

# COUNTY COMMISSION- REGULAR SESSION

**APRIL 18, 2005**

BE IT REMEMBERED THAT:

COUNTY COMMISSION MET PURSUANT TO ADJOURNMENT IN REGULAR SESSION OF THE SULLIVAN COUNTY BOARD OF COMMISSIONERS THIS MONDAY MORNING, APRIL 18, 2005, 9:00 A.M. IN BLOUNTVILLE, TENNESSEE. PRESENT AND PRESIDING WAS HONORABLE RICHARD S. VENABLE, COUNTY MAYOR, JEANIE GAMMON, COUNTY CLERK AND SHERIFF WAYNE ANDERSON OF SAID BOARD OF COMMISSIONERS,

TO WIT:

The Commission was called to order by County Mayor Richard S. Venable. Sheriff Wayne Anderson opened the commission and Comm. Dennis Houser gave the invocation. Pledge to the flag was led by the Sheriff Wayne Anderson.

COMMISSIONERS PRESENT AND ANSWERING ROLL WERE AS FOLLOWS:

<b>GARTH BLACKBURN</b>	<b>LINDA K. BRITTENHAM</b>
<b>JAMES "MOE" BROTHERTON</b>	<b>RAY CONKIN</b>
<b>JOHN CRAWFORD</b>	<b>O. W. FERGUSON</b>
	<b>LARRY HALL</b>
<b>RALPH P. HARR</b>	<b>JOE HERRON</b>
<b>DENNIS HOUSER</b>	<b>MARVIN L. HYATT</b>
<b>SAMUEL C. JONES</b>	<b>ELLIOTT KILGORE</b>
<b>BUDDY KING</b>	<b>JAMES L. KING, JR.</b>
<b>R. WAYNE MCCONNELL</b>	<b>JOHN MCKAMEY</b>
<b>RANDY MORRELL</b>	
<b>JACK SITGREAVES</b>	<b>SURGENOR</b>
<b>MARK A. VANCE</b>	<b>EDDIE WILLIAMS</b>

**22 PRESENT 2 ABSENT(Groseclose, Patrick Absent)**

The following pages indicates the action taken by the Commission on re-zoning requests, approval of notary applications and personal surety bonds, motions, resolutions and other matters subject to the approval of the Board of Commissioners.

Motion was made by Comm. Harr and seconded by Comm. Morell to approve the minutes of the March 21, 2005, Regular Session of County Commission. Said motion was approved by voice vote.



**PUBLIC COMMENTS: APRIL 18, 2005**

**THOSE SPEAKING DURING THE PUBLIC COMMENT TIME WERE AS FOLLOWS:**

**NONE**

-----  
**Mr. Joe Gregory, Chairman of the Sullivan County Economic Development Partnership gave a brief report to the Commission on the Partnership.**

-----  
**Mayor Venable presented Comm. O.W. Ferguson with a certificate of recognition for his service to the Lynn Garden Optimist Club and his induction to the Tennessee District Optimist Hall of Fame.**

-----  
**A Certificate of Appreciation was presented by Mayor Venable to Wally Boyd in recognition of his service to the Election Commission.**

-----  
**Proclamation was presented by Mayor Venable to Barbara Kite with the Bristol Welcome Center for their service and Proclaimed May 9 – 16, 2005 as Welcome Center Staff Appreciation Week.**

-----  
**Proclamation was presented by Mayor Venable and Comm. Hall to the Blountville Middle School Girl's Basketball Team congratulating them for their 2004 season and the title of Champions of the Large Middle School Division of the TMSAA for the Eastern Division of Tennessee.**

-----  
**Proclamation was presented by Mayor Venable and Comm. Hall to the Holston Middle School Boy's Basketball Team for their Eastern State Sectional Championship Small Middle School Division.**



ELECTION OF

PURCHASING AGENT

COMM. RALPH HARR NOMINATED NELDA HULSE TO SERVE AS PURCHASING AGENT. MOTION WAS THEN MADE BY COMM. SAM JONES TO POSTPONE ELECTION OF PURCHASING AGENT UNTIL LATER ON IN THE DAY UNTIL COMMISSION GETS THE RULING FROM THE COUNTY ATTORNEY ON THE QUESTION OF RESIDENCY. MOTION TO POSTPONE ELECTION FAILED BY ROLL CALL VOTE OF THE COMMISSION.

NOMINATION WAS THEN MADE BY COMM. SURGENOR NOMINATING HELEN MORRISON FOR THE POSITION OF PURCHASING AGENT. HELEN MORRISON DECLINED TO RUN AND WAS WITHDRAWN FROM ELECTION.

BEING NO OTHER NOMINATIONS, NOMINATIONS CEASED.

NELDA HULSE WAS ELECTED TO SERVE AS PURCHASING AGENT BY ROLL CALL VOTE OF THE COMMISSION, 19 FOR, 3 PASS, 2 ABSENT, THIS 18<sup>TH</sup> DAY OF APRIL, 2005.



STATE OF TENNESSEE  
COUNTY OF SULLIVAN

ELECTION OF NOTARIES

MARCH 21, 2005

ROBERT W. ARNOLD

GRETCHEN O. BENTLEY

CHAIBA BLOOMER

SHERRY W. BRADLEY

ELIZABETH C. BRITT

BRACK BUCKLES

ROBERT C. CALLAHAN

BEVERLY N. CARMACK

KATHRYN J. CARMACK

SARAH A. CHAPMAN

MICHAEL JOHN WAYNE CROSS

CYNTHIA A. CRUSSELL

CHRISTINA M. CULBERTSON

PAM C. DEAN

SHERRY DEVAULT

DEBRA W. DEYTON

FONDA H. EDWARDS

HEATHER N. FERGUSON

CYNTHIA M. FLOYD

DAVID FORD

SUZANNE L. HARRELL

SONYA HELM

*Tina C. Henley - Turned app. in @ meeting*  
RETHA KATHY HUMPHREY

WAYNE HUMPHREY

LISA MICHELLE LAWSON

SANDRA B. MOODY

CHESTALENE B. MYERS

BURTON E. OSBORNE

CYNTHIA P. RAMSEY

RONALD L. RAMSEY

LAURA RASNICK

BRENNON C. ROCKETT

SUSAN L. SALYER

KAREN L. SHEETS

NORMA LEE SHOUN

STEPHEN C. STANFIELD

BILL J. TAYLOR

BETTY J. TREADWELL

ALICIA R. TRIVETT

JEFF TURNMIRE

NORMA JEANE WARD

SHERRY MARGARET WARD

KEVIN WEEKS

KATHRYN C. WHITE

KENNETH B. WILLS

UPON MOTION MADE BY COMM. HARR AND SECONDED BY  
COMM. HYATT TO APPROVE THE NOTARY APPLICATIONS  
HEREON, SAID MOTION WAS APPROVED BY ROLL CALL  
VOTE OF THE COMMISSION. 22 AYE, 2 ABSENT

*No Records Found*  
*46 Applicants*

*46 Applications*





STATE OF TENNESSEE  
COUNTY OF SULLIVAN

APPROVAL OF NOTARY  
SURETY BONDS

APRIL 18, 2005

BRITTANY LEANNA AUTRY

CHRISTINA M. BLAIR

BRENDA S. BOWERS

DAGMAR LYNN BURKE

WILLIAM E. COOPER

RAMESH R. DESAI

DENISE R. FREEMAN

JAMES P. GRAYSON

RANDALL D. GRUBB

CHAD DANIEL HAROLD

LINDA LADY JONES

MARGARETHA E. KINSLER

WILLIAM D. MONEYHUN

JEWEL MARIE RADER

KRISTY SAWYER

CLARA SHEPHERD

BRANDIE SHORT

JACOBUS C. VANDERMERWE

JACOBUS C. VANDERMERWE, II

UPON MOTION MADE BY COMM. HARR AND  
SECONDED BY COMM. HYATT TO APPROVE THE  
NOTARY BONDS OF THE ABOVE NAMED INDIVIDUALS,  
SAID MOTION WAS APPROVED BY ROLL CALL VOTE  
OF THE COMMISSION. 22 AYE, 2 ABSENT.











**AGENDA**  
**Sullivan County Board of County Commission**

*April 18 2005*

The Sullivan County Board of County Commissioners will hold a public hearing on Monday, April 18, 2005 at 9:00 A.M. in the Sullivan County Courthouse, Blountville, TN to consider the following requests:

- (1) File No. 02/05/01 Roy Leonard  
Reclassify R-1 0.51 acres of property located on the west side of Massengill Road to R-2 for the purpose of allowing a single-wide mobile home to be moved in. Property ID No. Tax map 51, Parcel part of 28.50 located in the 5<sup>th</sup> Civil District. **Sullivan County Planning**
  
- (2) File No. 02/05/02 Rufus Ledbetter  
Reclassify R-1 property located at 3140 Galemont Drive to B-3 for the purpose of allowing a strip retail building facing Wilcox Drive. Property ID. No. Tax map 90-E, Group A, Parcel 58.00 located in the 13<sup>th</sup> Civil District.  
**Kingsport Planning**





PETITION TO SULLIVAN COUNTY FOR REZONING # 02/05/01 <sup>3</sup>

A request for rezoning is made by the person named below; said request to go before the SULLIVAN Regional Planning Commission for recommendation to the Sullivan County Board of Commissioners.

Property Owner ROY LEONARD  
Address 996 MUDDY CREEK RD.  
PINEY FLATS, TN 37686  
Phone 306-5990 Date of Request 2-3-05  
Property Located in 5<sup>th</sup> Civil District

ROY LEONARD  
Signature of Applicant

OFFICE USE ONLY

Meeting Date 3-15-05 Time 7:00 PM  
Place Courthouse - Blountville

Planning Commission Approved \_\_\_\_\_  
Denied \_\_\_\_\_

County Commission Approved X  
Denied \_\_\_\_\_

Other Roll Call Vote 21 Aye, 3 Absent

Final Action Date 4-18-05

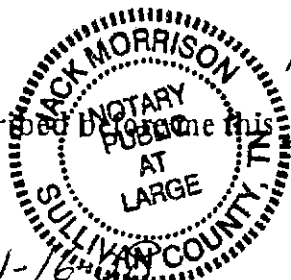
PROPERTY IDENTIFICATION

Tax Map 51 Group \_\_\_\_\_ Parcel 28.50 Part of  
Zoning Map 8 Zoning District R-1 Proposed District R-2  
Property Location MASSENGILL RD.

Purpose of Rezoning To Set ONE Single-wide Mobile Home  
ON Surveyed Lot

The undersigned, being duly sworn, hereby acknowledges that the information provided in this petition to Sullivan County for Rezoning is true and correct to the best of my information, knowledge and belief.

Sworn to and subscribed before me this 3<sup>rd</sup> day of Feb, 2005.



ROY LEONARD

JACK MORRISON  
Notary Public

My Commission Expires: 1-16-07



PETITION TO SULLIVAN COUNTY FOR REZONING

KPL UVD  
#02/05/02 8

A request for rezoning is made by the person named below; said request to go before the Kingsport Regional Planning Commission for recommendation to the Sullivan County Board of Commissioners.

OFFICE USE ONLY

Property Owner RUEBS KELLY LEDBETTER JR.

Meeting Date 3/17/05 Time 7PM

Address 3140 GAYLEMONT DR

Place Kingsport City Hall

KINGS PORT, TN 37660

Phone 349-7985 Date of Request 2/18/05

.....  
Kpt.  
Planning Commission Approved \_\_\_\_\_  
Denied \_\_\_\_\_

Property Located in 13<sup>th</sup> Civil District

County Commission Approved \_\_\_\_\_  
4/18/05 @ 9am Denied X

[Signature]  
Signature of Applicant

Other Roll Call Vote 1Aye, 19Nay, 2Pass,  
2 Absent

Final Action Date 4-18-05

PROPERTY IDENTIFICATION

Tax Map 090E Group A Parcel 058.00 (lots 1-5 comb'd by recent repl)

Zoning Map 14 Zoning District R-1 Proposed District B-3

Property Location S.R. 93 & Gaylemont Drive

Purpose of Rezoning strip retail building  
facing Wilcox Dr / Hwy 93

The undersigned, being duly sworn, hereby acknowledges that the information provided in this petition to Sullivan County for Rezoning is true and correct to the best of my information, knowledge and belief.

Sworn to and subscribed before me this 18<sup>th</sup> day of February, 2005.

[Signature]  
[Signature]  
Notary Public

My Commission Expires: 08.31.05



**RESOLUTIONS ON DOCKET FOR APRIL 18, 2005**

RESOLUTIONS	ACTION
#1 AMENDMENTS TO THE SULLIVAN COUNTY ZONING RESOLUTION	APPROVED 04-18-05
#2 APPROPRIATE FUNDS TO EXPAND THE SULLIVAN COUNTY PUBLIC DEFENDER'S OFFICE	APPROVED 04-18-05
#3 AUTHORIZE TRAFFIC SIGN CHANGES IN THE 7 <sup>TH</sup> C.D.	APPROVED 04-18-05
#4 ALLOW REDEMPTION OF DELINQUENT TAX PROPERTY BY HEIR	APPROVED 04-18-05
#5 AMEND BUDGET FOR SULLIVAN COUNTY SHERIFF'S OFFICE AND THE SULLIVAN COUNTY JAIL FOR 2004-2005 FY	APPROVED 04-18-05
#6 APPROVE LOCAL GOVERNMENT ASSESSMENT FOR FIRST TENNESSEE HUMAN RESOURCE AGENCY	APPROVED 04-18-05
#7 AUTHORIZE THE SALE OF LAND IN THE TRI-COUNTY INDUSTRIAL PARK TO ROBERT L. MURRAY AND CAROLYN M WALLACE, A METAL FABRICATION SHOP	APPROVED 04-18-05
#8 AUTHORIZE THE ADDITIONAL LINE-OF-DUTY DEATH BENEFITS PROVIDED BY CHAPTER 446 OF THE TENN. PUBLIC ACTS OF 2001	APPROVED 04-18-05
#9 AUTHORIZE THE ISSUANCE, SALE AND PAYMENT OF PUBLIC BUILDING CAPITAL OUTLAY NOTES	APPROVED 04-18-05
#10 ADOPT THE STRATEGIC ECONOMIC DEVELOPMENT PLAN	APPROVED 04-18-05
#11 AUTHORIZE TRAFFIC SIGN CHANGES IN THE 10 <sup>TH</sup> C.D.	1 <sup>ST</sup> READING 04-18-05
#12 AUTHORIZE THE COUNTY MAYOR AND PURCHASING AGENT TO COMPLETE A CONTRACT WITH BLUE CROSS BLUE SHIELD OF TENNESSEE FOR EMPLOYEE HEALTH INSURANCE	APPROVED 04-18-05









ARE THE COMM.	No. 4		No. 5		No. 6		No. 7		No. 8		No. 9		No. 10		No. 11		No. 12	
	Aye	Nay	Aye	Nay	Aye	Nay	Aye	Nay	Aye	Nay	Aye	Nay	Aye	Nay	Aye	Nay	Aye	Nay
Blackburn	✓		✓		✓		✓		✓		✓		✓				✓	
Brithenham	✓		✓		✓		✓		✓		✓		✓				✓	
Cotherton	✓		✓		✓		✓		✓		✓		✓				✓	
Conkin	✓		✓		✓		✓		✓		✓		✓					✓
Crawford	✓		✓		A		✓		✓		✓		✓					✓
Ferguson	✓		✓		✓		✓		✓		✓		✓				✓	
Graselove	A		A		A		A		A		A		A		A		A	
Hall	✓		✓		✓		✓		✓		✓		✓				✓	
Harr	✓		✓		✓		✓		✓		✓		✓				✓	
Herron	✓		✓		✓		✓		✓		✓		✓					✓
Houser	✓		✓		✓		✓		✓		✓		A				✓	
Hyatt	✓		✓		✓		✓		✓		✓		✓					✓
Jones	✓		✓		✓		✓		✓		✓		✓				✓	
Kelgore	✓		✓		✓		✓		✓		✓		✓				✓	
Oldy King	✓		✓		✓		✓		✓		✓		✓				✓	
omas & King Jr	✓		✓		✓		✓		✓		✓		✓				✓	
McConnell	✓		✓		✓		✓		✓		✓		✓					✓
McKamey	✓		✓		✓		✓		✓		✓		A				✓	
Morrill	✓		✓		✓		✓		✓		✓		✓				✓	
Patrick	A		A		A		A		A		A		A		A		A	
Sitgreaves	✓		✓		✓		✓		✓		✓		✓				✓	
Surgenor	✓		✓		✓		✓		✓		✓		✓				✓	
Vance	✓		✓		✓		✓		✓		✓		✓				✓	
Williams	✓		✓		✓		✓		✓		✓		✓				✓	
	27 Apr		27 Apr		27 Apr		27 Apr		27 Apr		19 Apr		19 Apr				14 Apr	
	2 abs		2 abs		2 abs		3 abs		2 abs		3 Nay		1 Nay				7 Nay	
											2 abs		4 abs				1 Pass	
																	2 abs	







Sullivan County, Tennessee  
Board of County Commissioners

Item 1  
No. 2005-04-001

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 18<sup>th</sup> day of April 2005.

**RESOLUTION To Consider Amendments to the Sullivan County Zoning Resolution**

WHEREAS, the attached rezoning petitions have been duly initiated; have been before the Planning Commission (recommendations enclosed); and have received a public hearing as required; and,

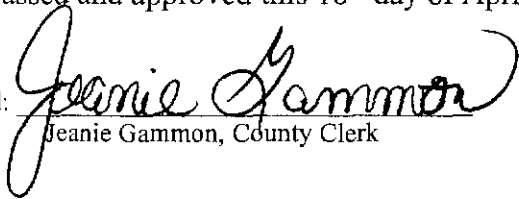
WHEREAS, such rezoning petitions will require an amendment to the Sullivan County Zoning Resolution.

**NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session hereby consider the attached rezoning petitions and vote upon the proposed amendments, individually or otherwise at the discretion of the Commission, by roll call vote and that the vote be valid and binding and that any necessary amendments to the official zoning map be made so.**

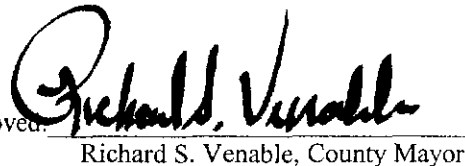
All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18<sup>th</sup> day of April 2005.

Attested:

  
Jeanie Gammon, County Clerk

Approved:

  
Richard S. Venable, County Mayor

**Introduced By: Commissioner: King (Buddy)**

**Seconded By: Commissioner(s): Ferguson**

2005-04-001	County Commission
ACTION	Approved 4-18-05 Voice Vote

Comments:



Sullivan County, Tennessee  
Board of County Commissioners

Item 3  
Budget / Executive  
No. 2005-03-019

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

1 **RESOLUTION To Appropriate Funds To Expand The Sullivan County Public Defender's**  
2 **Office**

3  
4 WHEREAS, the Sullivan County Public Defender has requested additional office space for his  
5 staff; and,

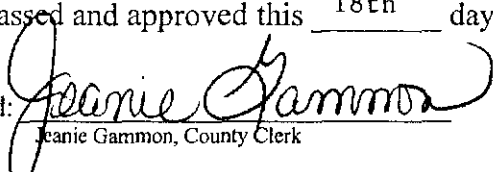
6  
7 WHEREAS, the Sullivan County Building Committee has reviewed this project and an estimate  
8 of \$79,000 has been received for a 24ft. x 55 ft. expansion of the office; and,

9  
10 WHEREAS, said building expansion expenses can be offset by an increase in rent.

11  
12 **NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of**  
13 **Sullivan County, Tennessee, assembled in Regular Session, hereby appropriates funds up**  
14 **to \$79,000 for the expansion of the building housing the Sullivan County Public Defender's**  
15 **Office.**  
16

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18th day of April 2005.

Attested:   
Jeanie Gammon, County Clerk

Approved:   
Richard S. Venable, County Mayor

**Introduced by Commissioner: McConnell**  
**Seconded by Commissioner(s): King (Buddy)**

at

2005-03-019	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	No Action 3-7-05	Approve 3-7-05	Approve 3-2-05	Approve 4-18-05 22Aye, 2Absent

Notes: 1st Reading 03-21-05;





Sullivan County, Tennessee  
Board of County Commissioners

3  
Item 8  
Executive  
No. 2005-03-022

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Authorize Traffic Sign Changes in the 7<sup>th</sup> Civil District**

WHEREAS, Commissioner Larry Hall and local residents (petition attached) requested the Sullivan County Highway Department to consider making traffic sign changes on Fall Creek Road between Warrior's Path Golf Course and Old Mill Road in the 7<sup>th</sup> Civil District (6<sup>th</sup> Commission District); and,

WHEREAS, the Sullivan County Highway Department reviewed the request and approved same;

**NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session, hereby authorizes the following changes to traffic signs in Sullivan County:**

**7<sup>th</sup> Civil District (6<sup>th</sup> Commission District)**

**To reduce the speed limit on Fall Creek Road from 45 MPH to 35 MPH  
Between Warrior's Path Golf Course and Old Mill Road.**

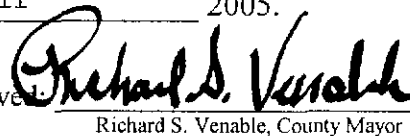
This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18<sup>th</sup> day of April 2005.

Attested:

  
Jeanie Gammon, County Clerk

Approved:

  
Richard S. Venable, County Mayor

**Introduced by Commissioner: Hall**

**Seconded by Commissioner(s): Patrick / Surgenor / Brotherton**

at

2005-03-022	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	Approve 4-4-05	No Action 4-7-05	Approve 4-6-05	Approve 4-18-05 22 Aye, 2 Absent

Notes: 1st Reading 03-21-05;







Sullivan County, Tennessee  
Board of County Commissioners

4  
Item 9

Budget

No. 2005-03-023

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Allow Redemption of Delinquent Tax Property by Heir**

WHEREAS, a piece of delinquent tax property located at 116 Locust Road, Bristol, Tennessee, has been auctioned in at least two previous County tax sales and has remained unsold and is currently owned by Sullivan County; and,

WHEREAS, an heir to the property, Mike Greenwell, grandson of Ruth Young (deceased property owner), has expressed interest in purchasing the property and has requested the Sullivan County Delinquent Tax Committee to extend the redemption period for this property; and,

WHEREAS, the Sullivan County Delinquent Tax Committee has recommended approval of the extension of the redemption period for this property;

**NOW THEREFORE BE IT RESOLVED** that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session, hereby approves extending the redemption to Mike Greenwell for a period of 60 days from the passage of this resolution.

**BE IT RESOLVED** that within the 60 day period, all delinquent taxes including any penalties and other associated costs shall be paid in the office of the Sullivan County Clerk and Master, as well as, all current taxes due and payable in the office of the Sullivan County Trustee before said deed is transferred.

**BE IT FURTHER RESOLVED** that the Buyer shall be responsible for all delinquent taxes owed to the City of Bristol, Tennessee against said property.

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18th day of April 2005.

Attested: Jeanie Gammon  
Jeanie Gammon, County Clerk

Approved: Richard S. Venable  
Richard S. Venable, County Mayor

**Introduced by Commissioner: Williams**  
**Seconded by Commissioner(s): Morrell**

2005-03-023	Administrative	Budget	Executive	County Commission
ACTION	Approve 4-4-05	Approve 3-7-05	Approve 4-6-05	Approve 4-18-05 22 Aye, 2 Absent

Notes: 1st Reading 03-21-05;



Sullivan County, Tennessee  
Board of County Commissioners

5  
Item 10  
Budget

No. 2005-03-024

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Amend Budget for Sullivan County Sheriff's Office & The Sullivan County Jail for 2004-2005 Fiscal Year**

WHEREAS, the Sullivan County Sheriff's Office and the Sullivan County Jail have incurred costs during the fiscal year that go beyond the expected traditional expenses; and,

WHEREAS, the cost of fuel for the vehicles is exceeding the amount anticipated based upon the high cost of gasoline resulting in a shortfall of overall funds in the Sheriff's budget; and,

WHEREAS, the medical cost for inmates has dramatically increased during the current fiscal year due to the abnormal number of prisoners incarcerated with serious medical conditions, as well as, in general the higher cost of medical care; and,

**NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session, hereby authorize amending the General Fund Budget for the 2004-05 fiscal year for fuel and indigent care as follows:**

**APPROPRIATIONS**

**Sheriff**

**Materials and Supplies 51110.400                      \$ ~~40,000.00~~==**

**Jail**

**Contracted Services                      54210.300                      105,000.00**

**REVENUE**

**Fund Balance                      39000                      ~~\$145,000.00~~ \$105,000.00**

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18th day of April 2005.

Attested: Jeannie Gammon  
Jeannie Gammon, County Clerk

Approved: Richard S. Venable  
Richard S. Venable, County Mayor

**Introduced by Commissioner: Williams**  
**Seconded by Commissioner(s): Harr**

at

2005-03-024	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	Approve 4-4-05	Approve 3-7-05	Approve 4-6-05	Approve 4-18-05 22Aye, 2Absent

Notes: 1st Reading 03-21-05; Amended by Sponsor to eliminate the \$40,000 for Materials and supplies as stated above making the fund balance \$105,000 instead of \$145,000- Amendment approved along with Resolution.





Sullivan County, Tennessee  
Board of County Commissioners

6  
Item 11  
Budget  
No. 2005-03-025

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Approve Local Government Assessment for First Tennessee Human Resource Agency**

WHEREAS, legislation was adopted by the General Assembly of the State of Tennessee and signed by the Governor that amends Tennessee Code Annotated, Title 13, Chapter 26, relative to human resource agencies; and,

WHEREAS, as adopted, it confirmed the intent of the State to assist financially by adopting a budget requiring a certain per capita assessment and the State shall be authorized to match the local contribution according to the following schedule:

Local Assessment Cents/Capita	Annual State Contribution	Contribution Cap/County
1-5	\$30,000	\$7,500
6-10	\$60,000	\$7,500
11-15	\$90,000	\$10,000

WHEREAS, such local contribution shall be based upon, in the case of counties, an amount not to exceed fifteen cents (.15) per capita based on the latest decennial census, one-half (1/2) of which may be contributed by local incorporated cities or other private, public or semi-public bodies; and,

WHEREAS, provided, however, that no county shall be required to contribute more than ten thousand dollars (\$10,000) annually; and,

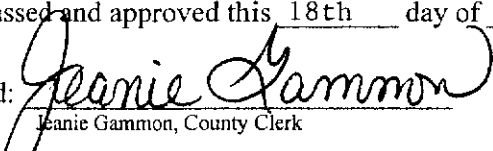
WHEREAS, said funds will allow for serving more effectively our frail elderly, low income, and disadvantaged individuals;


**NOW THEREFORE BE IT RESOLVED** that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session, hereby indicates willingness by adopting a budget requiring a certain per capita assessment for said purpose; and approved by the Board for said purpose; and that said resolution is effective for Fiscal Year 2005.

**BE IT FURTHER RESOLVED** that the per capita assessment, based upon the 2000 and subsequent decennial census, is hereby established at \$.11 per capita.

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18th day of April 2005.

Attested:   
Jeanie Gammon, County Clerk

Approved:   
Richard S. Venable, County Mayor

**Introduced by Commissioner: Williams**  
**Seconded by Commissioner(s): Harr**

2005-03-025	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	Motion to take No Action 4-4-05	Approve 3-7-05	Approve 4-6-05	Approve 04-18-05 22 Aye, 2 Absent

Notes:  
1st Reading 03-21-05;



Sullivan County, Tennessee  
Board of County Commissioners

7  
Item ~~12~~  
Budget/Executive  
No. 2005-03-026

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Authorize the Sale of Land in the Tri-County Industrial Park to Robert L. Murray and Carolyn M. Wallace, a Metal Fabrication Shop**

WHEREAS, the company wishes to acquire acreage in the Tri-County Industrial Park and construct a 9,000 squ. ft. facility, employing six people; and,

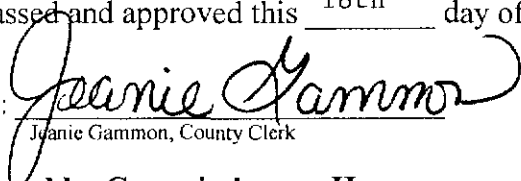
WHEREAS, as a site of approximately 4.334 acres is available on Industrial Park Road; and,

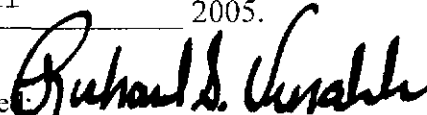
WHEREAS, Sullivan County owns a 62.5% share in the Tri-County Industrial Park and authorizes the sale of such land at a price of \$27,737.60.

**NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session, hereby authorizes the sale of land in the Tri-County Industrial Park to Robert L. Murray and Carolyn M. Wallace for the sale price of \$27,737.60.**

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18<sup>th</sup> day of April 2005.

Attested:   
Jeanie Gammon, County Clerk

Approved:   
Richard S. Venable, County Mayor

**Introduced by Commissioner: Harr  
Seconded by Commissioner(s): Hyatt**

2005-03-026	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	Approve 4-4-05	Approve 3-7-05	Approve 4-6-05	Approve 4-18-05 21Aye, 3Absent

Notes: 1st Reading 03-21-05;

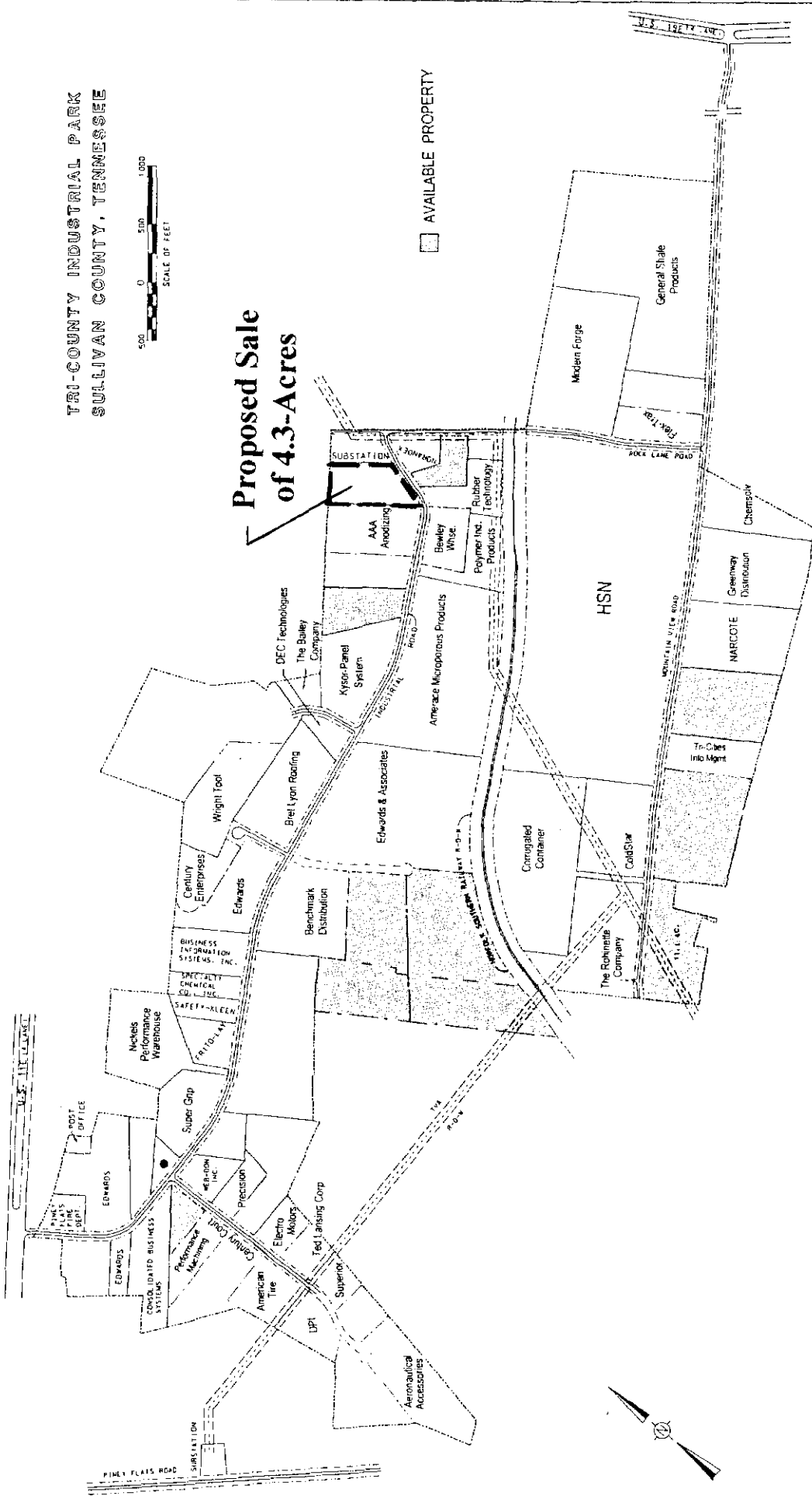


**TRI-COUNTY INDUSTRIAL PARK  
SULLIVAN COUNTY, TENNESSEE**



**Proposed Sale  
of 4.3-Acres**

□ AVAILABLE PROPERTY



NOTE: PRELIMINARY DRAWING FOR PLANNING PURPOSES ONLY.



Sullivan County, Tennessee  
Board of County Commissioners

Item 8  
Administrative/Budget /Executive  
No. 2005-03-027

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Authorize the Additional Line-of-Duty Death Benefits Provided by Chapter 446 of the Tennessee Public Acts of 2001**

WHEREAS, prior to passage of Chapter 446 of the Tennessee Public Acts of 2001, the law governing the Tennessee Consolidated Retirement System provided that if a Group 1 member dies in service as the natural and proximate result of an on-the-job accident, an annuity equal to one half (1/2) the member's average final compensation shall be paid to the member's surviving spouse or surviving minor child or children; provided, that either and no other person, persons or institution are named by the member in writing on file with the Retirement System; and,

WHEREAS, the law further provided if the member's surviving spouse was named, this annuity would continue to such spouse until death. If the surviving spouse died, then this annuity was divided equally among the member's surviving minor children. Each child received such child's share until reaching majority status or death, whichever occurred first, at which time the annuity was redistributed equally among the remaining minor children and ended when the youngest child reached majority; and,

WHEREAS, if a surviving minor child or children were named, then the annuity was divided equally among them. Each child received such child's share until reaching majority status or death, whichever occurs first, at which time the annuity was redistributed equally among the remaining minor children and ended when the youngest child reached majority; and,

WHEREAS, the above line-of-duty death benefits were not available to the surviving spouse or minor children of the member if the member designated an individual or individuals other than, or in addition to, the member's surviving spouse or surviving child or children. Further, if the member designated an individual or individuals other than the member's surviving spouse or surviving child or children, no benefit was due as a result the member's line-of-duty death unless the member had an account balance or had reached the conditions for a service retirement benefit; and,

WHEREAS, Chapter 446 of Tennessee Public Acts of 2001 amended the above law provide that:

- (1) If the member designated his surviving minor child or children but did not designate his surviving spouse, then the annuity would continue to the member's surviving spouse after the last surviving child reaches majority status or death. The annuity would continue to the surviving spouse until the spouse's death.
- (2) If the member designated an individual or individuals other than, or in addition to, the member's surviving or surviving child or children thereby nullifying the line-of-duty death benefits, such individuals may disclaim the death benefit otherwise payable so that the line-of-duty death benefits can be paid to the member's surviving spouse and surviving minor children.
- (3) If the individuals do not disclaim the death benefits as provided above, an annuity will nevertheless be paid to the member's surviving spouse and surviving child or children. The annuity would be equal to line-of-duty death benefit that would have otherwise been payable had the member designated the member's surviving spouse or surviving minor child or children as beneficiary, minus (i) the actuarial value of the benefits payable to the non-disclaiming beneficiaries, or (ii) in the case of a lump sum payment, the amount of the lump payment made to the non-disclaiming beneficiaries. The annuity has a guaranteed minimum total value of \$50,000, minus the (i) actuarial value of the benefits payable to the non-





1 disclaiming beneficiaries, or (ii) in the case of a lump sum payment, the amount of the lump  
2 sum payment made to the non-disclaiming beneficiaries. The guaranteed minimum value  
3 will be paid in monthly installments calculated on a sixty month basis and divided in the  
4 manner prescribed in Tennessee Code Annotated, Section 8-36-108(b)(5)(B) and (C).

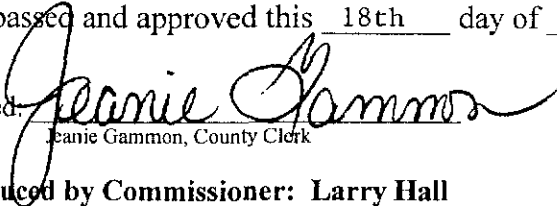
- 5 (4) The aggregate total death benefits payable by the Retirement System on account of a  
6 member who dies in the line-of-duty shall not be less than \$50,000, regardless of whom the  
7 member designated as her/her beneficiary(ies).
- 8 (5) The amendments made by Chapter 446 of the Tennessee Public Acts of 2001 shall not apply  
9 to individuals who are members of the Retirement System by virtue of their employment  
10 with any employer participating in the Retirement System pursuant to Tennessee Code  
11 Annotated, Title 8, Chapter 35, unless the governing body of any such employer passes a  
12 resolution authorizing and accepting the associated liability and costs to provide the  
13 additional benefits provided by such amendments.

14  
15 **NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan**  
16 **County, Tennessee, assembled in Regular Session, hereby authorizes the additional benefits**  
17 **provided by Chapter 446 of the Tennessee Public Acts of 2001 for all its employees who are**  
18 **members of the Tennessee Consolidated Retirement System and hereby accepts all costs associated**  
19 **therewith.**

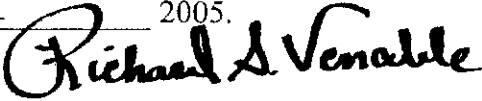
This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18th day of April 2005.

Attested:

  
Jeanie Gammon, County Clerk

Approved:

  
Richard S. Venable, County Mayor

**Introduced by Commissioner: Larry Hall**

**Seconded by Commissioner(s): Howard Patrick, Kilgore, Crawford, Brotherton**

2005-03-027	Administrative	Budget	Executive	County Commission
ACTION	Approve 4-4-05	Approve 3-7-05	Approve 4-6-05	Approve 4-18-05 22Aye, 2Absent

Notes: 1<sup>st</sup> Reading 03-21-05;

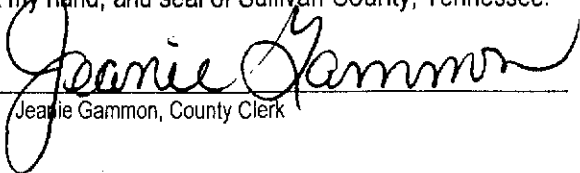
STATE OF TENNESSEE

COUNTY OF SULLIVAN

I, Jeanie Gammon, Clerk of the Board of Commissioners of Sullivan County, Tennessee do hereby certify that this is a true and exact copy of the foregoing resolution that was approved and adopted at a meeting held on the 18th day of April, 2005, the original of which is on file in this office. I further certify that 22 members voted in favor of the resolution and that 22 members were present and voting.

IN WITNESS THEREOF, I have hereunto set my hand, and seal of Sullivan County, Tennessee.

{SEAL}

  
Jeanie Gammon, County Clerk



**SULLIVAN COUNTY, TENNESSEE  
BOARD OF COUNTY COMMISSIONERS**

9  
Item 14  
Budget

No. 2005-03-028

To Honorable Richard S. Venable, Mayor of Sullivan County and Board of Sullivan County Commissioners meeting in Regular Session this 21<sup>st</sup> day of March 2005.

**RESOLUTION To Authorize the Issuance, Sale and Payment of Public Building Capital Outlay Notes Not To Exceed \$4,500,000**

WHEREAS, the governing body of Sullivan County, Tennessee has determined that it is necessary and desirable to provide funds for public works projects including a Workhouse and a Health Department Building, known as the "Projects"; and,

WHEREAS, the governing body of Sullivan County has determined that the Project will provide a public purpose under the provisions of Parts I, IV and VI of Title 9, Chapter 21, Tennessee Code Annotated (the "Act"); local governments in Tennessee are authorized to finance the cost of these Projects through the issuance and sale of interest bearing capital outlay notes upon the approval of the State Director of Local Finance; and,

WHEREAS, under provisions of T.C.A. Section 9-21-408 of Title 9, Chapter 21, local governments in Tennessee are authorized to make interfund loans in accordance with procedures for issuance of notes in part. VIII of Title 9, Chapter 21, Tennessee Code Annotated; and,

WHEREAS, the Sullivan County Commission finds that it is advantageous to the Sullivan County to authorize the issuance of capital outlay notes to finance the cost of these Projects;

**NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session hereby approves:**

**Section 1.** That, for the purpose of providing funds to finance the cost of the Project in and for Sullivan County, the County Mayor of Sullivan County is hereby authorized in accordance with the terms of this resolution to issue and sell interest-bearing capital outlay notes in a principal amount not to exceed Four Million Five Hundred Thousand Dollars (\$4,500,000) 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 "Sullivan County Public Improvement Capital Outlay Notes, Series 2005," shall be number serially from 1 upwards; shall be dated as of the date of issuance; shall be in a denomination(s) as agreed upon with the purchaser at a rate or rates not to exceed six percent (6%) per annum, and in no event shall the rate exceed the legal limit provided by law.

**Section 2.** That, the Notes shall mature not later than twelve (12) years after the date of issuance and that the Notes shall be amortized in an amount reflecting at least level debt service on the Notes with an assumed interest rate of six percent (6%) according to the following schedule:.

Fiscal Year	Principal Amount	Fiscal Year	Principal Amount
2007	\$360,000	2012	\$460,000
2008	\$390,000	2013	\$470,000
2009	\$420,000	2014	\$480,000
2010	\$450,000	2015	\$500,000
2011	\$450,000	2016	\$520,000

The Notes shall not exceed the reasonably expected economic life of the Project, which is hereby certified by the Governing Body to be at least 20 years.



1  
2  
3  
4 **Section 3.** That, the Notes shall be subject to redemption at the option of Sullivan County in  
5 whole or in part, at any time, at the principal amount and accrued interest to the date of  
6 redemption, without a premium, or if sold at par, with or without a premium of not exceeding one  
7 percent (1%) of the principal amount.  
8

9 **Section 4.** That, the Notes shall be direct general obligations of Sullivan county for which the  
10 punctual payment of the principal and interest on the notes, the full faith and credit of Sullivan  
11 County is irrevocably pledged and Sullivan County hereby pledges its taxing power as to all taxable  
12 property in Sullivan County for purpose of providing funds for the payment of principal of and  
13 interest on the Notes. The governing body of Sullivan County hereby authorizes the levy and  
14 collection of a special tax on all taxable property of Sullivan County over and above all other taxes  
15 authorized by Sullivan County to create a sinking fund to retire the Notes with interest as they  
16 mature in an amount necessary for that purpose.  
17

18 **Section 5.** That, the Notes shall be executed in the name of Sullivan County and bear the  
19 manual signature of the County Mayor of Sullivan County and the manual signature of the County  
20 Clerk with the local government seal affixed thereon; and shall be payable as to principal and  
21 interest at the Sullivan County Office of Accounts and Budgets or the paying agent duly appointed  
22 by Sullivan County. Proceeds of the Notes shall be deposited with the banking institution of  
23 Sullivan County and shall be paid out for the purpose of financing the Project pursuant to this  
24 Resolution and as required by law.  
25

26 **Section 6.** That, the Notes will be issued in fully registered form and that at all times during  
27 which any Notes remains outstanding and unpaid, Sullivan county or its agent shall keep or cause  
28 to be kept at its office a note register, if held by an agent of Sullivan County, shall at all times be  
29 open for inspection by Sullivan County or any duly authorized officer of Sullivan County. Each  
30 Note shall have the qualities and incidents of a negotiable instrument and shall be transferable only  
31 upon the note register kept by Sullivan County or its agent, by the registered owner of the Note in  
32 person or by the registered owner's attorney duly authorized in writing, upon presentation and  
33 surrender to Sullivan County duly executed by the registered owner of the registered owner's duly  
34 authorized attorney. Upon the transfer of any such Note, Sullivan County shall issue in the name of  
35 the transferee a new registered note or notes of the same aggregate principal amount and maturity  
36 as the surrendered Notes. Sullivan County shall not be obligated to make any such Note transfer  
37 during the fifteen (15) days next preceding an interest payment date of the Notes or, in the case of  
38 any redemption of the Notes, during the forty-five (45) days next preceding the date of redemption.  
39

40 **Section 7.** That, the Notes shall be in the general format prescribed and provided herewith and  
41 shall recite that the Notes are issued pursuant to Title 9, Chapter 21, Tennessee Code Annotated.  
42

43 **Section 8.** That, Sullivan County shall publish a notice of sale (the "Notice") at least five (5)  
44 days prior to the date on which the Notes are to be sold in both a newspaper having a general  
45 circulation in Sullivan County and in a financial newspaper published in New York, New York,  
46 having national circulation. The Notice shall set forth the date, time, and place of sale, the  
47 maximum amount of Notes to be sold, the maximum interest rate, the maximum discount, if any, in  
48 dollars or as a percentage of par value that will be permitted, and the basis upon which the Notes  
49 will be awarded. Provided, however, that publishing a Notice in a financial newspaper published in  
50 New York, New York, having national circulation shall not be required in any sale where the total  
51 amount of Notes to be sold is not greater than four million five hundred thousand dollars  
52 (\$4,500,000).  
53

54 **Section 9.** That, the Notes shall be sold only after the receipt of the written approval of the  
55 State of Local Finance for the sale of the Notes.  
56



1 Section 10. That, the notes are hereby designated as qualified tax-exempt obligations for  
2 purpose of Section 265(b)(3) of the Internal Revenue Code of 1986.  
3

4 Section 11. That, after the sale of the Notes, and for each year that any of the notes are  
5 outstanding, Sullivan County shall prepare an annual budget in a form consistent with accepted  
6 governmental standards and as approved by the State Director of Local Finance (the "Director".)  
7 The budget shall be kept balanced during the life of the notes. The annual budget shall be  
8 submitted to the Director immediately upon its adoption; however, it shall not become the official  
9 budget for the fiscal year until such budget is approved by the Director in accordance with Title 9,  
10 Chapter 21, Tennessee Code Annotated (the "Statutes"). If the Director determines that the budget  
11 does not comply with the Statutes, Sullivan County shall adjust its estimates or make additional tax  
12 levies sufficient to comply with the Statutes, or as directed by the Director.  
13

14 Section 12. That, all orders or resolutions in conflict with this Resolution are hereby repealed  
15 insofar as such conflict exists and this Resolution shall become effective immediately upon its  
16 passage.

Duly passed this 18th day of April 2005.

Attested: Jeanie F. Gammon Approved: Richard S. Venable  
Jeanie F. Gammon, County Clerk Richard S. Venable, County Mayor

Introduced by Commissioner: Harr  
Seconded by Commissioner(s): Williams

2005-03-028	Administrative	Budget	Executive	County Commission
ACTION	Motion to Approve Failed 4-4-05	Approve 3-7-05	Motion to take No Action 4-6-05	Approved as amended 4-18-05 19Aye, 3Nay, 2Absent

Comments: 1<sup>st</sup> Reading 03-21-05;

Amendment #1 (Attached) approved by roll call vote of the Commission,  
which REWRITES THE ABOVE RESOLUTION IN ITS ENTIRETY.





# AMENDMENT # 1

To Resolution 2005-03-028

Submitted: April 2005

**Delete the original resolution in its entirety and amend as follows:**

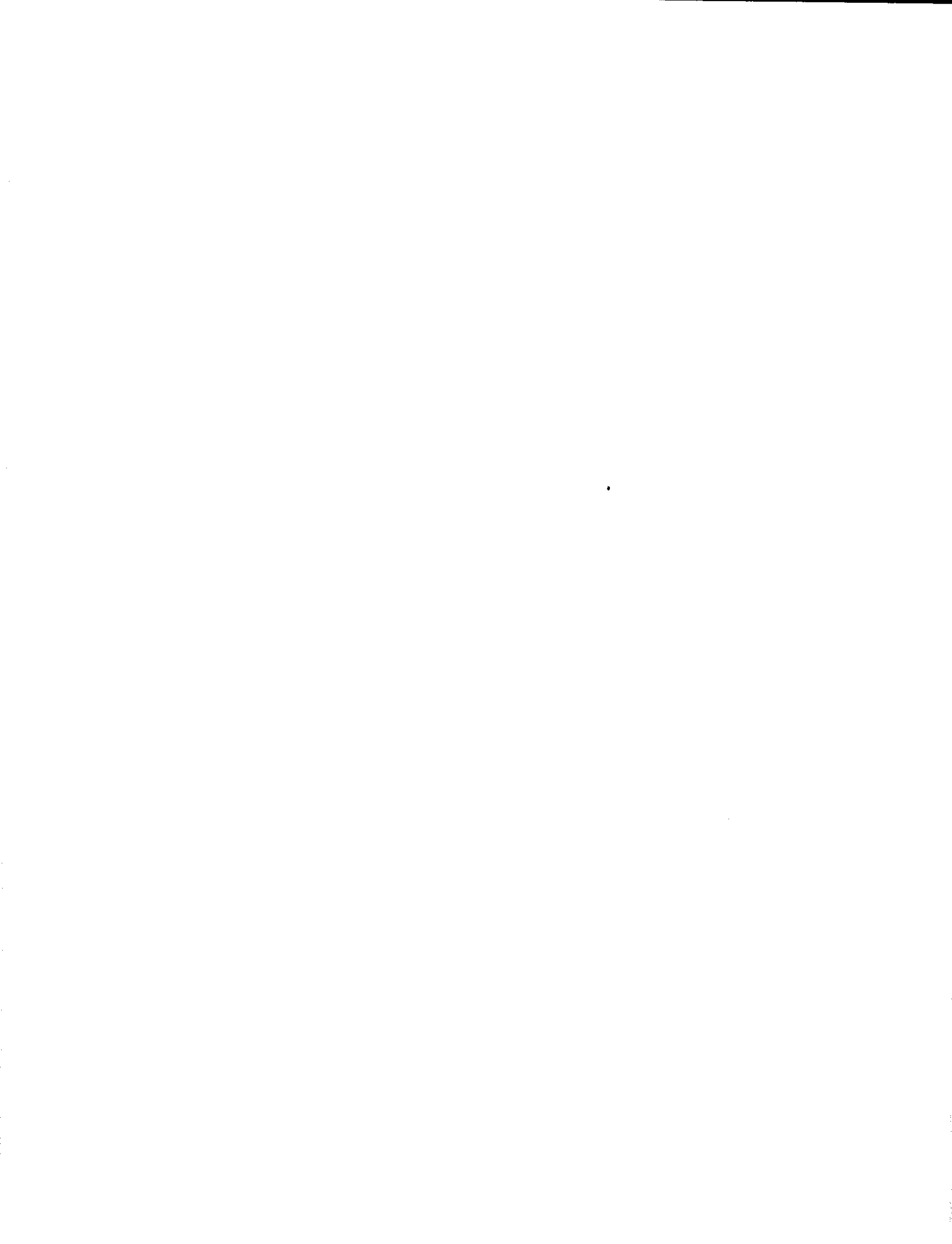
**A RESOLUTION AUTHORIZING THE ISSUANCE OF GENERAL OBLIGATION BONDS IN THE AGGREGATE PRINCIPAL AMOUNT OF NOT TO EXCEED SIX MILLION DOLLARS (\$6,000,000) OF SULLIVAN COUNTY, TENNESSEE; MAKING PROVISION FOR THE ISSUANCE, SALE AND PAYMENT OF SAID BONDS; ESTABLISHING THE TERMS THEREOF AND THE DISPOSITION OF PROCEEDS THEREFROM; AND PROVIDING FOR THE LEVY OF TAXES FOR THE PAYMENT OF PRINCIPAL OF, PREMIUM, IF ANY, AND INTEREST ON THE BONDS.**

WHEREAS, pursuant to Sections 9-21-101, et seq., inclusive, Tennessee Code Annotated, as amended, counties in Tennessee are authorized through their respective governing bodies to issue and sell bonds of said counties to finance public works projects; and

WHEREAS, the Board of County Commissioners of the County hereby determines that it is necessary and advisable to issue not to exceed \$6,000,000 in aggregate principal amount of general obligation bonds, to be issued in one or more emissions, for the purpose of providing funds for: (i) constructing, repairing, renovating and equipping of County school buildings and school facilities; (ii) site development, constructing, repairing, renovating and equipping of a County inmate workhouse facility; (iii) acquisition of land for and site development of and constructing, repairing, renovating and equipping of a County public health facility; (iv) if required by applicable law, the payment of funds required to be shared with each city or town incorporated within the County, to the extent not waived, pursuant to Section 9-21-129, Tennessee Code, as amended; (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to the foregoing; (vi) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (vii) payment of costs incident to the issuance and sale of the bonds authorized herein; and

WHEREAS, it is the intention of the Board of County Commissioners to adopt this resolution for the purpose of authorizing not to exceed \$6,000,000 in aggregate principal amount of said bonds, providing for the issuance, sale and payment of said bonds, establishing the terms thereof, and the disposition of proceeds therefrom, and providing for the levy of a tax under certain conditions for the payment of principal thereof, premium, if any, and interest thereon.

WHEREAS, on the date hereof, the Board of County Commissioners of the County adopted an Initial Resolution proposing the issuance of not to exceed \$6,000,000 in the aggregate



principal amount of general obligation bonds, the proceeds of which shall be used for the purposes hereinabove set forth; and

WHEREAS, the Initial Resolution, together with the notice required by Section 9-21-206, Tennessee Code Annotated, as amended, will be published as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of County Commissioners of Sullivan County, Tennessee, as follows:

Section 1. Authority. The bonds authorized by this resolution are issued pursuant to Sections 9-21-101, et seq., Tennessee Code Annotated, as amended, and other applicable provisions of law

Section 2. Definitions. The following terms shall have the following meanings in this resolution unless the text expressly or by necessary implication requires otherwise:

(a) "Bonds" means the not to exceed \$6,000,000 General Obligation Bonds of the County, to be dated May 1, 2005, and having such series designation or other dated date as shall be determined by the County Mayor pursuant to Section 7 hereof;

(b) "Book-Entry Form" or "Book-Entry System" means a form or system, as applicable, under which physical bond certificates in fully registered form are issued to a Depository, or to its nominee as Registered Owner, with the certificate of bonds being held by and "immobilized" in the custody of such Depository, and under which records maintained by persons, other than the County or the Registration Agent, constitute the written record that identifies, and records the transfer of, the beneficial "book-entry" interests in those bonds;

(c) "Cities" means each city or town incorporated within the County;

(d) "Code" means the Internal Revenue Code of 1986, as amended, and all regulations promulgated thereunder;

(e) "County" means Sullivan County, Tennessee;

(f) "Depository" means any securities depository that is a clearing agency under federal laws operating and maintaining, with its participants or otherwise, a Book-Entry System, including, but not limited to, DTC;

(g) "DTC" means the Depository Trust Company, a limited purpose company organized under the laws of the State of New York, and its successors and assigns;

(h) "DTC Participant(s)" means securities brokers and dealers, banks, trust companies and clearing corporations that have access to the DTC System;

(i) "Governing Body" means the Board of County Commissioners of the County;

(j) "Projects" mean (i) acquisition of land and site development for school purposes; (ii) constructing, repairing, renovating and equipping of County school buildings and school



facilities; (iii) acquisition of land for and site development of and constructing, repairing, renovating and equipping of a County inmate workhouse facility; (iv) acquisition of land for and site development of and constructing, repairing, renovating and equipping of a County public health facility; and (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to the foregoing; and

(k) "Registration Agent" means the registration and paying agent appointed by the County Mayor pursuant to Section 3 hereof, or any successor designated by the Governing Body.

Section 3. Authorization and Terms of the Bonds.

(a) For the purpose of providing funds to finance (i) the cost of the Projects and costs incident thereto; (ii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; (iii) payment of funds required to be shared with the Cities, to the extent not waived, pursuant to Section 9-21-129, Tennessee Code Annotated, as amended; and (iv) payment of costs incident to the issuance and sale of the Bonds, there is hereby authorized to be issued bonds of the County in the aggregate principal amount of not to exceed \$6,000,000. The Bonds shall be issued in one or more emissions, in fully registered, book-entry form (except as otherwise set forth herein), without coupons, and subject to the adjustments permitted under Section 7, shall be known as "General Obligation Bonds", shall be dated May 1, 2005, and shall have such series designation or other dated date as shall be determined by the County Mayor pursuant to Section 7 hereof. The Bonds shall bear interest at a rate or rates not to exceed six percent (6.00%) per annum, payable (subject to the adjustments permitted under Section 7) semi-annually on May 1 and November 1 in each year, commencing November 1, 2005. The Bonds shall be issued initially in \$5,000 denominations or integral multiples thereof, as shall be requested by the original purchaser thereof. The Bonds shall mature serially or be subject to mandatory redemption and be payable on May 1 of each year as follows (subject to the adjustments permitted under Section 7 hereof):

<u>Year</u>	<u>Amount</u>
2007	\$160,000
2008	165,000
2009	175,000
2010	180,000
2011	185,000
2012	195,000
2013	200,000
2014	210,000
2015	220,000
2016	230,000
2017	240,000
2018	405,000
2019	425,000
2020	445,000
2021	465,000
2022	490,000



2023	510,000
2024	535,000
2025	565,000

(b) Subject to the adjustments permitted under Section 7 hereof, Bonds maturing May 1, 2006 through May 1, 2015, inclusive, shall mature without option of prior redemption and Bonds maturing May 1, 2016 and thereafter, shall be subject to redemption prior to maturity at the option of the County on May 1, 2015 and thereafter, as a whole or in part at any time at the redemption price of par plus accrued interest to the redemption date.

If less than all the Bonds shall be called for redemption, the maturities to be redeemed shall be selected by the Governing Body in its discretion. If less than all of the Bonds within a single maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

(i) if the Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the Bonds to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or

(ii) if the Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

(c) Pursuant to Section 7 hereof, the County Mayor is authorized to sell the Bonds, or any maturities thereof, as term bonds ("Term Bonds") with mandatory redemption requirements corresponding to the maturities set forth herein or as determined by the County Mayor. In the event any or all the Bonds are sold as Term Bonds, the County shall redeem Term Bonds on redemption dates corresponding to the maturity dates set forth herein, in aggregate principal amounts equal to the maturity amounts established pursuant to Section 7 hereof for each redemption date, as such maturity amounts may be adjusted pursuant to Section 7 hereof, at a price of par plus accrued interest thereon to the date of redemption. The Term Bonds to be redeemed within a single maturity shall be selected in the manner described in subsection (b) above.

At its option, to be exercised on or before the forty-fifth (45th) day next preceding any such mandatory redemption date, the County may (i) deliver to the Registration Agent for cancellation Bonds to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its redemption obligation under this mandatory redemption provision for any Bonds of the maturity to be redeemed which prior to said date have been purchased or redeemed (otherwise than through the operation of this mandatory sinking fund redemption provision) and canceled by the Registration Agent and not theretofore applied as a credit against any redemption obligation under this mandatory sinking fund provision. Each Bond so delivered or previously purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date and any excess shall be credited on future redemption obligations in chronological order, and the principal





amount of Bonds to be redeemed by operation of this mandatory sinking fund provision shall be accordingly reduced. The County shall on or before the forty-fifth (45th) day next preceding each payment date furnish the Registration Agent with its certificate indicating whether or not and to what extent the provisions of clauses (i) and (ii) of this subsection are to be availed of with respect to such payment and confirm that funds for the balance of the next succeeding prescribed payment will be paid on or before the next succeeding payment date.

(d) Notice of call for redemption, whether optional or mandatory, shall be given by the Registration Agent on behalf of the County not less than thirty (30) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for redemption of any of the Bonds for which proper notice was given. As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant or Beneficial Owner will not affect the validity of such redemption. The Registration Agent shall mail said notices as and when directed by the County pursuant to written instructions from an authorized representative of the County (other than for a mandatory sinking fund redemption, notices of which shall be given on the dates provided herein) given at least forty-five (45) days prior to the redemption date (unless a shorter notice period shall be satisfactory to the Registration Agent). From and after the redemption date, all Bonds called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth herein.

(e) The Governing Body hereby authorizes and directs the County Mayor to appoint the Registration Agent for the Bonds and hereby authorizes the Registration Agent so appointed to maintain Bond registration records with respect to the Bonds, to authenticate and deliver the Bonds as provided herein, either at original issuance or upon transfer, to effect transfers of the Bonds, to give all notices of redemption as required herein, to make all payments of principal and interest with respect to the Bonds as provided herein, to cancel and destroy Bonds which have been paid at maturity or upon earlier redemption or submitted for exchange or transfer, to furnish the County at least annually a certificate of destruction with respect to Bonds canceled and destroyed, and to furnish the County at least annually an audit confirmation of Bonds paid, Bonds outstanding and payments made with respect to interest on the Bonds. The County Mayor is hereby authorized to execute and the County Clerk is hereby authorized to attest such written agreement between the County and the Registration Agent as they shall deem necessary and proper with respect to the obligations, duties and rights of the Registration Agent. The payment of all reasonable fees and expenses of the Registration Agent for the discharge of its duties and obligations hereunder or under any such agreement is hereby authorized and directed.

(f) The Bonds shall be payable, both principal and interest, in lawful money of the United States of America at the main office of the Registration Agent. The Registration Agent shall make all interest payments with respect to the Bonds by check or draft on each interest



payment date directly to the registered owners as shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the interest payment date (the "Regular Record Date") by depositing said payment in the United States mail, postage prepaid, addressed to such owners at their addresses shown on said Bond registration records, without, except for final payment, the presentation or surrender of such registered Bonds, and all such payments shall discharge the obligations of the County in respect of such Bonds to the extent of the payments so made. Payment of principal of and premium, if any, on the Bonds shall be made upon presentation and surrender of such Bonds to the Registration Agent as the same shall become due and payable. All rates of interest specified herein shall be computed on the basis of a three hundred sixty (360) day year composed of twelve (12) months of thirty (30) days each. In the event the Bonds are no longer registered in the name of DTC, or a successor Depository, if requested by the Owner of at least \$1,000,000 in aggregate principal amount of the Bonds, payment of interest on such Bonds shall be paid by wire transfer to a bank within the continental United States or deposited to a designated account if such account is maintained with the Registration Agent and written notice of any such election and designated account is given to the Registration Agent prior to the record date.

(g) Any interest on any Bond that is payable but is not punctually paid or duly provided for on any interest payment date (hereinafter "Defaulted Interest") shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such Defaulted Interest shall be paid by the County to the persons in whose names the Bonds are registered at the close of business on a date (the "Special Record Date") for the payment of such Defaulted Interest, which shall be fixed in the following manner: the County shall notify the Registration Agent in writing of the amount of Defaulted Interest proposed to be paid on each Bond and the date of the proposed payment, and at the same time the County shall deposit with the Registration Agent an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Registration Agent for such deposit prior to the date of the proposed payment, such money when deposited to be held in trust for the benefit of the persons entitled to such Defaulted Interest as in this Section provided. Thereupon, not less than ten (10) days after the receipt by the Registration Agent of the notice of the proposed payment, the Registration Agent shall fix a Special Record Date for the payment of such Defaulted Interest which Date shall be not more than fifteen (15) nor less than ten (10) days prior to the date of the proposed payment to the registered owners. The Registration Agent shall promptly notify the County of such Special Record Date and, in the name and at the expense of the County, not less than ten (10) days prior to such Special Record Date, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, first class postage prepaid, to each registered owner at the address thereof as it appears in the Bond registration records maintained by the Registration Agent as of the date of such notice. Nothing contained in this Section or in the Bonds shall impair any statutory or other rights in law or in equity of any registered owner arising as a result of the failure of the County to punctually pay or duly provide for the payment of principal of, premium, if any, and interest on the Bonds when due.

(h) The Bonds are transferable only by presentation to the Registration Agent by the registered owner, or his legal representative duly authorized in writing, of the registered Bond(s) to be transferred with the form of assignment on the reverse side thereof completed in full and signed with the name of the registered owner as it appears upon the face of the Bond(s)



accompanied by appropriate documentation necessary to prove the legal capacity of any legal representative of the registered owner. Upon receipt of the Bond(s) in such form and with such documentation, if any, the Registration Agent shall issue a new Bond or the Bond to the assignee(s) in \$5,000 denominations, or integral multiples thereof, as requested by the registered owner requesting transfer. The Registration Agent shall not be required to transfer or exchange any Bond during the period commencing on a Regular or Special Record Date and ending on the corresponding interest payment date of such Bond, nor to transfer or exchange any Bond after the publication of notice calling such Bond for redemption has been made, nor to transfer or exchange any Bond during the period following the receipt of instructions from the County to call such Bond for redemption; provided, the Registration Agent, at its option, may make transfers after any of said dates. No charge shall be made to any registered owner for the privilege of transferring any Bond, provided that any transfer tax relating to such transaction shall be paid by the registered owner requesting transfer. The person in whose name any Bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes and neither the County nor the Registration Agent shall be affected by any notice to the contrary whether or not any payments due on the Bonds shall be overdue. The Bonds, upon surrender to the Registration Agent, may, at the option of the registered owner, be exchanged for an equal aggregate principal amount of the Bonds of the same maturity in any authorized denomination or denominations.

(i) The Bonds shall be executed in such manner as may be prescribed by applicable law, in the name, and on behalf, of the County with the manual or facsimile signature of the County Mayor and with the official seal, or a facsimile thereof, of the County impressed or imprinted thereon and attested by the manual or facsimile signature of the County Clerk or his designee.

(j) Except as otherwise provided in this resolution, the Bonds shall be registered in the name of Cede & Co., as nominee of DTC, which will act as securities depository for the Bonds. References in this Section to a Bond or the Bonds shall be construed to mean the Bond or the Bonds that are held under the Book-Entry System. One Bond for each maturity shall be issued to DTC and immobilized in its custody. A Book-Entry System shall be employed, evidencing ownership of the Bonds in authorized denominations, with transfers of beneficial ownership effected on the records of DTC and the DTC Participants pursuant to rules and procedures established by DTC.

Each DTC Participant shall be credited in the records of DTC with the amount of such DTC Participant's interest in the Bonds. Beneficial ownership interests in the Bonds may be purchased by or through DTC Participants. The holders of these beneficial ownership interests are hereinafter referred to as the "Beneficial Owners." The Beneficial Owners shall not receive the Bonds representing their beneficial ownership interests. The ownership interests of each Beneficial Owner shall be recorded through the records of the DTC Participant from which such Beneficial Owner purchased its Bonds. Transfers of ownership interests in the Bonds shall be accomplished by book entries made by DTC and, in turn, by DTC Participants acting on behalf of Beneficial Owners. SO LONG AS CEDE & CO., AS NOMINEE FOR DTC, IS THE REGISTERED OWNER OF THE BONDS, THE REGISTRATION AGENT SHALL TREAT CEDE & CO., AS THE ONLY HOLDER OF THE BONDS FOR ALL PURPOSES UNDER THIS RESOLUTION, INCLUDING RECEIPT OF ALL PRINCIPAL OF, PREMIUM, IF



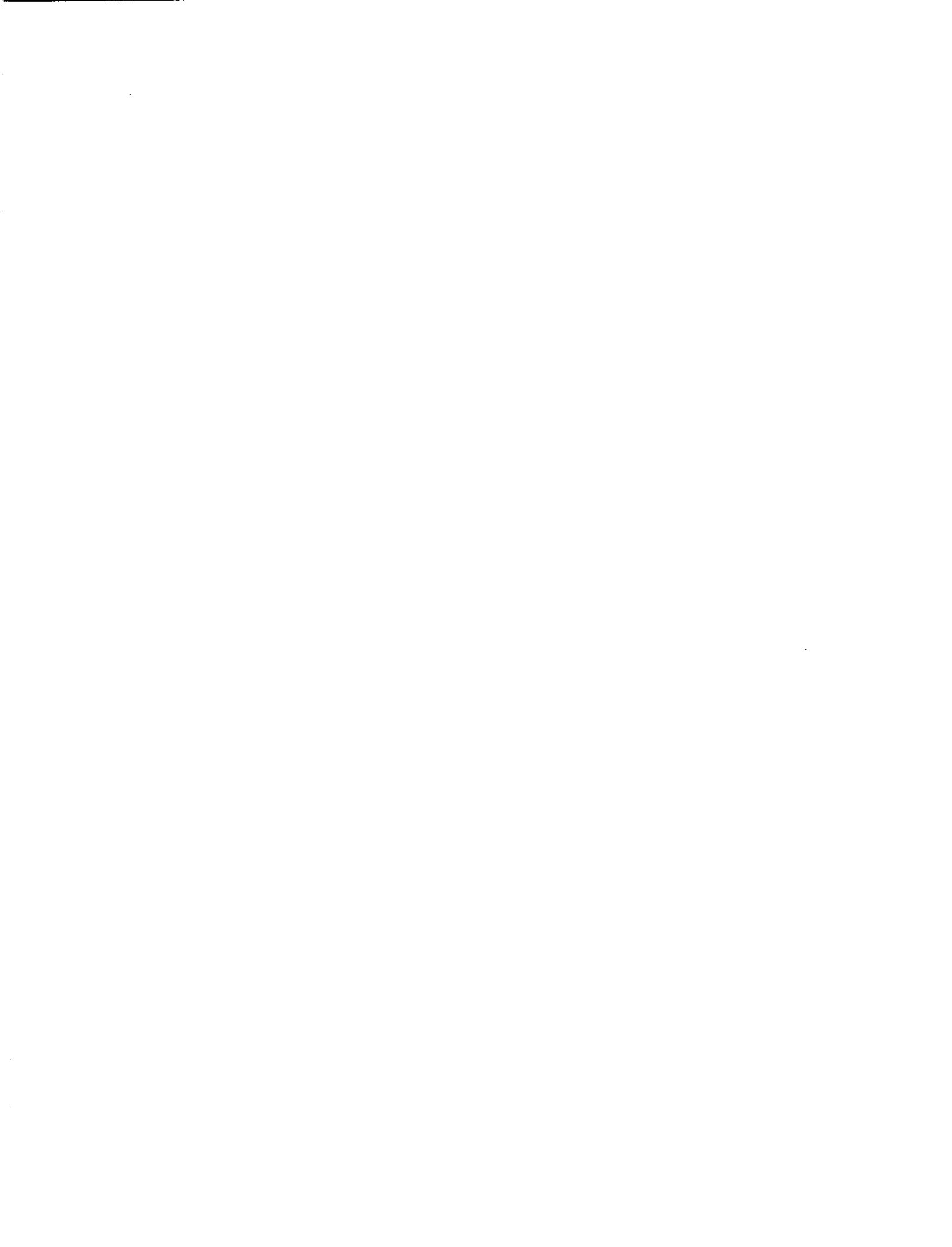
ANY, AND INTEREST ON THE BONDS, RECEIPT OF NOTICES, VOTING AND REQUESTING OR DIRECTING THE REGISTRATION AGENT TO TAKE OR NOT TO TAKE, OR CONSENTING TO, CERTAIN ACTIONS UNDER THIS RESOLUTION.

Payments of principal, interest, and redemption premium, if any, with respect to the Bonds, so long as DTC is the only owner of the Bonds, shall be paid by the Registration Agent directly to DTC or its nominee, Cede & Co. as provided in the Letter of Representation relating to the Bonds from the County and the Registration Agent to DTC (the "Letter of Representation"). DTC shall remit such payments to DTC Participants, and such payments thereafter shall be paid by DTC Participants to the Beneficial Owners. The County and the Registration Agent shall not be responsible or liable for payment by DTC or DTC Participants, for sending transaction statements or for maintaining, supervising or reviewing records maintained by DTC or DTC Participants.

In the event that (1) DTC determines not to continue to act as securities depository for the Bonds, (2) the County determines that the continuation of the Book-Entry System of evidence and transfer of ownership of the Bonds would adversely affect their interests or the interests of the Beneficial Owners of the Bonds, or (3) the purchaser(s) certifies that it intends to hold the Bonds for its own account and has no present intent to reoffer the Bonds, then the County shall discontinue the Book-Entry System with DTC or, upon request of such original purchaser, deliver the Bonds to the original purchaser in the form of fully registered Bonds, as the case may be. If the County fails to identify another qualified securities depository to replace DTC, the County shall cause the Registration Agent to authenticate and deliver replacement Bonds in the form of fully registered Bonds to each Beneficial Owner.

THE COUNTY AND THE REGISTRATION AGENT SHALL NOT HAVE ANY RESPONSIBILITY OR OBLIGATIONS TO ANY DTC PARTICIPANT OR ANY BENEFICIAL OWNER WITH RESPECT TO (i) THE BONDS; (ii) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC OR ANY DTC PARTICIPANT; (iii) THE PAYMENT BY DTC OR ANY DTC PARTICIPANT OF ANY AMOUNT DUE TO ANY BENEFICIAL OWNER IN RESPECT OF THE PRINCIPAL OF AND INTEREST ON THE BONDS; (iv) THE DELIVERY OR TIMELINESS OF DELIVERY BY DTC OR ANY DTC PARTICIPANT OF ANY NOTICE DUE TO ANY BENEFICIAL OWNER THAT IS REQUIRED OR PERMITTED UNDER THE TERMS OF THIS RESOLUTION TO BE GIVEN TO BENEFICIAL OWNERS, (v) THE SELECTION OF BENEFICIAL OWNERS TO RECEIVE PAYMENTS IN THE EVENT OF ANY PARTIAL REDEMPTION OF THE BONDS; OR (vi) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC, OR ITS NOMINEE, CEDE & CO., AS OWNER.

(k) The Registration Agent is hereby authorized to take such action as may be necessary from time to time to qualify and maintain the Bonds for deposit with DTC, including but not limited to, wire transfers of interest and principal payments with respect to the Bonds, utilization of electronic book entry data received from DTC in place of actual delivery of Bonds and provision of notices with respect to Bonds registered by DTC (or any of its designees identified to the Registration Agent) by overnight delivery, courier service, telegram, teletype or other similar means of communication. No such arrangements with DTC may adversely affect





the interest of any of the owners of the Bonds, provided, however, that the Registration Agent shall not be liable with respect to any such arrangements it may make pursuant to this section.

(l) The Registration Agent is hereby authorized to authenticate and deliver the Bonds to the original purchaser, upon receipt by the County of the proceeds of the sale thereof and to authenticate and deliver Bonds in exchange for Bonds of the same principal amount delivered for transfer upon receipt of the Bond(s) to be transferred in proper form with proper documentation as hereinabove described. The Bonds shall not be valid for any purpose unless authenticated by the Registration Agent by the manual signature of an officer thereof on the certificate set forth herein on the Bond form.

(m) In case any Bond shall become mutilated, or be lost, stolen, or destroyed, the County, in its discretion, shall issue, and the Registration Agent, upon written direction from the County, shall authenticate and deliver, a new Bond of like tenor, amount, maturity and date, in exchange and substitution for, and upon the cancellation of, the mutilated Bond, or in lieu of and in substitution for such lost, stolen or destroyed Bond, or if any such Bond shall have matured or shall be about to mature, instead of issuing a substituted Bond the County may pay or authorize payment of such Bond without surrender thereof. In every case the applicant shall furnish evidence satisfactory to the County and the Registration Agent of the destruction, theft or loss of such Bond, and indemnity satisfactory to the County and the Registration Agent; and the County may charge the applicant for the issue of such new Bond an amount sufficient to reimburse the County for the expense incurred by it in the issue thereof.

Section 4. Source of Payment. The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County are hereby irrevocably pledged.

Section 5. Form of Bonds. The Bonds shall be in substantially the following form, the omissions to be appropriately completed when the Bonds are prepared and delivered:

(Form of Face of Bond)

REGISTERED  
Number \_\_\_\_\_

REGISTERED  
\$ \_\_\_\_\_

UNITED STATES OF AMERICA  
STATE OF TENNESSEE  
COUNTY OF SULLIVAN  
GENERAL OBLIGATION BOND,  
SERIES \_\_\_\_\_

Interest Rate:

Maturity Date:

Date of Bond:  
[May 1, 2005]

CUSIP No.:

Registered Owner: CEDE & CO.

Principal Amount:



FOR VALUE RECEIVED, Sullivan County, Tennessee (the "County") hereby promises to pay to the registered owner hereof, hereinabove named, or registered assigns, in the manner hereinafter provided, the principal amount hereinabove set forth on the maturity date hereinabove set forth (or upon earlier redemption as set forth herein), and to pay interest (computed on the basis of a 360-day year of twelve 30-day months) on said principal amount at the annual rate of interest hereinabove set forth from the date hereof until said maturity date or redemption date, said interest being payable on [November 1, 2005], and semi-annually thereafter on the first day of May and November in each year until this Bond matures or is redeemed. The principal hereof and interest hereon are payable in lawful money of the United States of America by check or draft at the principal corporate trust office of \_\_\_\_\_, \_\_\_\_\_, as registration agent and paying agent (the "Registration Agent"). The Registration Agent shall make all interest payments with respect to this Bond on each interest payment date directly to the registered owner hereof shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the interest payment date (the "Regular Record Date") by check or draft mailed to such owner at such owner's address shown on said Bond registration records, without, except for final payment, the presentation or surrender of this Bond, and all such payments shall discharge the obligations of the County to the extent of the payments so made. Any such interest not so punctually paid or duly provided for on any interest payment date shall forthwith cease to be payable to the registered owner on the relevant Regular Record Date; and, in lieu thereof, such defaulted interest shall be payable to the person in whose name this Bond is registered at the close of business on the date (the "Special Record Date") for payment of such defaulted interest to be fixed by the Registration Agent, notice of which shall be given to the owners of the Bonds of the issue of which this Bond is one not less than ten (10) days prior to such Special Record Date. Payment of principal of [and premium, if any, on] this Bond shall be made when due upon presentation and surrender of this Bond to the Registration Agent.

Except as otherwise provided herein or in the Resolution, as hereinafter defined, this Bond shall be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds of the series of which this Bond is one. One Bond for each maturity of the Bonds shall be issued to DTC and immobilized in its custody. A book-entry system shall be employed, evidencing ownership of the Bonds in \$5,000 denominations, or multiples thereof, with transfers of beneficial ownership effected on the records of DTC and the DTC Participants, as defined in the Resolution, pursuant to rules and procedures established by DTC. So long as Cede & Co., as nominee for DTC, is the registered owner of the Bonds, the County and the Registration Agent shall treat Cede & Co., as the only owner of the Bonds for all purposes under the Resolution, including receipt of all principal and maturity amounts of, premium, if any, and interest on the Bonds, receipt of notices, voting and requesting or taking or not taking, or consenting to, certain actions hereunder. Payments of principal, maturity amounts, interest, and redemption premium, if any, with respect to the Bonds, so long as DTC is the only owner of the Bonds, shall be paid directly to DTC or its nominee, Cede & Co. DTC shall remit such payments to DTC Participants, and such payments thereafter shall be paid by DTC Participants to the Beneficial Owners, as defined in the Resolution. Neither the County nor the Registration Agent shall be responsible or liable for payment by DTC or DTC Participants, for sending transaction statements or for maintaining, supervising or reviewing records maintained by DTC or DTC Participants. In the event that (1) DTC determines not to continue to act as securities depository for the Bonds or (2)



the County determines that the continuation of the book-entry system of evidence and transfer of ownership of the Bonds would adversely affect its interests or the interests of the Beneficial Owners of the Bonds, the County may discontinue the book-entry system with DTC. If the County fails to identify another qualified securities depository to replace DTC, the County shall cause the Registration Agent to authenticate and deliver replacement Bonds in the form of fully registered Bonds to each Beneficial Owner. Neither the County nor the Registration Agent shall have any responsibility or obligations to any DTC Participant or any Beneficial Owner with respect to (i) the Bonds; (ii) the accuracy of any records maintained by DTC or any DTC Participant; (iii) the payment by DTC or any DTC Participant of any amount due to any Beneficial Owner in respect of the principal or maturity amounts of and interest on the Bonds; (iv) the delivery or timeliness of delivery by DTC or any DTC Participant of any notice due to any Beneficial Owner that is required or permitted under the terms of the Resolution to be given to Beneficial Owners, (v) the selection of Beneficial Owners to receive payments in the event of any partial redemption of the Bonds; or (vi) any consent given or other action taken by DTC, or its nominee, Cede & Co., as owner.

[Bonds maturing May 1, 2006 through May 1, 2015, inclusive, shall mature without option of prior redemption and Bonds maturing May 1, 2016 and thereafter, shall be subject to redemption prior to maturity at the option of the County on May 1, 2015 and thereafter, as a whole or in part at any time at the redemption price of par plus accrued interest to the redemption date.]

If less than all the Bonds shall be called for redemption, the maturities to be redeemed shall be designated by the Board of County Commissioners of the County, in its discretion. If less than all the principal amount of the Bonds of a maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

(i) if the Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the amount of the interest of each DTC Participant in the Bonds to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or

(ii) if the Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

[Subject to the credit hereinafter provided, the County shall redeem Bonds maturing \_\_\_\_\_ on the redemption dates set forth below opposite the maturity dates, in aggregate principal amounts equal to the respective dollar amounts set forth below opposite the respective redemption dates at a price of par plus accrued interest thereon to the date of redemption. DTC, as securities depository for the series of Bonds of which this Bond is one, or such Person as shall then be serving as the securities depository for the Bonds, shall determine the interest of each Participant in the Bonds to be redeemed using its procedures generally in use at that time. If DTC, or another securities depository is no longer serving as securities depository for the Bonds, the Bonds to be redeemed within a maturity shall be selected by the Registration Agent by lot or such other random manner as the Registration



Agent in its discretion shall select. The dates of redemption and principal amount of Bonds to be redeemed on said dates are as follows:

<u>Final Maturity</u>	<u>Redemption Date</u>	<u>Principal Amount of Bonds Redeemed</u>
---------------------------	----------------------------	---

\*Final Maturity

At its option, to be exercised on or before the forty-fifth (45th) day next preceding any such redemption date, the County may (i) deliver to the Registration Agent for cancellation Bonds to be redeemed, in any aggregate principal amount desired, and/or (ii) receive a credit in respect of its redemption obligation under this mandatory redemption provision for any Bonds of the maturity to be redeemed which prior to said date have been purchased or redeemed (otherwise than through the operation of this mandatory sinking fund redemption provision) and canceled by the Registration Agent and not theretofore applied as a credit against any redemption obligation under this mandatory sinking fund provision. Each Bond so delivered or previously purchased or redeemed shall be credited by the Registration Agent at 100% of the principal amount thereof on the obligation of the County on such payment date and any excess shall be credited on future redemption obligations in chronological order, and the principal amount of Bonds to be redeemed by operation of this mandatory sinking fund provision shall be accordingly reduced. The County shall on or before the forty-fifth (45th) day next preceding each payment date furnish the Registration Agent with its certificate indicating whether or not and to what extent the provisions of clauses (i) and (ii) of this subsection are to be availed of with respect to such payment and confirm that funds for the balance of the next succeeding prescribed payment will be paid on or before the next succeeding payment date.]

Notice of call for redemption[, whether optional or mandatory,] shall be given by the Registration Agent not less than thirty (30) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for the redemption of any of the Bonds for which proper notice was given. As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant will not affect the validity of such redemption. From and after any redemption date, all Bonds called for





redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth in the Resolution, as hereafter defined.

This Bond is transferable by the registered owner hereof in person or by such owner's attorney duly authorized in writing at the principal corporate trust office of the Registration Agent set forth on the front side hereof, but only in the manner, subject to limitations and upon payment of the charges provided in the Resolution, as hereafter defined, and upon surrender and cancellation of this Bond. Upon such transfer a new Bond or Bonds of authorized denominations of the same maturity and interest rate for the same aggregate principal amount will be issued to the transferee in exchange therefor. The person in whose name this Bond is registered shall be deemed and regarded as the absolute owner thereof for all purposes and neither the County nor the Registration Agent shall be affected by any notice to the contrary whether or not any payments due on the Bond shall be overdue. Bonds, upon surrender to the Registration Agent, may, at the option of the registered owner thereof, be exchanged for an equal aggregate principal amount of the Bonds of the same maturity in authorized denomination or denominations, upon the terms set forth in the Resolution. The Registration Agent shall not be required to transfer or exchange any Bond during the period commencing on a Regular Record Date or Special Record Date and ending on the corresponding interest payment date of such Bond, nor to transfer or exchange any Bond after the notice calling such Bond for redemption has been made, nor during a period following the receipt of instructions from the County to call such Bond for redemption.

This Bond is one of a total authorized issue aggregating \$ \_\_\_\_\_ and issued by the County for the purpose of providing funds for (i) acquisition of land and site development for school purposes; (ii) constructing, repairing, renovating and equipping of County school buildings and school facilities; (iii) acquisition of land for and site development and constructing, repairing, renovating and equipping of a County inmate workhouse facility; (iv) acquisition of land for and site development of and constructing, repairing, renovating and equipping of a County public health facility; (v) if required by applicable law, the payment of funds required to be shared with each city or town incorporated within the County, to the extent not waived, pursuant to Section 9-21-129, Tennessee Code Annotated, as amended; (vi) payment of legal, fiscal, administrative, architectural and engineering costs incident to the foregoing; (vii) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (viii) payment of costs incident to the issuance and sale of the Bonds of which this Bond is one, pursuant to Sections 9-21-101 et seq., Tennessee Code Annotated, as amended, and pursuant to a resolution duly adopted by the Board of County Commissioners of the County on the eighteenth day of April, 2005 (the "Resolution").

This Bond is payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For a more complete statement of the general covenants and provisions pursuant to which this Bond is issued, reference is hereby made to the Resolution.

This Bond and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) inheritance, transfer and estate taxes, (b) Tennessee excise taxes on interest on the Bond during the period the Bond is held or beneficially owned by any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee, and (c) Tennessee franchise taxes by reason of the inclusion of the



book value of the Bond in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee.

It is hereby certified, recited, and declared that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this Bond exist, have happened and have been performed in due time, form and manner as required by law, and that the amount of this Bond, together with all other indebtedness of the County, does not exceed any limitation prescribed by the constitution and statutes of the State of Tennessee.

IN WITNESS WHEREOF, the County has caused this Bond to be signed by its County Mayor with his manual or facsimile signature and attested by its County Clerk with her manual or [facsimile] signature under an [impression or] [facsimile] of the corporate seal of the County, all as of the date hereinabove set forth.

SULLIVAN COUNTY

BY: \_\_\_\_\_  
County Mayor

(SEAL)

ATTESTED:

\_\_\_\_\_  
County Clerk

Transferable and payable at the  
principal corporate trust office of: \_\_\_\_\_  
\_\_\_\_\_, \_\_\_\_\_

Date of Registration: \_\_\_\_\_

This Bond is one of the issue of Bonds issued pursuant to the Resolution hereinabove described.

\_\_\_\_\_  
Registration Agent

By: \_\_\_\_\_  
Authorized Officer



(FORM OF ASSIGNMENT)

FOR VALUE RECEIVED, the undersigned sells, assigns, and transfers unto \_\_\_\_\_, whose address is \_\_\_\_\_ (Please insert Federal Identification or Social Security Number of Assignee \_\_\_\_\_), the within Bond of Sullivan County, Tennessee, and does hereby irrevocably constitute and appoint \_\_\_\_\_, attorney, to transfer the said Bond on the records kept for registration thereof with full power of substitution in the premises.

Dated: \_\_\_\_\_

NOTICE: The signature to this assignment must correspond with the name of the registered owner as it appears on the face of the within Bond in every particular, without alteration or enlargement or any change whatsoever.

Signature guaranteed:

NOTICE: Signature(s) must be guaranteed by a member firm of a Medallion Program acceptable to the Registration Agent.

Section 6. Levy of Tax. The County, through its Governing Body, shall annually levy and collect a tax upon all taxable property within the County, in addition to all other taxes authorized by law, sufficient to pay principal of, premium, if any, and interest on the Bonds when due, and for that purpose there is hereby levied a direct annual tax in such amount as may be found necessary each year to pay principal and interest coming due on the Bonds in said year. Principal and interest falling due at any time when there are insufficient funds from this tax levy on hand shall be paid from the current funds of the County and reimbursement therefor shall be made out of the taxes hereby provided to be levied when the same shall have been collected. The tax herein provided may be reduced to the extent of any appropriations from other funds, taxes and revenues of the County to the payment of debt service on the Bonds.

Section 7. Sale of Bonds.

(a) The Bonds shall be offered for public sale, as required by law, in one or more emissions, at a price of not less than ninety-nine percent (99%) of par, plus accrued interest, as a whole or in part from time to time as shall be determined by the County Mayor, in consultation with Stephens Inc., Nashville, Tennessee, the County's financial advisor (the "Financial Advisor"). The Bonds, or any emission thereof, shall be sold at public sale by physical delivery of bids or by electronic bidding means of an Internet bidding service as shall be determined by the County Mayor, in consultation with the Financial Advisor.

(b) If the Bonds are sold in more than one emission, the County Mayor is authorized to cause to be sold in each emission an aggregate principal amount of Bonds less than that shown



in Section 3 hereof for each emission, and to make corresponding adjustments to the maturity schedule of each emission designated in Section 3 hereof, so long as the total aggregate principal amount of all emissions issued does not exceed the total aggregate of Bonds authorized to be issued herein.

(c) The County Mayor is further authorized:

(1) to change the dated date of the Bonds or any emission thereof, to a date other than May 1, 2005;

(2) to specify the series designation of the Bonds, or any emission thereof, to a designation;

(3) to change the first interest payment date on the Bonds or any emission thereof to a date other than November 1, 2005, provided that such date is not later than twelve months from the dated date of such emission of Bonds;

(4) to adjust the principal and interest payment dates and maturity amounts of the Bonds or any emission thereof, provided that (A) the total principal amount of all emissions of the Bonds does not exceed the total amount of Bonds authorized herein, (B) the first maturity date of the Bonds or any emission thereof is a date not earlier than May 1, 2006, and (C) the final maturity date of each emission shall not exceed 25 years from the dated date of its emission;

(5) to change the County's optional redemption provisions of the Bonds, provided that the premium amount to be paid on Bonds or any emission thereof does not exceed two percent (2%) of the principal amount thereof;

(6) to sell the Bonds, or any emission thereof, or any maturities thereof as Term Bonds with mandatory redemption requirements corresponding to the maturities set forth herein or as otherwise determined by the County Mayor, as he shall deem most advantageous to the County; and

(7) to cause all or a portion of the Bonds to be insured by a bond insurance policy issued by a nationally recognized bond insurance company to achieve the purposes set forth herein and to serve the best interests of the County and to enter into agreements with such insurance company with respect to any emission of Bonds to the extent not inconsistent with this Resolution.

(d) The County Mayor is authorized to sell the Bonds, or any emission thereof, simultaneously with any other bonds or notes authorized by resolution or resolutions of the Governing Body. The County Mayor is further authorized to sell the Bonds, or any emission thereof, as a single issue of bonds with any other bonds with substantially similar terms authorized by resolution or resolutions of the Governing Body, in one or more emissions or series as she shall deem to be advantageous to the County and in doing so, the County Mayor is authorized to change the designation of the Bonds to a designation other than "General Obligation Bonds"; provided, however, that the total aggregate principal amount of combined bonds to be sold does not exceed the total aggregate principal amount of Bonds authorized by





this resolution or bonds authorized by any other resolution or resolutions adopted by the Governing Body.

(e) The County Mayor is authorized to award the Bonds, or any emission thereof, in each case to the bidder whose bid results in the lowest true interest cost to the County, provided the rate or rates on the Bonds does not exceed six percent (6.00%) per annum. The award of the Bonds by the County Mayor to the lowest bidder shall be binding on the County, and no further action of the Governing Body with respect thereto shall be required. The form of the Bond set forth in Section 5 hereof, shall be conformed to reflect any changes made pursuant to this Section 7 hereof.

(f) The County Mayor and County Clerk, or either of them, are authorized to cause the Bonds, in book-entry form (except as otherwise permitted herein), to be authenticated and delivered by the Registration Agent to the successful bidder and to execute, publish, and deliver all certificates and documents, including an official statement and closing certificates, as they shall deem necessary in connection with the sale and delivery of the Bonds. The County Mayor and County Clerk are hereby authorized to enter into a contract with the Financial Advisor, for financial advisory services in connection with the sale of the Bonds.

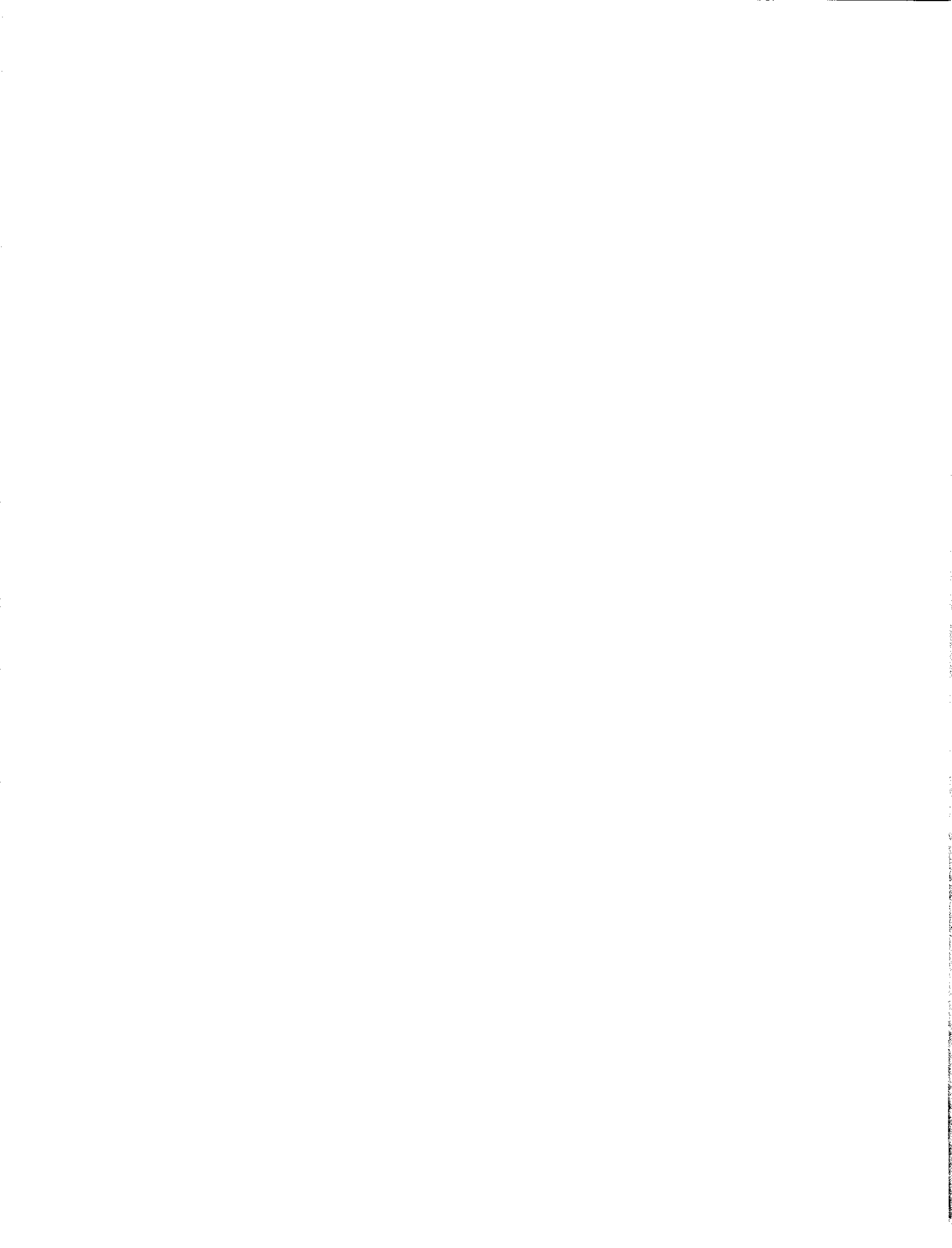
(g) No Bonds, nor any emission thereof, shall be issued hereunder until the publication of the Initial Resolution adopted on the date hereof, together with the statutory notice required by Section 9-21-206, Tennessee Code Annotated, and twenty (20) days have elapsed following such publication during which no legally sufficient petition protesting the issuance of the Bonds has been filed with the County Clerk.

Section 8. Disposition of Bond Proceeds. The proceeds of the sale of the Bonds shall be disbursed as follows:

(a) all accrued interest shall be deposited to the appropriate fund of the County to be used to pay interest on the Bonds on the first interest payment date following delivery of the Bonds;

(b) the County Trustee, in consultation with the Accounts & Budgets Director, is authorized to cause to be determined the amount of proceeds of the Bonds required to be shared with the Cities, to the extent not waived, pursuant to Section 9-21-129, Tennessee Code Annotated, as amended, and to cause the amounts so determined to be paid over to the Treasurers of the Cities; and

(c) the remainder of the proceeds of the sale of the Bonds shall be deposited with a financial institution regulated by the Federal Deposit Insurance Corporation or similar federal agency in a special fund known as the 2005 School and Public Improvement Construction Fund, or such other series designation as shall be determined by the County Mayor, (the "Construction Fund") to be kept separate and apart from all other funds of the County. The County shall disburse funds in the Construction Fund to pay costs of issuance of the Bonds, including necessary legal, accounting and fiscal expenses, printing, engraving, advertising and similar expenses, administrative and clerical costs, Registration Agent fees, bond insurance premiums, if any, and other necessary miscellaneous expenses incurred in connection with the issuance and



sale of the Bonds. The remaining funds in the Construction Fund shall be disbursed solely to pay the costs of the Projects. Money in the Construction Fund shall be secured in the manner prescribed by applicable statutes relative to the securing of public or trust funds, if any, or, in the absence of such a statute, by a pledge of readily marketable securities having at all times a market value of not less than the amount in said Construction Fund. Money in the Construction Fund shall be expended only for the purposes authorized by this resolution. Any funds remaining in the Construction Fund after completion of the Projects and payment of authorized expenses shall be paid to the County Trustee and shall be used to pay principal of and interest on the Bonds. Moneys in the Construction Fund shall be invested at the direction of the County Trustee in such investments as shall be permitted by applicable law. Earnings from such investments shall be transferred to the County's Debt Service Fund, to the extent permitted by applicable law, subject to any modification by the Governing Body.

Section 9. Official Statement. The County Mayor and County Clerk, or either of them, working with Stephens Inc., Nashville, Tennessee, the County's financial advisor, are hereby authorized and directed to provide for the preparation and distribution, which may include electronic distribution, of a Preliminary Official Statement describing the Bonds. After bids have been received and the Bonds have been awarded, the County Mayor and the County Clerk, or either of them, shall make such completions, omissions, insertions and changes in the Preliminary Official Statement not inconsistent with this resolution as are necessary or desirable to complete it as a final Official Statement for purposes of Rule 15c2-12(e)(3) of the Securities and Exchange Commission. The County Mayor and the County Clerk, or either of them, shall arrange for the delivery to the successful bidder on the Bonds of a reasonable number of copies of the Official Statement within seven business days after the Bonds have been awarded for delivery, by the successful bidder on the Bonds, to each potential investor requesting a copy of the Official Statement and to each person to whom such bidder and members of his bidding group initially sell the Bonds.

The County Mayor and the County Clerk, or either of them, are authorized, on behalf of the County, to deem the Preliminary Official Statement and the Official Statement in final form, each to be final as of its date within the meaning of Rule 15c2-12(b)(1), except for the omission in the Preliminary Official Statement of certain pricing and other information allowed to be omitted pursuant to such Rule 15c2-12(b)(1). The distribution of the Preliminary Official Statement and the Official Statement in final form shall be conclusive evidence that each has been deemed in final form as of its date by the County except for the omission in the Preliminary Official Statement of such pricing and other information.

Notwithstanding the foregoing, no Official Statement is required to be prepared if the Bonds are purchased by a purchaser that certifies that such purchaser intends to hold the Bonds for its own account and has no present intention to reoffer the Bonds.

Section 10. Tax Matters. The County recognizes that the purchasers and owners of the Bonds will have accepted them on, and paid therefor a price that reflects, the understanding that interest thereon is excludable from gross income for purposes of federal income taxation under laws in force on the date of delivery of the Bonds. In this connection, the County agrees that it shall take no action which may cause the interest on any of said Bonds to be included in gross income for federal income taxation. It is the reasonable expectation of the Governing



Body of the County that the proceeds of the Bonds will not be used in a manner which will cause the Bonds to be "arbitrage bonds" within the meaning of Section 148 of the Code, and to this end the said proceeds of the Bonds and other related funds established for the purposes herein set out shall be used and spent expeditiously for the purposes described herein. The Governing Body further covenants and represents that in the event it shall be required by Section 148(f) of the Code to pay any investment proceeds of the Bonds to the United States government, it will make such payments as and when required by said Section 148(f) and will take such other actions as shall be necessary or permitted to prevent the interest on the Bonds from becoming taxable. The County Mayor and County Clerk, or either of them, are authorized and directed to make such certifications in this regard in connection with the sale of the Bonds as either or both shall deem appropriate, and such certifications shall constitute a representation and certification of the County.

Section 11. Discharge and Satisfaction of Bonds. If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in any one or more of the following ways, to wit:

(a) By paying or causing to be paid, by deposit of sufficient funds as and when required with the Registration Agent, the principal of and interest on such Bonds as and when the same become due and payable;

(b) By depositing or causing to be deposited with any trust company or financial institution whose deposits are insured by the Federal Deposit Insurance Corporation or similar federal agency and which has trust powers ("an Agent"; which Agent may be the Registration Agent) in trust or escrow, on or before the date of maturity or redemption, sufficient money or Federal Obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Bonds and to pay interest thereon when due until the maturity or redemption date (provided, if such Bonds are to be redeemed prior to maturity thereof, proper notice of such redemption shall have been given or adequate provision shall have been made for the giving of such notice);

(c) By delivering such Bonds to the Registration Agent, for cancellation by it;

and if the County shall also pay or cause to be paid all other sums payable hereunder by the County with respect to such Bonds, or make adequate provision therefor, and by resolution of the Governing Body instruct any such Escrow Agent to pay amounts when and as required to the Registration Agent for the payment of principal of and interest on such Bonds when due, then and in that case the indebtedness evidenced by such Bonds shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Bonds shall be fully discharged and satisfied and shall thereupon cease, terminate and become void.

If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in the manner provided in either clause (a) or clause (b) above, then the registered owners thereof shall thereafter be entitled only to payment out of the money or Federal Obligations deposited as aforesaid.



Except as otherwise provided in this Section, neither Federal Obligations nor moneys deposited with the Registration Agent pursuant to this Section nor principal or interest payments on any such Federal Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal and interest on said Bonds; provided that any cash received from such principal or interest payments on such Federal Obligations deposited with the Registration Agent, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the County as received by the Registration Agent and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Federal Obligations maturing at times and in amounts sufficient to pay when due the principal and interest to become due on said Bonds on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestments shall be paid over to the County, as received by the Registration Agent. For the purposes of this Section, Federal Obligations shall mean direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the United States of America, or any agency thereof, obligations of any agency or instrumentality of the United States or any other obligations at the time of the purchase thereof are permitted investments under Tennessee Law for the purposes described in this Section, which bonds or other obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

Section 12. Continuing Disclosure. The County hereby covenants and agrees that it will provide annual financial information and material event notices if and as required by Rule 15c2-12 of the Securities Exchange Commission for the Bonds. The County Mayor is authorized to execute at the Closing of the sale of the Bonds, an agreement for the benefit of and enforceable by the owners of the Bonds specifying the details of the financial information and material event notices to be provided and its obligations relating thereto. Failure of the County to comply with the undertaking herein described and to be detailed in said closing agreement, shall not be a default hereunder, but any such failure shall entitle the owner or owners of any of the Bonds to take such actions and to initiate such proceedings as shall be necessary and appropriate to cause the County to comply with their undertaking as set forth herein and in said agreement, including the remedies of mandamus and specific performance.

Section 13. Reasonably Expected Economic Life. The "reasonably expected economic life" of the Projects within the meaning of Sections 9-21-101 et seq., Tennessee Code Annotated, is greater than 25 years.

Section 14. Qualified Tax-Exempt Obligations. The Governing Body hereby designates the Bonds, or any emission thereof, as "qualified tax-exempt obligations", to the extent the Bonds, or any emission thereof, may be so designated, within the meaning of and pursuant to Section 265 of the Internal Revenue Code of 1986, as amended.

Section 15. Resolution a Contract. The provisions of this resolution shall constitute a contract between the County and the registered owners of the Bonds, and after the issuance of the Bonds, no change, variation or alteration of any kind in the provisions of this resolution shall be made in any manner until such time as the Bonds and interest due thereon shall have been paid in full.



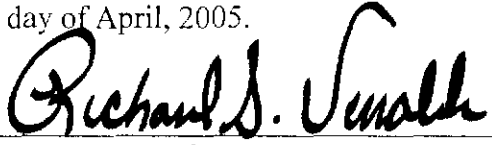


Section 16. Separability. If any section, paragraph or provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such section, paragraph or provision shall not affect any of the remaining provisions of this resolution.

Section 17. Repeal of Conflicting Resolutions and Effective Date. All other resolutions and orders, or parts thereof in conflict with the provisions of this resolution, are, to the extent of such conflict, hereby repealed and this resolution shall be in immediate effect from and after its adoption.

Adopted and approved this eighteenth day of April, 2005.

  
\_\_\_\_\_  
County Clerk

  
\_\_\_\_\_  
County Mayor

AMENDMENT APPROVED 04-18-05 which rewrites the original foregoing Resolution in its entirety.




STATE OF TENNESSEE )

COUNTY OF SULLIVAN )

I, Jeanie F. Gammon, certify that I am the duly qualified and acting County Clerk of Sullivan County, Tennessee, and as such official I further certify that attached hereto is a copy of excerpts from the minutes of a regular meeting of April 18, 2005 of the governing body of the County; that these minutes were promptly and fully recorded and are open to public inspection; that I have compared said copy with the original minute record of said meeting in my official custody; and that said copy is a true, correct and complete transcript from said original minute record insofar as said original record relates to not to exceed \$6,000,000 General Obligation Bonds of said County.

WITNESS my official signature and seal of said County this 18 day of April, 2005.

  
County Clerk

(SEAL)



The Board of County Commissioners of Sullivan County, Tennessee, met in a regular session at the County Courthouse, Blountville, Tennessee, at 9:00 o'clock, a.m., on April 18, 2005, with the Honorable Richard Venable, presiding, and the following members present:

Blackburn, Brittenham, Brotherton, Conkin, Crawford, Ferguson, Hall, Harr, Herron, Houser, Hyatt, Jones, Kilgore, Buddy King, James L. King, Jr., McConnell, McKamey, Morrell, Sitgreaves, Surgenor, Vance, Williams.

There were absent:  
Groseclose, Patrick.

There was also present Jeanie F. Gammon, County Clerk.

It was announced that public notice of the time, place and purpose of the meeting had been given and accordingly, the meeting was called to order.

The following resolution was introduced by Harr, seconded by Hall and after due deliberation, were adopted by the following vote:

AYE: 19  
NAY: 3  
ABSENT: 2



AUTHORIZING THE ISSUANCE OF NOT TO EXCEED SIX MILLION  
DOLLARS (\$6,000,000) GENERAL OBLIGATION BONDS OF  
SULLIVAN COUNTY, TENNESSEE

BE IT RESOLVED by the Board of County Commissioners of Sullivan County, Tennessee (the "County") that for the purpose of providing funds for: (i) constructing, repairing, renovating and equipping of County school buildings and school facilities; (ii) site development, constructing, repairing, renovating and equipping of a County inmate workhouse facility; (iii) acquisition of land for and site development of and constructing, repairing, renovating and equipping of a County public health facility; (iv) if required by applicable law, the payment of funds required to be shared with each city or town incorporated within the County, to the extent not waived, pursuant to Section 9-21-129, Tennessee Code, as amended; (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to the foregoing; (vi) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs, if applicable; and (vii) payment of costs incident to the issuance and sale of the bonds authorized herein; there shall be issued bonds, in one or more emissions, of said County in the aggregate principal amount of not to exceed \$6,000,000, which shall bear interest at a rate or rates not to exceed six percent (6.00%) per annum, and which shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County.

BE IT FURTHER RESOLVED by the Board of County Commissioners of Sullivan County, Tennessee that the County Clerk be, and is, hereby directed and instructed to cause the foregoing initial resolution relative to the issuance of not to exceed \$6,000,000 general obligation bonds to be published in full in a newspaper having a general circulation in the County, for one issue of said paper followed by the statutory notice, to-wit:

N O T I C E

The foregoing resolution has been adopted. Unless within twenty (20) days from the date of publication hereof a petition signed by at least ten percent (10%) of the registered voters of the County shall have been filed with the County Clerk protesting the issuance of the bonds, such bonds will be issued as proposed.

Jeanie F. Gammon, County Clerk

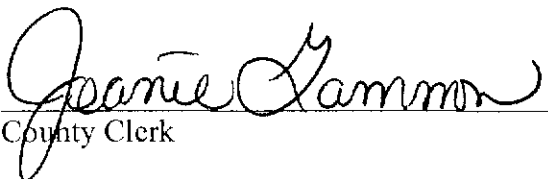




STATE OF TENNESSEE        )  
  )  
COUNTY OF SULLIVAN        )

I, Jeanie F. Gammon, hereby certify that I am the duly qualified and acting County Clerk of Sullivan County, Tennessee, and as such official I further certify that attached hereto is a copy of excerpts from the minutes of the meeting of the governing body of said County held on April 18, 2005; that these minutes were promptly and fully recorded and are open to public inspection; that I have compared said copy with the original minute record of said meeting in my official custody; and that said copy is a true, correct and complete transcript from said original minute record insofar as said original record relates to not to exceed \$6,000,000 General Obligation Bonds of said County.

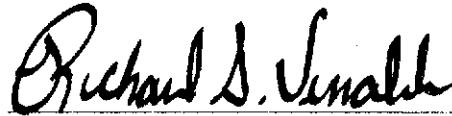
WITNESS my official signature and seal of said County on this the 18 day of April, 2005.

  
County Clerk

(SEAL)



Thereupon, the County Mayor declared said resolution to have been duly and regularly adopted and said resolution was signed and approved by the County Mayor and County Clerk in open meeting.



County Mayor

ATTEST:

  
County Clerk



1 The Board of County Commissioners of Sullivan County, Tennessee, met in a regular  
2 session at the County Courthouse, Blountville, Tennessee, at 9:00 o'clock, a.m., on April 18,  
3 2005, with the Honorable Richard Venable, presiding, and the following members present:

4 Blackburn, Brittenham, Brotherton, Conkin, Crawford, Ferguson, Hall, Harr,  
5 Herron, Houser, Hyatt, Jones, Kilgore, Buddy King, James L. King, Jr., McConnell,  
6 McKamey, Morrell, Sitgreaves, Surgenor, Vance, Williams.

7 There were absent:

8 Groseclose, Patrick.

9 There was also present Jeanie F. Gammon, County Clerk.

10  
11 It was announced that public notice of the time, place and purpose of the meeting had  
12 been given and accordingly, the meeting was called to order.

13 The following resolution was introduced by Harr, seconded by  
14 Williams and after due deliberation, were adopted by the following vote:

15 AYE: 19

16 NAY: 3

17  
18  
19  
20 ABSENT: 2  
21

Duly passed this 18th day of April 2005.

Attested: \_\_\_\_\_  
Jeanie F. Gammon, County Clerk

Approved:   
Richard S. Venable, County Mayor

**Introduced by Commissioner: Harr**  
**Seconded by Commissioner(s): Williams**



Sullivan County, Tennessee  
Board of County Commissioners

Item 10  
Administrative Budget Executive  
No. 2005-04-029

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 18<sup>th</sup> day of April 2005.

**RESOLUTION TO ADOPT THE STRATEGIC ECONOMIC DEVELOPMENT PLAN**

**WHEREAS**, the Three-Star Pilot Program was developed to meet the needs and challenges of the evolving economic environment in urban and rural communities and to partner with communities to create opportunities for sustained economic growth; and

**WHEREAS**, communities seeking certification as a Three-Star community must meet certain criteria, including the adoption of a five-year strategic economic development plan; and

**WHEREAS**, in achieving the mission of the Three-Star Pilot Program, the Department of Economic and Community Development commits to assist communities in developing and implementing a strategic economic plan;

**NOW, THEREFORE, BE IT RESOLVED**, by the county legislative body of Sullivan County, Tennessee, meeting in regular session at Blountville, Tennessee, that:

**SECTION 1.** The legislative body of Sullivan County declares that the county has adopted a five-year strategic economic development plan to be updated annually.

**SECTION 2.** The strategic economic development plan includes the county's economic goals in promoting economic growth, a plan to accomplish those goals and a projected timeline in achieving those goals.

**SECTION 3.** The strategic economic development plan addresses the county's goals pertaining to existing industry, manufacturing recruitment, workforce development, retail/service, tourism, agriculture, infrastructure assessment and educational assessment.

*Waiver of the Rules Requested*

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18th day of April 2005.

Attested:   
Jeannie Gammon, County Clerk

Approved:   
Richard S. Venable, County Mayor

**Introduced by Commissioner: Ralph Harr**  
**Seconded by Commissioner(s): Marvin Hyatt**

at

2005-04-029	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	Motion to Approve Failed 4-4-05	Approve 3-7-05	Approve 4-6-05	Approved 4-18-05 19Aye, 1 Nay, 4 Absent

Notes: Separate Handout will be provided at committee meetings by Jack Lawson.  
Above approved as amended by attached amendment accepted by Sponsor.





# AMENDMENT # 1

To Resolution 2005-04-029

Submitted: April 2005

## Amend as Follows:

### **Delete Section 1. (lines 18-19) in its entirety and substitute the following language:**

SECTION 1. The legislative body of Sullivan County declares that the County adopt a five-year strategic economic development plan to be revised annually. Such plan to recommend a vision and direction for existing and future county-wide economic development efforts. The projected cost of these efforts does not represent a firm commitment of county funds; however, such costs will be reviewed and approved by the County and Cities of Bluff City, Bristol, and Kingsport, in accordance with the Intergovernmental Cooperation Agreement, as development opportunities arise.

### **Add Section 4. to read as follows:**

SECTION 4. The Partnership will provide to the Board of County Commissioners copies of each of the Partnership's Meeting Minutes, a Quarterly Report of its activities and progress, and provide a representative at each of the Board of Commissioner's Monthly Standing Committee Meetings.

Sponsor: Crawford  
Co-Sponsor: Kilgore

---

Item #10 – April 2005 Agenda

### **Commission Action:**

AMENDMENT ACCEPTED BY SPONSOR AND APPROVED ALONG WITH RESOLUTION 04-18-05.



Sullivan County, Tennessee  
Board of County Commissioners

Item 11  
Executive  
No. 2005-04-030  
ATTACHMENT

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 18<sup>th</sup> day of April 2005.

**RESOLUTION To Authorize Traffic Sign Changes in the 10<sup>th</sup> Civil District**

WHEREAS, Commissioner Howard Patrick requested the Sullivan County Highway Department to make traffic sign changes on New Beason Well Road in the 10<sup>th</sup> Civil District (6<sup>th</sup> Commission District); and,

WHEREAS, the Sullivan County Highway Department reviewed the request and approved same;

**NOW THEREFORE BE IT RESOLVED that the Board of County Commissioners of Sullivan County, Tennessee, assembled in Regular Session, hereby authorizes the following changes to traffic signs in Sullivan County:**

**10<sup>th</sup> Civil District (6<sup>th</sup> Commission District)**

**To place 45 MPH Speed Limit signs on New Beason Well Road.**

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this \_\_\_\_\_ day of \_\_\_\_\_ 2005.

Attested: \_\_\_\_\_  
Jeanie Gammon, County Clerk

Approved: \_\_\_\_\_  
Richard S. Venable, County Mayor

**Introduced by Commissioner: Patrick**  
**Seconded by Commissioner(s): Hall, Surgenor**

at

2005-04-030	Administrative	Budget	Executive	County Commission
<b>ACTION</b>	Approve 4-4-05	No Action Taken 4-7-05	Approve 4-6-05	

Notes: 1st Reading 04-18-05;







Sullivan County, Tennessee  
Board of County Commissioners

Item 12  
Administrative/Budget/Executive  
No. 2005-04-031

To the Honorable Richard S. Venable, Mayor of Sullivan County, and the Board of Sullivan County Commissioners meeting in Regular Session this 18<sup>th</sup> day of April 2005.

**RESOLUTION To Authorize The County Mayor And Purchasing Agent To Complete A Contract With Blue Cross Blue Shield Of Tennessee For Employee Health Insurance**

WHEREAS, the Sullivan County Insurance Committee has reviewed proposals of the Employee Health Insurance for the 2005 – 2006 fiscal year; and,

WHEREAS, the Insurance Committee recommends the contract with Blue Cross Blue Shield of Tennessee be renewed for the 2005 – 2006 fiscal year;

**NOW THEREFORE BE IT RESOLED that the County Mayor and Purchasing Agent are hereby authorized to complete the negotiations to extend the Blue Cross Blue Shield Health Insurance, as consistent with the presentation made to the Sullivan County Insurance Committee, for the 2005 – 2006 fiscal year.**

This resolution shall take effect from and after its passage. All resolutions in conflict herewith be and the same rescinded insofar as such conflict exists.

Duly passed and approved this 18<sup>th</sup> day of April 2005.

Attested: *Jeanie Gammon* Approved: *Richard S. Venable*  
Jeanie Gammon, County Clerk Richard S. Venable, County Mayor

Introduced by Commissioner: Jones

Seconded by Commissioner(s): Brittenham, Conkin, Herron, King, McKamey

at

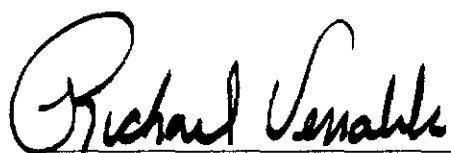
2005-04-031	Administrative	Budget	Executive	County Commission
ACTION				Approved 4-18-05 20Aye, 4Absent

Notes: Waiver of rules requested.





AND THEREUPON COUNTY COMMISSION ADJOURNED UPON  
MOTION MADE BY COMM. HARR TO MEET AGAIN IN REGULAR  
SESSION MAY 16, 2005.

A handwritten signature in black ink that reads "Richard Venable". The signature is written in a cursive style with a large initial "R".

---

RICHARD VENABLE

COMMISSION CHAIRMAN

