



## Legislation Details (With Text)

**File #:** 15-0690      **Version:** 1      **Name:** RES 2015-85 Water & Sewer Bonds  
**Type:** Resolution      **Status:** Passed  
**File created:** 7/29/2015      **In control:** Board of Mayor & Aldermen  
**On agenda:** 10/25/2016      **Final action:** 10/25/2016  
**Title:** Consideration of Resolution 2015-85, a Resolution Authorizing the Issuance, Sale and Payment of up to \$12,000,000 in Aggregate Principal Amount of Water and Sewer System Revenue Bonds of the City of Franklin, Tennessee and Making Provision for the Operation of the Municipality and the Collection and Disposition of its Revenues (08/13/15 Finance 4-0; Deferred from 08/25/15 WS)  
**Sponsors:** Eric Stuckey, Russ Truell  
**Indexes:**  
**Code sections:**  
**Attachments:** 1. Resolution 2015-85 water revenue bonds, 2. SRF Loan Program, 3. SRF Bid Requirements, 4. Summary of Financing Options, 5. SRF Subordination Policy, 6. Proposed SRF Policy and Guidance for Borrowers\_Redline\_Final Draft 9.21.16, 7. Resolutin 2015-85 Water and Sewer Revenue Bond Resolution

Date	Ver.	Action By	Action	Result
10/25/2016	1	Board of Mayor & Aldermen	approved	Pass
10/8/2015	1	Budget & Finance Committee	acknowledged	Pass
8/25/2015	1	Work Session	referred	
8/13/2015	1	Budget & Finance Committee	acknowledged	

**DATE:** July 29, 2015

**TO:** Board of Mayor and Aldermen

**FROM:** Eric Stuckey, City Administrator  
Russell Truell, Assistant City Administrator

**SUBJECT:**

Consideration of Resolution 2015-85, a Resolution Authorizing the Issuance, Sale and Payment of up to \$12,000,000 in Aggregate Principal Amount of Water and Sewer System Revenue Bonds of the City of Franklin, Tennessee and Making Provision for the Operation of the Municipality and the Collection and Disposition of its Revenues (08/13/15 Finance 4-0; Deferred from 08/25/15 WS)

**Purpose**

The purpose of this memo is to provide information to the Franklin Board of Mayor and Aldermen (BOMA) concerning a Resolution authorizing the issuance and sale of water and sewer revenue bonds.

**Background**

The City of Franklin has previously financed projects in the Water and Sewer fund in two ways: 1) with bonds



backed by the revenue of the water management system AND the taxing power of the City, or 2) the State Revolving Fund program. In order to take advantage of alternate financing methods and to better diversify our sources of funding, revenue bonds are being considered for the water plant upgrades.

In order to adequately protect buyers of previously issued bonds and bonds issued in the future, a master resolution is required to define the guarantees provided by the City water system, the parity of liens affecting existing bondholders, and the parameters upon which future financing will be made.

**Financial Impact**

Adoption of a master resolution will allow more choice when financing is needed for water and wastewater projects, which theoretically will reduce the cost of borrowing.

**Recommendation**

Staff recommends adoption of the Resolution.