TOWN OF MONTEREY
302 EAST COMMERCIAL AVENUE
MONTEREY, TENNESSEE 38574

August 4, 2026

Ms. Sheila Reed — Via Email
Director
Division of Local Government Finance
Cordell Hull Building
425 Rep John Lewis Way N
Nashville, Tennessee 37243

Re: Not to exceed $500,000 General Obligation Capital Outlay Note, Series 2026, of the Town of Monterey, Tennessee

Dear Ms. Reed:

Pursuant to Title 9, Chapter 21, Part 6, Tennessee Code Annotated, the Town of Monterey, Tennessee (the "Town"), requests approval for the issuance of a not to exceed $500,000 General Obligation Capital Outlay Note, Series 2026 (the "Note"). The proceeds of the Note will be used to provide funds to finance stormwater projects and downtown improvement projects within the Town, and to pay all legal, fiscal, administrative, planning, and engineering costs incident thereto, with the Town receiving reimbursement for such costs from grant proceeds.

The Note will be sold at a rate of interest not to exceed 4.25% per annum and will mature not later than the end of the third fiscal year from the date of issuance of the Note and have such other terms as set forth in the resolution authorizing the issuance of the Note, an executed copy of which is attached.

The Town is requesting approval for the issuance of the Note. The Note shall be sold by private negotiated sale. The closing costs in connection with the sale of the Note are $500 for bond and tax counsel.

The Town is also requesting a waiver of the level debt service requirement due to the uncertainty of when the Town will receive grant funds for reimbursement of funds spent by the Town for the costs of the project.

Yours truly,

TOWN OF MONTEREY, TENNESSEE

By: ____________________________________
Alex Garcia, Mayor

Attachments

C: Linda Mooningham
Tennessee Municipal Bond Fund