

ADJOURNED MEETING
BOARD OF MAYOR AND ALDERMEN
MARCH 15, 2011

The Board of Mayor and Aldermen of the City of Fayetteville, Lincoln County, Tennessee, met in open, public adjourned session at the regular meeting place at the Municipal Building in said city at 5:00 p.m. on March 15, 2011, having adjourned from March 8, 2011, to this date. Mayor John Ed Underwood, Jr., was present and presiding, and the following named aldermen were present:

Danny Bryant, Pat Fraley, Marty Pepper, Dorothy Small, Michael Stewart, and Thomas Young, Sr.

Also present was James S. Hereford, Jr., City Attorney, and James H. Lee, City Administrator.

Minutes:

Motion was made by Dorothy Small, seconded by Michael Stewart, to dispense with the reading of the March 8, 2011, Minutes until the regular, monthly Board of Mayor and Alderman Meeting on April 12, 2011. Upon roll call, the following voted:

Aye

Danny Bryant, Thomas Young, Sr., Dorothy Small, Pat Fraley, Michael Stewart, and Marty Pepper

Nay

None

Mayor Underwood declared the motion approved.

Resolution R-11-06 – Election Resolution:

Resolution R-11-06, a resolution entitled “An Election Resolution Authorizing The City Of Fayetteville, Tennessee, To Borrow Funds In An Aggregate Principal Amount Of Not To Exceed Ten Million Dollars (\$10,000,000.00) Through The issuance Of Its General Obligation Bonds”, was considered, which is as follows:

CITY OF FAYETTEVILLE, TENNESSEE

RESOLUTION NO. R-11-06

**ELECTION RESOLUTION AUTHORIZING THE CITY OF
FAYETTEVILLE, TENNESSEE, TO BORROW FUNDS IN AN
AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED TEN
MILLION DOLLARS (\$10,000,000) THROUGH THE ISSUANCE OF ITS
GENERAL OBLIGATION BONDS**

WHEREAS, the City of Fayetteville (the "City") is empowered pursuant to the provisions of Title 9, Chapter 21, Tennessee Code Annotated, to issue its bonds in one or more series to finance the acquisition, construction, repair, renovation and equipping of certain public works projects; and

WHEREAS, the Board of Mayor and Aldermen of the City (the "Board of Mayor and Aldermen") has identified certain public projects for which such bonds should be issued; and

WHEREAS, the Board of Mayor and Aldermen, having previously authorized by majority vote the issuance of up to \$10,000,000 in aggregate principal amount of the City's general obligation bonds to finance certain public works projects, and subsequent to that action, having received a petition protesting the issuance of said bonds signed by at least ten percent (10%) of the registered voters, the City, in accord with the provisions of Tennessee Code Annotated § 9-21-207, does hereby resolve as follows.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF MAYOR AND ALDERMEN OF THE CITY OF FAYETTEVILLE, TENNESSEE:

1. Authorization of Bonds. Upon approval by a majority of the registered voters of the City voting at an election called for such purpose, the City is hereby authorized to issue its general obligation bonds in one or more series in an aggregate maximum principal amount not exceeding \$10,000,000 for the purpose of providing funds for the (i) construction, renovation, improving, fixturing and furnishing of schools and other public buildings, (ii) making of public improvements for the City, including without limitation, the construction, improvement, repair and paving of streets, roads, bridges, greenways, sidewalks and related lighting infrastructure and drainage, (iii) acquisition of land for future public improvements for the City, (iv) acquisition of all property, real and personal, appurtenant to the foregoing (collectively, the "Projects"), (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to the Projects and incident to the indebtedness described herein and (vi) payment of costs of issuance and sale of the general obligation bonds.

2. Maximum Interest Rate. The maximum rate of interest which any of the general obligation bonds may bear is six percent (6.0%) per annum.

3. Security for Indebtedness. The principal of and interest on the general obligation bonds shall be payable from ad valorem taxes to be levied for such purpose on all taxable property in the City.

4. Election Proposition. The following proposition shall be submitted to the Election Commission of Lincoln County for inclusion on the ballot at the next election to be held in the City on such date as is selected by such Election Commission or as is otherwise required by law:

Shall the City of Fayetteville, Tennessee, issue general obligation bonds in an aggregate principal amount not exceeding \$10,000,000 for the purpose of providing funds for the (i) construction, renovation, improving, fixturing and furnishing of schools and other public buildings, (ii) making of public improvements for the City, including without limitation, the construction, improvement, repair and paving of streets, roads, bridges, greenways, sidewalks and related lighting infrastructure and drainage, (iii) acquisition of land for future public improvements for the City, (iv) acquisition of all property, real and personal, appurtenant to the foregoing (collectively, the "Projects"), (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to the Projects and incident to the indebtedness described herein and (vi) payment of costs of issuance and sale of the general obligation bonds.

Yes _____

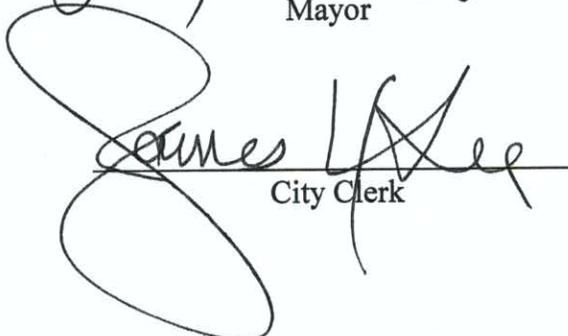
No _____

5. Election on Bonds. The Election Commission of Lincoln County is hereby instructed to hold an election on the proposition set forth in the previous section.

Adopted, this the 16 day of March, 2011.



Mayor



City Clerk

Motion was made by Danny Bryant, seconded by Pat Fraley, to approve Resolution R-11-06, to have an election. Upon roll call, the following voted:

Aye

Thomas Young, Sr., Dorothy Small, Pat Fraley, Michael Stewart, Marty Pepper, and Danny Bryant

Nay

None

Mayor Underwood declared the Resolution adopted.

Motion was made, seconded, and unanimously adopted to adjourn.

Mayor

Clerk