

RESOLUTION NO. R2004-10

A RESOLUTION AUTHORIZING THE HAMILTON COUNTY ELECTION COMMISSION TO HOLD A SPECIAL ELECTION ON THE PROPOSITION OF THE TOWN TO ISSUE GENERAL OBLIGATION BONDS AND TO ASCERTAIN THE WILL OF THE ELECTORATE TO INCREASE THE TAX RATE TO SATISFY GENERAL OBLIGATION BONDS FOR THE CONSTRUCTION OF A NEW HIGH SCHOOL AND MIDDLE SCHOOL BUILDING PROJECT IN THE TOWN OF SIGNAL MOUNTAIN, AS AUTHORIZED BY T.C.A. § 9-21-209, SUBJECT TO CERTAIN CONDITIONS.

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WHEREAS, T.C.A. § 9-21-208 authorizes the governing body of a local government to hold an election for ascertaining the will of the electorate concurrently with a decision of the local governing body to issue general obligation bonds for a public works project; and

WHEREAS, T.C.A. § 9-21-208 authorizes local governments to adopt an election resolution in accordance with T.C.A. § 9-21-209 and to hold an election for ascertaining the will of the electorate in accordance with T.C.A. § 9-21-210 even without adopting and publishing an initial resolution issuing general obligation bonds; and

WHEREAS, the Signal Mountain Town Council desires to submit an election resolution requesting the Hamilton County Election Commission to hold a special election within the time periods authorized by T.C.A. § 2-3-204 which would allow the will of the electorate to be determined prior to the issuance of no greater than 7.7 million dollars of general obligation bonds for the construction of a new High School and Middle School building project located within the Town of Signal Mountain;

## NOW, THEREFORE,

BE IT RESOLVED that the Town of Signal Mountain, Tennessee requests that the Hamilton County Election Commission place an election resolution on the ballot for a special election to be held at the first available date authorized by T.C.A. § 2-3-204 stating in substance as follows:

(1) The maximum amount of general obligation bonds to be issued by the Town of Signal Mountain shall be 7.7 million dollars for the construction of a High School and Middle School building project to be located within the Town which shall be staffed and maintained by the Hamilton County School Board;

(2) The public works project or projects for which the general obligation bonds are to be issued is for the construction of a High School and Middle School building project;

(3) The maximum rate of interest which the general obligation bonds are to bear shall be no greater than 5% per anum;

(4) The debt service for these general obligation bonds will be payable based upon an ad valorem tax increase not to exceed .35 cents per 100 dollars of assessed property values in the local government. It is the intent of the Town Council that this tax increase shall be eliminated after repayment of the bonded indebtedness for this construction project. Debt service payments on this bonded indebtedness may be supplemented by proceeds from the 1999 ½ cent sales tax or other revenues presently collected within the Town.

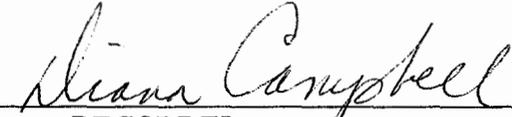
(5) A proposition to issue the general obligation bonds should be forwarded to the Hamilton County Election commission and should appear on the special election ballot as follows:

The Town of Signal Mountain may issue general obligation bonds in a maximum amount not to exceed 7.7 million dollars for the construction of a High School and Middle School building project to be located within the Town which shall be staffed and maintained by the Hamilton County School Board; provided that the debt service for these general obligation bonds will be payable based upon an ad valorem tax increase within the Town which shall not exceed .35 cents per 100 dollars of assessed property values which tax increase shall be eliminated after repayment of the bonded indebtedness for this construction project; and further provided that debt service payments on this bonded indebtedness may be supplemented by proceeds from the 1999 half-cent cent sales tax or other revenues presently collected within the Town of Signal Mountain

\_\_\_\_\_ Yes                      \_\_\_\_\_ No

(6) That the county election commission is to hold the election at the earliest available date allowed under T.C.A. § 2-3-204.

  
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MAYOR

  
\_\_\_\_\_  
RECORDER

03-23-04  
DATE

3-23-04  
DATE

PAN/kac