.00:

CAPITAL OUTLAY NOTES

RESOLUTION OF THE GOVERNING BODY OF
FAYETTE COUNTY, TENNESSEE, AUTHORIZING
THE ISSUANCE, SALE, AND PAYMENT OF INTEREST-BEARING
MATERIALS RECYCLING FACILITY CAPITAL OUTLAY NOTES
NOT TO EXCEED \$250,000.00

WHEREAS, the Governing Body of Fayette County, Tennessee (the Local Government) has determined that it is necessary and desirable to provide funds for the following public works project(s) (herein referred to as the "Project"): Materials Recycling Facility; and

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

WHEREAS, under the provisions of Parts I, IV, and VI of Title 9, Chapter 21, Tennessee Code Annotated, local governments in Tennessee are authorized to finance the cost of the Project through the issuance and sale of interest bearing capital outlay notes with a maturity of up to three years upon the approval of the State Director of Local Finance; and

WHEREAS, the Governing Body finds that it is advantageous to the Local Government to authorize the issuance of capital outlay notes to finance the cost of the Project;

NOW THEREFORE, BE IT RESOLVED, by the Governing Body of Fayette County, Tennessee, as follows:

Section 1. That, for the purpose of providing funds to finance the cost of the Project in and for the Local Government, the Chief Executive Officer of the Local Government is hereby authorized in accordance with the terms of this resolution, and upon approval of the State Director of Local Finance, to issue and sell interest-bearing capital outlay notes in a principal amount not to exceed Two Hundred Fifty Thousand Dollars (\$250,000.00) at either a competitive public sale or at a private negotiated sale pursuant to the terms, provisions, and conditions permitted by law. The Notes shall be designated "Materials Recycling Facility and Construction Capital Outlay Notes, Series 2002", shall be numbered serially from 1 upwards; shall be dated as of the date of issuance; shall be in denomination(s) as agreed upon with the purchaser; shall be sold at not less than 99% of par value and accrued interest; and shall bear interest at a rate or rates not to exceed five and one-half percent (5½ %) per annum, and in no event shall the rate exceed the legal limit provided by law.

Section 2. That, the Notes shall mature not later than one (1) year after the date of issuance and that the Notes and any extension or renewal notes shall not exceed the reasonably expected economic life of the Project, which is hereby certified by the Governing Body to be at least one year. Provided, however, that unless otherwise approved by the State Director of Local Finance, each year the Notes are outstanding, one-third (1/3), but in no event not less than one-ninth (1/9), of the original principal amount of the Notes shall mature without renewal but subject to prior redemption.

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

Section 4. That, the Notes shall be direct general obligations of the Local Government, for which the punctual payment of the principal and interest on the notes, the full faith and credit of the Local Government is irrevocably pledged and the Local Government hereby pledges its taxing power as to all taxable property in the Local Government for the purpose of providing funds for the payment of principal of and interest on the Notes. The Governing Body of the Local Government hereby authorizes the levy and collection of a special tax on all taxable property of the Local government over and above all other taxes authorized by the Local government to create a sinking fund to retire the Notes with interest as they mature in an amount necessary for that purpose.

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

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Section 6. That, the Notes will be issued in fully registered form and that at all times during which any Notes remains outstanding and unpaid, the Local Government or its agent shall keep or cause to be kept at its office a note register, if held by an agent of the Local Government, shall at all times be open for inspection by the Local Government or any duly authorized officer of the Local Government. Each Note shall have the qualities and incidents of a negotiable instrument and shall be transferable only upon the note register kept by the Local Government or its agent, by the registered owner of the Note in person or by the registered owner's attorney duly authorized in writing, upon presentation and surrender to the Local Government or its agent together with a written instrument of transfer satisfactory to the Local Government duly executed by the registered owner or the registered owner's duly authorized attorney. Upon the transfer of any such Note, the Local Government shall issue in the name of the transferee a new registered note or notes of the same aggregate principal amount and maturity as the surrendered Notes. The Local Government shall not be obligated to make any such Note transfer during the fifteen (15) days next preceding an interest payment date of the Notes or, in the case of any redemption of the Notes, during the forty-five (45) days next preceding the date of redemption.

Section 7. That, the Notes shall be in substantially the form attached hereto and shall recite that the Notes are issued pursuant to Title 9, Chapter 21, Tennessee Code Annotated.

Section 8. The Notes shall not be sold until receipt of the State Director of Local Finance's written approval for the sale of the Notes.

Section 9. That, the notes are hereby designated as qualified tax-exempt obligations for the purpose of Section 265(b)(3) of the Internal Revenue Code of 1986.

Section 10. That, after the sale of the Notes, and for each year that any of the notes are outstanding, the Local Government shall prepare an annual budget in a form consistent with accepted governmental standards and as approved by the State Director of Local Finance (the "Director".) The budget shall be kept balanced during the life of the notes. The annual budget shall be submitted to the Director immediately upon its adoption; however, it shall not become the official budget for the fiscal year until such budget is approved by the Director in accordance with Title 9, Chapter 21, Tennessee Code Annotated (the "Statutes".) If the Director determines that the budget does not comply with the Statutes, the Governing Body shall adjust its estimates or make additional tax levies sufficient to comply with the Statutes, or as directed by the Director.

Section 11. That, if any of the Notes shall remain unpaid at the end of one (1) year from the issue date, then the unpaid Notes shall be renewed or extended as permitted by law, or retired from the funds of the Local Government or be converted into bonds pursuant to Chapter 11 of Title 9 of the Tennessee Code Annotated, or any other law, or be otherwise liquidated as approval by the State Director of Local Finance.

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

Motion was made by Commissioner Harris, seconded by Commissioner Kelley and unanimously carried by the Board allowing a sale of equipment by the Sheriff and the Landfill.

With no other matters to be brought before this Board, said meeting adjourned.

JIM VOSS - Chairman
County Mayor

ATTEST:

Dell T. Graham, County Clerk