

**DUE TO COVID-19 WEARING MASK OR FACE COVERING IS MANDATORY**

**EAST SEVIER COUNTY UTILITY DISTRICT BOARD OF  
COMMISSIONERS MEETING**

**September 09, 2021**

**5:30 P.M.**

**AGENDA**

- 1) Call to Order by President Roy Ivey
- 2) Introductions of Commissioners, Alliance Personnel and ESCUD Manager
- 3) Motion to approve the minutes of the previous Board meeting
- 4) Persons to be Heard
  - **\*\*ONE AT A TIME AS RECOGNIZED\*\***
  - When it is your turn to speak, please stand state your name, address and phone number prior to your discussion. Time limit is 10 minutes.
  - Please be considerate of others that may wish to speak by keeping your comments brief.
  - Customers that interrupt others speaking may be asked to leave meeting.

**REPORTS**

- 5) Motion to approve the Accounts Payable Listing in total as submitted.
- 6) Alliance Water Resources – Financial Report / Operations

**OLD BUSINESS**

- 7) None

**NEW BUSINESS**

- 8) McMahan Sawmill Road Project
- 9) State Report on Debt Obligation
- 10) Adjournment – Next regular Board Meeting to be held on Thursday, October 14, 2021- 5:30 pm

**\*\*Anyone without the authority or knowledge of ESCUD and/or water systems should refrain from giving instructions to other customers\*\***

# MINUTES

## BOARD OF COMMISSIONERS OF THE EAST SEVIER COUNTY UTILITY DISTRICT

Thursday, August 12, 2021

The Board of Commissioners of the East Sevier County Utility District met at 5:30 p.m. on Thursday, August 12, 2021, in the Office of the East Sevier County Utility District, 1529 Alpine Drive, Sevierville, TN 37876. Commissioners present were Roy Ivey, President; Barbara Darby, Secretary/Treasurer; and Janice Brooks–Headrick.

President Roy Ivey called the meeting to order at 5:33 p.m. for any old or new business. Introductions were made to acquaint visitors with Commissioners and Alliance staff.

A motion to approve the minutes of the July 08, 2021, meeting was made by Barbara. Janice seconded the motion. Motion carried.

### Persons to be Heard

Terry Wingate, Secretary of the English Mountain Property Owners' Association (EMPOA), asked what the Board had decided about paying the POA dues, which is \$500 for businesses. He said that last meeting when he had asked about it, he was told that he would be contacted the next day with an answer. The Board had concurred that the District's Attorney, Mark Jendrek, be contacted for advice; but he had not heard back from anyone all month. Evan explained that he had asked Mark about it. Mark, who owns property on English Mountain himself, said that when he received his bill for POA dues, he replied with a letter asking by what authority do they have to collect dues from property owners. He never received an answer back and advised that the District not pay until he receives a reply to his correspondence. Terry's response was that all information pertaining to the POA can be found at englishmountain.info. He said that when property is purchased within the POA's development, the owner(s) automatically becomes a member. Terry then asked for Mark's contact information, which Evan provided.

Evan asked for approval of the list of bills. Barbara motioned to approve the Accounts Payable listing in total as submitted. Janice seconded the motion; motion carried. Evan went over the treasury report and asked for a motion to approve since there were no questions. Barbara motioned to approve the treasury report; Janice seconded the motion. Motion carried.

Concerning operations, Evan reported that three Alliance collection/distribution employees, at supervisor level or above, had been working here on the Mountain different weeks in an effort to assist staff with various tasks, such as processing samples and helping with repairs, since James has been out on medical leave.

The sewer at Bear Creek Crossing had been overflowing. We had ordered pumps and floats, but there is a shortage because of COVID-19, making the process longer than usual. Because of this, the POA has been very abrasive and accusatory concerning the delay. Evan asked the Board to consider raising the rates because some of the three-bedroom cabins have had as many as 12 cars parked around them. We might have to install flow meters to monitor usage. Jan asked if the rate is still related to the number of bedrooms in the cabin. Evan said it is. Barbara asked if the HOA can put restrictions on the number of people that can occupy a cabin. Evan said they can.

#### Old Business

None

#### New Business

We had to replace the Well D pump not long ago, and Jeff had asked B & R to install a larger pump temporarily to see how the system would handle it. The Well was pumping 70 gpm; however, the filtration system could not keep up. AquaClear, the company that originally installed the system, was called to add more tanks. They quoted a price of around \$30,000 to install the tanks.

We then called King Pure Water for a quote. The owner of that company had actually started out as co-owner of AquaClear years ago. He told Jeff that he left the company because of the way his partner, the current owner, was doing business and started his own company. Upon inspecting our system, he found that AquaClear had put unnecessary restrictive disks in place that were restricting the water flow, which explains why the old pump wasn't producing to capacity and had quit from overwork a short time after installation. We hired King Pure Water to get the filtration system set up correctly. It is now able to handle the 70 gpm production.

Knowing that, Evan asked for approval to take out the temporary pump and install a new pump of the same kind. B & R gave us a quote of \$5,000 for the pump and install. Janice motioned to approve the installation of a new 70 gpm pump at Well D at a cost of \$5,000. Barbara seconded the motion; motion carried.

Evan has been working to purchase a new, larger tank for Well D storage. He has received two bids so far. One bid was \$17,700; the other was \$12,600. The bids were both for identical tanks. The difference in the dollar amounts is because of freight, one company being farther away than the other. Evan suggested that the Board approve the lower bid at a cost not to exceed \$12,643.37, and should another bid come in that is lower we can accept it instead. Barbara motioned to approve the cost of the new tank not to exceed \$12,643.37; Janice seconded the motion. Motion carried.

Workers had poured concrete at the wastewater plant. The project manager that was on the job at the time then quit. The new project manager who replace him discovered that they were supposed to sample the concrete to see if it could pass a pressure test before the new tanks are installed. The manager will have to extract a sample from the concrete for testing.

Last month the Board had approved a cost not to exceed \$5,000 (originally \$4,000) to pave roads that had been affected by our staff digging to repair leaks in various locations on the Mountain. We recently received an invoice for \$5,800 from Junior Hommel Excavating, who did the paving. Evan asked the Commissioners what they would like to do concerning payment. Roy said that a homeowner had asked the company to pave one or more areas around his property, the cost of which might have been included in our invoice. The Board asked that Evan call the company to obtain an itemized bill to ascertain for what we are being charged.

The USDA has been funding our projects through loans and grants, 55 percent of which are loans and 45 percent of which are grants. The next two draws will hit the 55 percent mark at which time the loan will be closed. Evan asked for approval from the Board to close out the loan and make monthly payments at a rate of one percent (down from the original 3.25%). The difference in the rates will bring our payments down from \$2,200 per month to \$1,600 per month, which is a substantial savings for a 30-year loan. The payment will be taken from the Maintenance & Operations bank account on the 20<sup>th</sup> of each month. Barbara motioned to approve the closing of the USDA loan and begin making monthly payments at an interest rate of one percent. Janice seconded the motion; motion carried.

The next regular meeting will be held on Thursday, September 09, 2021, at 5:30 p.m.

#### Adjournment

Roy motioned and Barbara seconded the motion, to adjourn at 6:26 p.m. Motion carried.

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Secretary-Treasurer

# East Sevier County Utility District

## Balance Sheets

July 31, 2021

	7/31/21	7/31/20
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Checking Account - Operations	\$ 315,345.25	\$ 360,127.00
Checking Account - Alpine Rd Funding	109,869.85	85,869.85
Cash on Hand	100.00	100.00
Cash - Restricted - Customer Deposits	(71,033.49)	(43,786.00)
<b>Total Cash</b>	<b>354,281.61</b>	<b>402,310.85</b>
Accounts Receivable	154,457.19	194,016.37
Allowance for Doubtful Accounts	(71,166.67)	(37,166.67)
Unbilled Accounts Receivable	8,803.00	10,539.00
Inventory - Water and Sewer	20,668.75	16,246.19
Prepaid Expenses	27,299.69	18,266.86
<b>Total Current Assets</b>	<b>494,343.57</b>	<b>604,212.60</b>
<b>PROPERTY, PLANT, &amp; EQUIPMENT</b>		
Land	76,657.80	31,657.80
Distribution & Collection System	3,089,498.25	2,927,420.45
Buildings	69,235.68	69,235.68
Machinery & Equipment	121,212.26	121,349.26
Vehicles & Trailer(s)	88,334.99	37,950.99
Construction Work in Progress	452,935.58	147,078.75
Less: Accumulated Depreciation	(1,318,366.70)	(1,181,756.17)
<b>Net Property, Plant, &amp; Equipment</b>	<b>2,579,507.86</b>	<b>2,152,936.76</b>
<b>RESTRICTED ASSETS</b>		
Construction Account - Waste Water Project	813.37	833.37
Cash - Restricted - Customer Deposits	71,033.49	43,786.00
<b>Total Restricted Assets</b>	<b>71,846.86</b>	<b>44,619.37</b>
<b>OTHER ASSETS</b>		
Deposits	14,945.00	14,370.00
<b>Total Other Assets</b>	<b>14,945.00</b>	<b>14,370.00</b>
<b>Total Assets</b>	<b>\$ 3,160,643.29</b>	<b>\$ 2,816,138.73</b>

## East Sevier County Utility District

### Balance Sheets

July 31, 2021

	7/31/21	7/31/20
<b>LIABILITIES AND DISTRICT'S EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 59,267.44	\$ 35,826.41
Sales Tax Payable	2,064.12	4,104.33
Payroll Taxes Payable	382.60	382.62
Unearned Revenue	33,069.88	30,420.85
Long Term Debt - Current	8,417.23	8,163.56
Accrued Interest Payable	15,244.77	7,932.41
Customer Deposits	71,033.49	45,577.00
<b>Total Current Liabilities</b>	<b>189,479.53</b>	<b>132,407.18</b>
<b>LONG-TERM DEBT</b>		
USDA 2018 Loan #1	454,053.08	152,506.25
USDA 2017 Loan #2	282,558.14	286,670.57
USDA 2017 Loan #3	257,671.91	261,722.41
Less Current Portion of L-Term Debt	(8,417.23)	(8,163.56)
<b>Total Long-Term Debt</b>	<b>985,865.90</b>	<b>692,735.67</b>
<b>Total Liabilities</b>	<b>1,175,345.43</b>	<b>825,142.85</b>
<b>DISTRICT'S EQUITY</b>		
Retained Earnings (Deficit)	1,995,437.27	1,960,517.59
YTD Net Income	(10,139.41)	30,478.29
<b>Total District's Equity</b>	<b>1,985,297.86</b>	<b>1,990,995.88</b>
<b>Total Liabilities and District's Equity</b>	<b>\$ 3,160,643.29</b>	<b>\$ 2,816,138.73</b>

**East Sevier County Utility District**  
**Statements of Revenues and Expenses**  
**Fiscal Year Jul 01 to Jun 30**  
**For the Month(s) Ending**  
**Actual vs Budget**

<u>July, 2021</u>			<u>YTD</u>		
<u>Actual</u>	<u>Budget</u>		<u>Actual</u>	<u>Budget</u>	<u>Annual Budget</u>
		<b>Operating Revenues</b>			
\$ 20,394	\$ 35,747	Water Sales	\$ 20,394	\$ 35,747	\$ 237,263
51,130	60,297	Sewer Charges	51,130	60,297	620,164
-	-	Connection Fees - Water	-	-	2,500
1,500	1,500	Connection Fees - Sewer	1,500	1,500	23,750
-	1,072	Late Charge Fees	-	1,072	12,861
5,024	8,938	Reconnect/Meter Sets/Other Fees	5,024	8,938	107,253
-	200	Interest Income	-	200	2,400
<b>78,048</b>	<b>107,754</b>	<b>Total Operating Revenues</b>	<b>78,048</b>	<b>107,754</b>	<b>1,006,191</b>
		<b>Operating Expenses</b>			
49,048	49,048	Management & Operations Contract	49,048	49,048	588,576
4,233	4,333	Utilities	4,233	4,333	52,000
2,539	2,500	Insurance	2,539	2,500	30,000
18,107	7,917	Repairs & Maintenance	18,107	7,917	95,000
1,760	1,000	Legal Expenses	1,760	1,000	12,000
-	-	Accounting/Audit	-	-	7,400
2,082	2,083	Director Fees	2,082	2,083	25,000
159	167	Payroll Taxes	159	167	2,000
1,167	1,167	Bad Debts	1,167	1,167	14,000
-	-	Dues & Subscriptions	-	-	100
23	-	Advertising	23	-	-
-	3,412	Permits	-	3,412	5,200
204	292	Miscellaneous Expenses	204	292	3,500
<b>79,323</b>	<b>71,918</b>	<b>Total Operating Expenses</b>	<b>79,323</b>	<b>71,918</b>	<b>834,776</b>
<b>(1,275)</b>	<b>35,835</b>	<b>Net Income B/4 Other Income (Expenses)</b>	<b>(1,275)</b>	<b>35,835</b>	<b>171,415</b>
		<b>Other Income (Expenses)</b>			
-	-	Grant Income	-	-	536,000
(2,664)	(1,792)	Interest Expense	(2,664)	(1,792)	(21,500)
(6,200)	(12,992)	Depreciation	(6,200)	(12,992)	(155,900)
<b>(8,864)</b>	<b>(14,783)</b>	<b>Total Other (Income) Expenses</b>	<b>(8,864)</b>	<b>(14,783)</b>	<b>358,600</b>
<b>\$ (10,139)</b>	<b>\$ 21,052</b>	<b>Net Income (Loss)</b>	<b>\$ (10,139)</b>	<b>\$ 21,052</b>	<b>\$ 530,015</b>

**East Sevier County Utility District, TN  
Treasury Report**

<b>Billing Charges For the Month of:</b>	<b>Jul-21</b>	
Water Revenue		20,393.72
Sewer Revenue		53,520.32
Installment Billing -Offsite Sewer Arrears		556.67
Sales Taxes		2,064.12
Late Charges		-
Installation Fees-Water		-
Installation Fees-Sewer		1,500.00
Other Miscellaneous Fees		5,024.24
Returned Checks		-
Deposits Applied/Adjustments		(990.00)
Customer Refunds Paid		1,613.61
<b>Total Billing Charges</b>		<u><b>83,682.68</b></u>
<b>Water Gallons Billed</b>		<u><b>1,009,951</b></u>
<b>Water Customers Billed</b>		<u><b>249</b></u>
<b>Sewer Gallons Billed</b>		<u><b>618,670</b></u>
<b>Sewer Customers Billed</b>		<u><b>843</b></u>

<b>Accounts Receivable</b>	<b>Jul-21</b>	
Beginning Balance		146,317.45
Billing Charges		83,682.68
Bad Debt Recoveries (Write Offs)		-
Accounts Receivable Collections		(90,996.56)
<b>End of Month Accounts Receivable</b>		<u><b>139,003.57</b></u>

<b>Water Revenue Checking</b>	<b>Jul-21</b>	
Beginning Balance		308,884.85
<b>Deposits:</b>		
Accounts Receivable Collections		90,996.56
Reverse 0015-21000-001 payment adjustment on account from prior month		135.00
Customer Deposits		<u>2,540.00</u>
		93,671.56
<b>Disbursements:</b>		
Accounts Payable Checks		(74,780.46)
Auto Debit Charges-Utilities		(4,189.20)
USDA Loan Payment		(2,076.00)
Transfer to Alpine Road Funding		(2,000.00)
TN TAP - Sales Tax		(1,956.00)
Refund Checks		(1,613.61)
Payroll Taxes		(382.64)
Bank fees		<u>(213.25)</u>
End of Month Balance		315,345.25
Cash Receipts Collected To Date in:	<b>Aug-21</b>	63,222.78
Auto Debited Utilities in:	<b>Aug-21</b>	(4,404.47)
Bills Submitted for Payment in:	<b>Aug-21</b>	<u>(105,062.49)</u>
<b>Available Balance</b>		<u><u><b>269,101.07</b></u></u>



**East Sevier County Utility District, TN  
Treasury Report  
Summary of Cash and Investments  
July 31, 2021**

<b>Bank Account / Security</b>	<b>Maturity Date</b>	<b>Beginning Balance</b>	<b>Deposits</b>	<b>Interest Earned</b>	<b>Payments</b>	<b>Ending Balance</b>
<b>Checking Acct-Operations</b>		308,884.85	93,671.56	-	(87,211.16)	315,345.25
<b>Checking Acct-Alpine Road Funding</b>		107,869.85	2,000.00	-	-	109,869.85
<b>Checking Acct-Waste Water Plant</b>		813.37	-	-	-	813.37
<b>Cash on Hand</b>		100.00	-	-	-	100.00
<b>Total Cash and Investments</b>		<b>417,668.07</b>	<b>95,671.56</b>	<b>-</b>	<b>(87,211.16)</b>	<b>426,128.47</b>

**EAST SEVIER COUNTY UTILITY DISTRICT  
BILLING SUMMARY**

DATE	WATER REVENUE		WATER GALLONS (000s)		NO. OF CUSTMRS
	TOTAL	YTD TOTAL	TOTAL	YTD TOTAL	
Jul-21	20,484	20,484	1,010	1,010	249
Jun-21	19,883	266,302	906	14,025	248
May-21	19,984	246,419	877	13,119	248
Apr-21	20,542	226,435	988	12,242	248
Mar-21	28,478	205,893	1,925	11,254	250
Feb-21	21,063	177,415	977	9,329	247
Jan-21	19,944	156,352	750	8,352	249
Dec-20	21,862	136,408	1,227	7,602	250
Nov-20	20,126	114,546	935	6,375	250
Oct-20	19,644	94,420	817	5,440	250
Sep-20	19,440	74,776	854	4,623	245
Aug-20	19,566	55,337	841	3,769	249
Jul-20	35,771	35,771	2,928	2,928	247

**EAST SEVIER COUNTY UTILITY DISTRICT  
BILLING SUMMARY**

DATE	SEWER REVENUE		SEWER GALLONS (000s)		NO. OF CUSTMRS	W&S CUSTMR RECEIPTS
	TOTAL	YTD TOTAL	TOTAL	YTD TOTAL		
Jul-21	52,744	52,744	619	619	843	90,997
Jun-21	53,182	647,773	563	8,695	838	86,032
May-21	52,878	594,592	538	8,132	834	85,065
Apr-21	53,487	541,714	630	7,594	836	82,017
Mar-21	61,708	488,227	1,565	6,964	830	93,418
Feb-21	52,180	426,518	465	5,399	830	95,566
Jan-21	52,376	374,338	456	4,934	825	96,451
Dec-20	54,364	321,963	859	4,478	827	110,401
Nov-20	52,333	267,599	572	3,619	824	69,016
Oct-20	51,849	215,266	492	3,047	824	79,482
Sep-20	51,729	163,417	502	2,555	824	70,655
Aug-20	51,329	111,689	499	2,053	820	98,021
Jul-20	60,359	60,359	1,554	1,554	816	85,621



## **OUR MISSION**

*We partner with communities to deliver the finest water and wastewater services available at a competitive price. We are committed to keeping water safe and clean while serving people and taking care of communities with improved technical operations, careful management and financial oversight, and ensured regulatory compliance.*

**Alliance Water Resources, Inc.**

**206 S. Keene  
St. Columbia,  
MO 65201**

**(573)874-8080**

## **OPERATIONS REPORT – East Sevier County Utility District**

**AUG – 2021**

### **Administrative**

Staff have effectively performed purchasing and contractor scheduling while the Local Manager was out on leave.

### **Treatment**

Treatment at the wells is monitored daily. All testing results have been within regulatory compliance.

Treatment at the wastewater plant is effective. All monthly parameters were within permit limits.

### **Collection/Distribution**

Two pump kits were installed at Lashbrooke Estates

Two pump kits were installed at Smoky Mountain Ridge

One pump kit was installed at Hibernation Station

The new Well D equipment setup is producing 60 gal/min

A 10,000 gallon water storage tank has been ordered for the Well D service area

Bids For Wells C&D backup generators are being submitted by vendors.

### **Customer Service**

A staff member discussed leak detection techniques with two customers.

### **Project Updates**

To accommodate an upcoming concrete pour, a core sample was taken at the new WWTP construction site.



## **OPERATIONS REPORT – East Sevier County Utility District**

### **Safety**

Newly scheduled safety meetings will cover confined space entry, Arc Flash Safety, Chemical Handling, and PPE.

### **Regulatory**

Monthly Water and Wastewater reports were successfully submitted to the Tennessee Department of Environment and Conservation.

### **Concerns for the Month**

Creating a positive impact on water loss.

Ensuring that newly installed equipment is functioning properly.

### **Positives for the Month**

Well D current and future improvements are effectively addressing shortcomings in the Well D treatment and distribution systems.

### **Leak Repairs**

Water main repairs were made on Basswood and Alpine.  
Sewer repairs were made at Parkside and Bear Creek.

<b>Alliance Year-to-Date Capped Expenses through June 2021</b>			
	<b>Actual</b>	<b>Budget</b>	<b>Over (Under) Budget</b>
<b>Repair Expense</b>	\$63,507	\$39,900	\$23,607
<b>Chemical Expense</b>	\$3434	\$ 12,200	(\$8,766)

**East Sevier County Utility District**  
**1529 Alpine Drive**  
**Sevierville, TN 37876**  
(865) 453-6704

ESCUD Commissioners

August 30, 2021

Subject:           Housing Development on McMahan Sawmill Road  
                  Laurel Creek Subdivision

Dear Commissioners,

I have been approached by a developer in Sevierville requesting that we provide sewer service to his development. This agreement would be unique in that there are only 13 homes and there would be no HOA to have an agreement with. He would build the plant and lines and deed it all over to ESCUD to own and operate forever. At the proposed rate of \$100/month, this would generate \$15,600 per year. While this may seem like a fair amount, pumps, equipment, and man hours could cost thousands per year as well. I am not sure that this would be a successful venture. We would own the system with no way out if we were losing money.

I would like to discuss this at the board meeting next week, but wanted to give you this information beforehand.

Evan Romo  
Alliance Water Resources  
East Sevier County Utility District

**REPORT ON DEBT OBLIGATION**  
(Pursuant to Tennessee Code Annotated Section 9-21-151)

**1. Public Entity:**  
 Name: EAST SEVIER COUNTY UTILITY DISTRICT OF SEVIER COUNTY, TENNESSEE  
 Address: 1529 Alpine Drive  
Sevierville, Tennessee 37876  
 Debt Issue Name: Water and Sewer Revenue Bond, Series 2018  
 If disclosing initially for a program, attach the form specified for updates, indicating the frequency required.

**2. Face Amount:** \$ 555,000.00  
 Premium/Discount: \$ \_\_\_\_\_

**3. Interest Cost:** 1.7500 %  Tax-exempt  Taxable  
 TIC  NIC  
 Variable: Index \_\_\_\_\_ plus \_\_\_\_\_ basis points; or  
 Variable: Remarketing Agent \_\_\_\_\_  
 Other: \_\_\_\_\_

**4. Debt Obligation:**  
 TRAN  RAN  CON  
 BAN  CRAN  GAN  
 Bond  Loan Agreement  Capital Lease  
 If any of the notes listed above are issued pursuant to Title 9, Chapter 21, enclose a copy of the executed note with the filing with the Office of State and Local Finance ("OSLF").

**5. Ratings:**  
 Unrated  
 Moody's \_\_\_\_\_ Standard & Poor's \_\_\_\_\_ Fitch \_\_\_\_\_

**6. Purpose:**

		BRIEF DESCRIPTION
<input type="checkbox"/> General Government	_____ %	_____
<input type="checkbox"/> Education	_____ %	_____
<input checked="" type="checkbox"/> Utilities	<u>100.00</u> %	<u>improvements and extensions to the system</u>
<input type="checkbox"/> Other	_____ %	_____
<input type="checkbox"/> Refunding/Renewal	_____ %	_____

**7. Security:**  
 General Obligation  General Obligation + Revenue/Tax  
 Revenue  Tax Increment Financing (TIF)  
 Annual Appropriation (Capital Lease Only)  Other (Describe): \_\_\_\_\_

**8. Type of Sale:**  
 Competitive Public Sale  Interfund Loan  
 Negotiated Sale  Loan Program USDA Loan  
 Informal Bid

**9. Date:**  
 Dated Date: 08/25/2021 Issue/Closing Date: 08/25/2021

**REPORT ON DEBT OBLIGATION**  
(Pursuant to Tennessee Code Annotated Section 9-21-151)

**10. Maturity Dates, Amounts and Interest Rates \*:**

Year	Amount	Interest Rate	Year	Amount	Interest Rate
2059	\$ 1,667.00 mo. / 456 months	1.7500 %		\$	%
	\$(P & I payments)	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%
	\$	%		\$	%

If more space is needed, attach an additional sheet.

If (1) the debt has a final maturity of 31 or more years from the date of issuance, (2) principal repayment is delayed for two or more years, or (3) debt service payments are not level throughout the retirement period, then a cumulative repayment schedule (grouped in 5 year increments out to 30 years) including this and all other entity debt secured by the same source **MUST BE PREPARED AND ATTACHED**. For purposes of this form, debt secured by an ad valorem tax pledge and debt secured by a dual ad valorem tax and revenue pledge are secured by the same source. Also, debt secured by the same revenue stream, no matter what lien level, is considered secured by the same source.

\* This section is not applicable to the Initial Report for a Borrowing Program.

**11. Cost of Issuance and Professionals:**

No costs or professionals

	AMOUNT <small>(Round to nearest \$)</small>	FIRM NAME
Financial Advisor Fees	\$ 0	
Legal Fees	\$ 0	
Bond Counsel	\$ 1,000	Bass, Berry & Sims PLC
Issuer's Counsel	\$ 3,260	Mark Jendrek, Esq.
Trustee's Counsel	\$ 0	
Bank Counsel	\$ 0	
Disclosure Counsel	\$ 0	
_____	\$ 0	
Paying Agent Fees	\$ 0	
Registrar Fees	\$ 0	
Trustee Fees	\$ 0	
Remarketing Agent Fees	\$ 0	
Liquidity Fees	\$ 0	
Rating Agency Fees	\$ 0	
Credit Enhancement Fees	\$ 0	
Bank Closing Costs	\$ 0	
Underwriter's Discount _____%		
Take Down	\$ 0	
Management Fee	\$ 0	
Risk Premium	\$ 0	
Underwriter's Counsel	\$ 0	
Other expenses	\$ 0	
Printing and Advertising Fees	\$ 0	
Issuer/Administrator Program Fees	\$ 0	
Real Estate Fees	\$ 0	
Sponsorship/Referral Fee	\$ 0	
Other Costs _____	\$ 0	
<b>TOTAL COSTS</b>	<b>\$ 4,260</b>	



**REPORT ON DEBT OBLIGATION**  
(Pursuant to Tennessee Code Annotated Section 9-21-151)

**12. Recurring Costs:**

No Recurring Costs

	AMOUNT (Basis points/\$)	FIRM NAME (If different from #11)
Remarketing Agent	_____	_____
Paying Agent / Registrar	_____	_____
Trustee	_____	_____
Liquidity / Credit Enhancement	_____	_____
Escrow Agent	_____	_____
Sponsorship / Program / Admin	_____	_____
Other _____	_____	_____

**13. Disclosure Document / Official Statement:**

None Prepared

EMMA link \_\_\_\_\_ or

Copy attached

**14. Continuing Disclosure Obligations:**

Is there an existing continuing disclosure obligation related to the security for this debt?  Yes  No

Is there a continuing disclosure obligation agreement related to this debt?  Yes  No

If yes to either question, date that disclosure is due \_\_\_\_\_

Name and title of person responsible for compliance \_\_\_\_\_

**15. Written Debt Management Policy:**

Governing Body's approval date of the current version of the written debt management policy 02/06/2012

Is the debt obligation in compliance with and clearly authorized under the policy?  Yes  No

**16. Written Derivative Management Policy:**

No derivative

Governing Body's approval date of the current version of the written derivative management policy \_\_\_\_\_

Date of Letter of Compliance for derivative \_\_\_\_\_

Is the derivative in compliance with and clearly authorized under the policy?  Yes  No

**17. Submission of Report:**

To the Governing Body: on 09/09/2021 and presented at public meeting held on 09/09/2021

Copy to Director to OSLF: on 08/25/2021 either by:

Mail to: 505 Deaderick Street, Suite 1600  
James K. Polk State Office Building  
Nashville, TN 37243-1402

OR  Email to: [StateAndLocalFinance.PublicDebtForm@cot.tn.gov](mailto:StateAndLocalFinance.PublicDebtForm@cot.tn.gov)

**18. Signatures:**

	AUTHORIZED REPRESENTATIVE	PREPARER
Name	<u>Roy Ivey</u>	<u>Alexandrea R. Samber</u>
Title	<u>President</u>	<u>Attorney</u>
Firm		<u>Bass, Berry &amp; Sims PLC</u>
Email	<u>eromo@alliancewater.com</u>	<u>alex.samber@bassberry.com</u>
Date	<u>08/25/2021</u>	<u>08/25/2021</u>