



City of Bartlett
A. Keith McDonald, Mayor

August 2, 2021

Ms. Betsy Knotts
Director of the Division of Local Government Finance
Tennessee Comptroller of the Treasury
Cordell Hull Building
425 Rep. John Lewis Parkway N.
Nashville, TN 37243-3400

**City of Bartlett, Tennessee
Plan of Refunding
General Obligation Public Improvement and Refunding Bonds, Series 2021**

Dear Ms. Knotts:

The City of Bartlett, Tennessee (the "City") intends to issue general obligation refunding bonds to currently refund certain general obligation debt of the City. We are submitting this plan of refunding (the "Plan of Refunding" or "Plan") for your review pursuant to Section 9-21-903, *et seq.* of the Tennessee Code Annotated.

Proposed Plan of Refunding

In accordance with the City's Debt Management Policy, the City, together with its Financial Advisor, has determined that a refunding to realize debt service savings will be in the best interest of the City, and such decision complies with the City's Debt Management Policy, including meeting the required savings threshold.

The City plans to issue its General Obligation Improvement and Refunding Bonds, Series 2021 (the "Series 2021 Bonds"). The Series 2021 Bonds will:

- Currently refund the City's outstanding Water and Sewer Revenue and Tax Bonds, Series 2007 (the "Series 2007 Bonds") in the principal amount of \$395,000. The Series 2007 Bonds were authorized pursuant to resolutions adopted by the Board of Mayor and Alderman on July 24, 2007.
- Currently refund the City's outstanding Water and Sewer Revenue and Tax Bonds, Series 2009 (the "Series 2009 Bonds") in the principal amount of \$455,000. The Series 2009 Bonds were authorized pursuant to resolutions adopted by the Board of Mayor and Alderman on July 28, 2009.
- Currently refund the City's outstanding General Obligation Refunding and Improvement Bonds, Series 2010 (the "Series 2010 Bonds") in the principal amount of \$1,190,000. The Series 2010 Bonds

were authorized pursuant to resolutions adopted by the Board of Mayor and Alderman on July 13, 2010.

- Allow for the issuance of a portion of the Series 2021 Bonds as new money general obligation bonds to fund various City capital projects of \$3,488,500.

The proceeds of the Series 2021 Bonds will be used to: 1) to pay principal and interest on the Series 2007 Bonds, Series 2009 Bonds, Series 2010 Bonds; 2) fund \$3,488,500 of capital projects; and 3) pay certain costs of issuance on the Series 2021 Bonds. The Series 2021 Bonds are expected to be sold via competitive sale in late September 2021.

The Series 2021 Bonds attributable to the refunding of the Series 2007 Bonds and Series 2009 Bonds are also additionally payable from, but not secured by the City's water and sewer revenues.

Anticipated Debt Service Savings

The Series 2021 Bonds associated with refunding of the Series 2007 Bonds, Series 2009 Bonds and Series 2010 Bonds, referred to herein as the "Refunded Bonds", will be structured to provide proportional debt service savings.

Based on current market conditions, it is estimated that refunding the Refunded Bonds will provide net present value savings of approximately \$170,991 or 8.4% of the refunded par amount. The City's Debt Management Policy provides for a threshold of net present value savings shall be at least one and one half (1.5) times the cost of issuance associated with the financing.

	Series 2007	Series 2009	Series 2010	Total Refunded Bonds
Par Amount Refunded	\$395,000	\$455,000	\$1,190,000	\$2,040,000
Present Value Savings (\$)	44,963	60,013	66,015	170,991
Present Value Savings (%)	11.3%	13.2%	5.5%	8.4%
Allocable Costs of Issuance (COI)	6,868	7,575	21,816	36,259
PV Savings/COI	6.5X	7.9X	3.0X	4.7X
Current Weighted Average Maturity	3.51	4.57	2.98	3.44
Projected Weighted Average Maturity	3.93	5.12	3.17	3.75

The final maturity of the portion of the Series 2021 Bonds allocated to each series of the Refunded Bonds will not extend beyond the fiscal year in which the final maturity of their respective series of Refunded Bonds would have occurred.

The following professionals have provided advice that the City has relied upon to prepare this Plan of Refunding:

Financial Advisors
PFM Financial Advisors LLC
Ms. Lauren Lowe, Managing Director
TEL: (901) 682-8356
lowel@pfm.com

Bond Counsel
Bass, Berry & Sims PLC
Ms. Lillian Blackshear, Member
TEL: (615) 742-7902
LBlackshear@bassberry.com

Attachments

The City has attached the following information as requested by the State which includes:

- Exhibit A – Copy of the City's approved Debt Management Policy.
- Exhibit B – Financial Projections of the proposed Series 2021 Bonds. These projections include sources and uses of funds, schedule of the bonds to be refunded, amortization schedules of the refunded and refunding debt service, the anticipated size, the final weighted average maturity and a breakdown of the costs of issuance.
- Exhibit C - Previously filed CT-0253 Report of the Refunded Bonds (Series 2007 Bonds, Series 2009 Bonds and Series 2010 Bonds).

Legislative Review and Approval

The City plans to present the authorizing resolution to the Board of Mayor and Alderman on August 24, 2021; therefore, the City would appreciate receiving the Report of the Plan of Refunding on or prior to August 16, 2021.

Summary

The City appreciates the assistance provided by the State. If you have any questions or comments regarding the above Plan of Refunding or require additional information, please contact Dick Phebus at (901) 385-1060 or dphebus@cityofbartlett.org or Lauren Lowe, Financial Advisor to the City (as listed above). The City's mailing address is: 6400 Stage Road, Bartlett TN 38184.

Sincerely yours,



A. Keith McDonald
Mayor
City of Bartlett, TN

Cc: Mark Brown, Chief Administrative Officer
Dick Phebus, Director of Finance
Ricardo Callender, Financial Advisor
Lauren Lowe, Financial Advisor
Lillian Blackshear, Bond Counsel