



STATE OF NEVADA
DEPARTMENT OF TAXATION

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January 11, 2024

Mr. Sean Richardson
City Clerk Treasurer
City of Fallon
55 West Williams Avenue
Fallon, NV 89406

Re: City of Fallon
Request for Approval - Medium-Term Obligation (G.O. Bonds)
Financing various capital projects including water, sewer, airport, street and park improvements and City Hall upgrades.

Dear Mr. Richardson:

The Department of Taxation has received a request from the City of Fallon for the approval of a Medium-Term Obligation not to exceed \$10,000,000. This Medium-Term Obligation will be issued to finance various capital projects, including water, sewer, airport, street and park improvements, along with City Hall upgrades.

This Medium-Term Obligation is to be repaid from the operating revenues generated from the following funds:

Water Enterprise Fund	\$ 299,136
Sewer Enterprise Fund	356,114
Airport Enterprise Fund	156,690
General Fund	<u>612,516</u>
Total	\$ 1,424,456 (Maximum allowed annually)

The City proposes to borrow a sum not to exceed \$10,000,000 at an annual interest rate or rates not to exceed 5.50% and the term for this obligation is not to exceed ten (10) years after the date of execution. The interest rate shall not exceed by more than 3% percent the "Index of Twenty Bonds" most recently published in The Bond Buyer before bids are received or negotiated offer is accepted.

The request has been reviewed as required by NRS 350.089 and is APPROVED.

Pursuant to NRS 350.089, the approval must be recorded in the minutes of the governing board at its next meeting. Moreover, the financing must be secured within eighteen months of receipt of this approval.

If you have any questions regarding this matter, please contact Kellie Grahmann, Budget Analyst in the Local Government Finance Section at (775) 684-2065 or at kgrahmann@tax.state.nv.us.

Sincerely,

Shellie Hughes
Executive Director
Nevada Department of Taxation