

RESOLUTION NO. 122

RESOLUTION AUTHORIZING THE ISSUANCE, SALE, AND PAYMENT OF INTEREST-BEARING GENERAL FUND TAX REVENUE ANTICIPATION NOTES NOT TO EXCEED \$75,000

WHEREAS, the Board of Mayor and Aldermen of The Town of Mount Carmel, Tennessee, (the "Local Government") has determined that it is necessary and desirable to borrow a limited amount of funds to meet appropriations made for the General Fund (the "Fund") for the current fiscal year, being July 1, 1995 through June 30, 1996, inclusive, (the "Fiscal Year"), in anticipation of the collection of revenues for the fund during the Fiscal year; and

WHEREAS, under the provisions of Parts I, IV and VIII of Title 9, Chapter 21, Tennessee Code Annotated (the "Act") local governments in Tennessee are authorized to issue and sell interest-bearing revenue anticipation notes in amounts not exceeding sixty percent (60%) of the Fund appropriation for the Fiscal Year upon the approval of the State Director of Local Finance; and

WHEREAS, the Board of Mayor and Aldermen finds that it is advantageous to the Local Government to authorize the issuance and sale of revenue anticipation notes; Now, therefore,

BE IT RESOLVED, by the Board of Mayor and Aldermen of the Town of Mount Carmel, Tennessee, as follows:

Section 1. That, for the purpose of providing funds to meet certain appropriations for the Fiscal Year, the Mayor of the Local Government is hereby authorized in accordance with the terms of this Resolution to issue and sell interest-bearing revenue anticipation notes in a principal amount not to exceed Seventy Five Thousand Dollars (\$75,000) (the "Notes") at either a competitive public sale or at a private negotiated sale upon approval of the State Director of Local Finance pursuant to the terms, provisions, and conditions permitted by law. The Notes shall be designated "General Fund Tax Anticipation Notes, Series 1996"; 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 par value and accrued interest; and shall bear interest at a rate or rates not to exceed nine per cent (9%) per annum, and in no event shall the rate exceed the legal limit provided by law.

Section 2. That, the sum of the principal amount of the Notes, together with the principal amount or amounts of any prior revenue anticipation notes issued during the Fiscal year, does not exceed sixty percent (60%) of the Fund appropriation for

the Fiscal year.

Section 3. That, the Notes may be renewed from time to time and money may be borrowed from time to time for the payment of any indebtedness evidenced by the Notes; provided, that the Notes and any renewal notes shall mature and be paid in full without renewal on or before the end of the Fiscal Year. If the Local Government overestimates the amount of revenue collected for the Fiscal year and it becomes impossible to retire the Notes and all renewal notes prior to the close of the Fiscal year, then the Local Government shall apply to the State Director of Local Finance within ten (10) days prior to the close of the Fiscal Year for permission to issue funding bonds to cover the unpaid Notes in the manner provided by Title 9, Chapter 11 of Tennessee Code Annotated or as otherwise provided for in a manner approved by the State Director of Local Finance.

Section 4. That, the Notes shall be secured solely by the receipt of taxes and revenues by the Fund during the Fiscal Year.

Section 5. 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.

Section 6. 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 Recorder with the Local Government seal affixed thereon; and shall be payable as to principal and interest at the office of the Recorder of the Local Government or the paying agent duly appointed by the Local Government. Proceeds of the Notes shall be deposited with the Treasurer of the Local Government and shall be paid out for the purpose of meeting Fund appropriations made for the Fiscal year in anticipation of the collection of revenues pursuant to this Resolution and as required by law.

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.

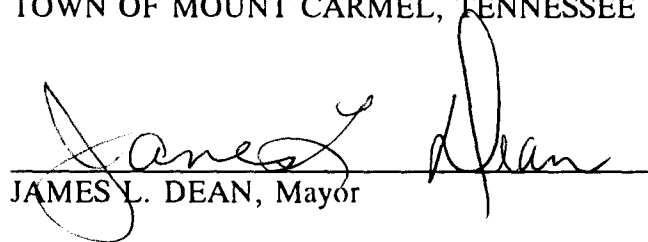
Section 8. That, the Notes shall be sold only after the receipt of the approval of the State

Director of Local Finance for the sale of the Notes.

Section 9. 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.

ADOPTED this 27th day of July, 1995.

TOWN OF MOUNT CARMEL, TENNESSEE


JAMES L. DEAN, Mayor

ATTEST:


NANCY F. CARTER, Recorder

APPROVED AS TO FORM:


LAW OFFICES OF FAULK, MAY AND COUP, Attorneys

STATE OF TENNESSEE

COUNTY OF HAWKINS

I, Nancy Carter, Recorder for the Town of Mount Carmel, Tennessee, do hereby certify that the foregoing is a true and correct copy of the original Resolution as the same appears of record on file in my office.

WITNESS my hand and official seal of office, in Mount Carmel, Tennessee, this 27th day of April, 1995.

NANCY F. CARTER, Recorder
TOWN OF MOUNT CARMEL, TENNESSEE

\$ _____
(Local Government)
of the
State of Tennessee

_____ TAX ANTICIPATION NOTE, SERIES 19__

<u>DATED</u>	<u>INTEREST RATE</u>	<u>MATURITY DATE</u>
_____, 19__	_____ %	_____, ____

The (City/County) of _____ (the "Local Government")
of the State of Tennessee hereby acknowledges itself indebted, and for value
received hereby promises to pay bearer the sum of
Dollars (\$ _____) (the "Principal Sum") on or before the Maturity
Date (specified above) (unless this note shall have been duly called for prior
redemption and payment of the redemption price shall have been duly made or
provided for), upon presentation and surrender to the Local Government or its
agent, and to pay from the date hereon interest on the Principal Sum on
_____ (date), and thereafter on the (recurring interest payment date)
at the Interest Rate per annum (specified above), by check or draft mailed to
the bearer, at the address below. Both principal of and interest on of this
note are payable at the office of the (City Treasurer (Recorder)/County
Trustee) or paying agent duly appointed by the Local Government in lawful
money of the United States of America.

This note is secured solely by the receipt of taxes and revenues to be
received by the (indicate fund) (the "Fund") during the current fiscal year of
the Local Government, being _____, 19__ through
_____, 19__, inclusive (the "Fiscal Year").

This note is subject to redemption prior to its stated maturity in whole
or in part at any time at the option of the Local Government upon payment of
the principal amount of the note together with the interest accrued thereon to
the date of redemption without a premium.

This note is issued under the authority of Parts I, IV, and VIII of Title
9, Chapter 21, Tennessee Code Annotated, and a resolution duly adopted by the
Local Government on _____, 19__, to provide funds in

anticipation of the collection of taxes and revenues for the Fund during the Fiscal Year in an amount not exceeding sixty percent (60%) of the total Fund appropriations for the Fiscal Year. The Maturity Date specified above shall not exceed the end of the Fiscal Year.

Title 9, Chapter 21, Section 117, Tennessee Code Annotated provides that this note and interest thereon are exempt from taxation by the State of Tennessee or by any county, municipality or taxing district of the State, except for inheritance, transfer and estate taxes and except as otherwise provided under the laws of the State of Tennessee.

IT IS HEREBY CERTIFIED, RECITED AND DECLARED that all acts, conditions and things required to exist, happened and be performed precedent to and in the issuance of this note exist, have happened and have been performed in due time, form and manner as required by the Constitution and laws of the State of Tennessee, and that the amount of this note, together with all other indebtedness of the Local Government, does not exceed any constitutional or statutory limitation thereon, and that this note is within every constitutional and statutory limitation.

IN WITNESS WHEREOF, the Governing Body of the Local Government has caused this note to be executed in name of the Local Government by the manual signature of the (Local Government Chief Executive), and countersigned and attested by the manual signature of the (City Recorder/County Clerk), with the Seal of the Local Government affixed hereto or imprinted hereon, and this note to be dated as of the ____ day of _____, 19__.

Duly passed and approved this _____ day of _____,
19__.

(title)

(Local Government Chief Executive)

ATTESTED:

(City Recorder/County Clerk)