



**STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
OFFICE OF STATE AND LOCAL FINANCE
SUITE 1600 JAMES K. POLK STATE OFFICE BUILDING
505 DEADERICK STREET
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7872
FAX (615) 741-5986**

January 26, 2017

Honorable Lesa Fitzhugh, Mayor
and Honorable Board of Aldermen
Town of Dover
P.O. Box 447
Dover, TN 37058

Dear Mayor Fitzhugh and Members of the Board:

This letter and report, and the plan of refunding (the "Plan"), are to be posted on the website of the Town of Dover (the "Town"). Please make these documents available to the public and provide a copy of this report to each member of the Governing Body and present it at the next meeting.

This letter acknowledges receipt on January 20, 2017, of the Town's request to review its Plan for the issuance of an amount not to exceed \$226,913 General Obligation Refunding Capital Outlay Notes, Series 2017, (the "Refunding Notes") to current refund \$226,913 Capital Outlay Notes, Series 2011 (the "Refunded Notes").

Pursuant to the provisions of Tennessee Code Annotated Title 9 Chapter 21, a plan must be submitted to our Office for review. The information presented in the Plan includes the assertions of the Town and may not reflect either current market conditions or market conditions at the time of sale.

When the governing body reviews the attached report and plan, a resolution can be adopted to authorize the issuance of the Refunding Notes. If adopted, the resolution should then be sent to our Office with a request letter seeking approval for the issuance of the Refunding Notes. After the Town has received approval from our Office, the Refunding Notes may be issued.

Town's Proposed Refunding Objective

The Town indicated its purpose for the refunding is to lower the interest cost to the Town on the Refunded Notes.

Compliance with the Town's Debt Management Policy

The Town provided a copy of its debt management policy, and within forty-five (45) days of issuance of the debt approved in this letter, is required to submit a Report on Debt Obligation that indicates that

this debt complies with its debt policy. If the Town amends its policy, please submit the amended policy to this office.

Financial Professionals

The Town has not indicated that they have retained a municipal advisor. Municipal advisors have a fiduciary responsibility to the Town. Underwriters have no fiduciary responsibility to the Town. They represent the interests of their firm and are not required to act in the Town's best interest without regard to their own or other interests. The Plan was prepared by the Town with the assistance of the Tennessee Municipal Bond Fund.

Report of the Review of a Plan of Refunding

The enclosed report does not constitute approval or disapproval for the proposed plan or a determination that a refunding is advantageous or necessary nor that any of the outstanding obligations should be called for redemption on the first or any subsequent available redemption date or remain outstanding until their respective dates of maturity. This letter and the enclosed report do not address the compliance with federal tax regulations and are not to be relied upon for that purpose. The Town should discuss these issues with legal counsel.

This report is effective for a period of one hundred and twenty (120) days. If the refunding has not been completed during this time, a supplemental plan of refunding must be submitted to this Office. At that time we will issue a report thereon pursuant to the statutes. In lieu of submitting a supplemental plan, a statement may be submitted to our Office after the 120-day period has elapsed stating that the information contained in the current plan of refunding remains valid. Such statement must be submitted by either the Chief Executive Officer or the Chief Financial Officer of the local government. We will acknowledge receipt of such statement and will issue our letter confirming that this refunding report remains valid for an additional 120-day period. However, with regard to the report currently being issued by this Office, during the initial 120-day period or any subsequent 120-day period no refunding reports will be issued relating to the debt obligations indicated herein as being refunded unless the Chief Executive Officer or the Chief Financial Officer notifies our Office that the plan of refunding which has been submitted is no longer valid.

We recognize that the information provided in the plan submitted to our Office is based on preliminary analysis and estimates, and that actual results will be determined by market conditions at the time of sale of the debt obligations. However, if it is determined prior to the issuance of these obligations that the actual results will be significantly different from the information provided in the plan which has been submitted, and the local government determines to proceed with the issue, our Office should subsequently be notified by either the Chief Executive Officer or the Chief Financial Officer of the local government regarding these differences, and that the local government was aware of the differences and determined to proceed with the issuance of the debt obligations. Notification to our Office will be necessary only if there is an increase or decrease of greater than fifteen percent (15%) in any of the following: (1) the principal amount of the debt obligations issued; (2) the costs of issuance; (3) the cumulative savings or loss with regard to any refunding proposal. We consider this notification

necessary to insure that this Office and officials of the local government are aware of any significant changes that occur with regard to the issuance of the proposed indebtedness.

Municipal Securities Rulemaking Board (MSRB) Voluntary Disclosure of Bank Loans


The Municipal Securities Rulemaking Board (MSRB) released regulatory notices: MSRB Notice 2011-52, providing guidance on the use of “bank loans” that could be a private placement of municipal securities subject to specific regulatory requirements including disclosure; and MSRB Notice 2012-18, encouraging the voluntary disclosure of bank loan financings through the MSRB’s Electronic Municipal Market Access (EMMA®) website (emma.msrb.org). For more information see the preceding notices on the MSRB’s website (msrb.org). To learn how to submit disclosure see the link at the bottom of the EMMA website labeled Submit Documents or the Education Center of the MSRB’s website.

Report on Debt Obligation

We are enclosing a Report on Debt Obligation, Form CT-0253. Pursuant to T.C.A. § 9-21-151, this form is to be completed and filed with the governing body of the Town no later than forty-five (45) days after the issuance of this debt, with a copy (including attachments, if any) filed with the Director of the Office of State and Local Finance by mail to the address on this letterhead or by email to StateandLocalFinance.PublicDebtForm@cot.tn.gov. No public entity may enter into additional debt if it has failed to file the Report on Debt Obligation. For your convenience, a fillable PDF of Form CT-0253 is available at <http://www.comptroller.tn.gov/sl/pubdebt.asp>.

If you should have any questions regarding this information, or we may be of further assistance, please feel free to call.

Sincerely,



Sandra Thompson
Director of the Office of State & Local Finance

cc: Mr. Jim Arnette, Director of Local Government Audit, COT
Ms. Linda Mooningham, Legal Coordinator, Tennessee Municipal Bond Fund

Enclosures: Report of the Director of the Office of State & Local Finance
Report on Debt Obligation

**REPORT OF THE DIRECTOR OF THE OFFICE OF STATE AND LOCAL FINANCE
CONCERNING THE PROPOSED ISSUANCE BY
THE TOWN OF DOVER, TENNESSEE
OF
GENERAL OBLIGATION REFUNDING CAPITAL OUTLAY NOTES, SERIES 2017**

The Town of Dover (the "Town") submitted a plan of refunding (the "Plan"), as required by T.C.A. § 9-21-903 regarding an issuance of an amount not to exceed \$226,913 General Obligation Capital Outlay Refunding Notes, Series 2017, (the "Refunding Notes") to current refund \$226,913 Capital Outlay Notes, Series 2011 (the "Refunded Notes").

This report must be presented to the governing body prior to the adoption of a refunding note resolution. An evaluation of the preparation, support, and underlying assumptions of the Plan has not been performed by this Office. This letter and report provide no assurances of the reasonableness of the underlying assumptions. The Refunding Notes may be issued with a structure different to that of the Plan. The Town provided a copy of its debt management policy.

Town's Proposed Refunding Objective

The Town indicated its purpose for the refunding is to lower the interest cost to the Town on the Refunded Notes.

Refunding Analysis

- The results of the refunding are based on the assumption that \$226,913 Refunding Notes will be sold by informal bid and priced at par.
- The net present value savings are projected to be \$11,484, or 5.06% of the refunded principal of \$226,913.
- The final maturity of the Refunding Notes does not extend beyond the final maturity of the Refunded Notes.
- Estimated cost of issuance of the Refunding Notes is \$500 for tax counsel, which will be paid from the Town's cash on hand.

The Town has not indicated that they have retained a municipal advisor. Municipal advisors have a fiduciary responsibility to the Town. Underwriters have no fiduciary responsibility to the Town. They represent the interests of their firm and are not required to act in the Town's best interest without regard to their own or other interests. The Plan was prepared by the Town with the assistance of the Tennessee Municipal Bond Fund.

This report of the Office of State and Local Finance does not constitute approval or disapproval by the Office for the Plan or a determination that a refunding is advantageous or necessary nor that any of the refunded obligations should be called for redemption on the first or any subsequent available redemption date or remain outstanding until their respective dates of maturity. This report is based on

information as presented in the Plan by the Town. The assumptions included in the Town's Plan may not reflect either current market conditions or market conditions at the time of sale.

If all of the Refunded Notes are not refunded as a part of the Refunding Notes, and the Town wishes to refund them in a subsequent debt issue, then a new plan will have to be submitted to this Office for review.

A handwritten signature in cursive script that reads "Sandra Thompson".

Sandra Thompson

Director of the Office of State and Local Finance

Date: January 26, 2017

TENNESSEE MUNICIPAL BOND FUND

Making great cities even better . . . one loan at a time

January 20, 2017

Ms. Sandra Thompson
Director
Office of State and Local Finance
James K. Polk Building
505 Deaderick Street, Suite 1600
Nashville, Tennessee 37243

Hand Delivered

Re: Not to exceed \$226,913 General Obligation Refunding Capital Outlay Note, Series 2017, of the
Town of Dover, Tennessee

Dear Ms. Thompson:

Enclosed is information from the Town of Dover regarding the issuance of the above referenced refunding note issue which the Town asked that we deliver on its behalf.

If you have any questions or need any additional information, please let us know.

TENNESSEE MUNICIPAL BOND FUND

Linda M. Mooningham
Legal Coordinator

Enclosures

**TOWN OF DOVER, TENNESSEE
625 DONELSON PARKWAY
DOVER, TENNESSEE 37058**

January 11, 2017

Ms. Sandra Thompson
Director
Office of State and Local Finance
James K. Polk Building
505 Deaderick Street, Suite 1600
Nashville, Tennessee 37243

Hand Delivered

Re: Not to exceed \$226,913 General Obligation Refunding Capital Outlay Note 2017, of the
Town of Dover, Tennessee

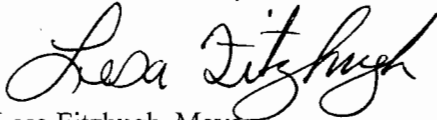
Dear Ms. Thompson:

On behalf of the Town of Dover, Tennessee, I am submitting a plan of refunding pursuant to Tennessee Code Annotated, Section 9-21-612.

If you have any questions or need additional information, please let me or Linda Mooningham, at the Tennessee Municipal Bond Fund, know.

Yours truly,

TOWN OF DOVER, TENNESSEE



Lesa Fitzhugh, Mayor

xc: Linda Mooningham

**TOWN OF DOVER, TENNESSEE
PLAN OF REFUNDING
FOR
CAPITAL OUTLAY NOTE, SERIES 2011**

DATED JANUARY 11, 2017

Pursuant to those certain guidelines, dated March 7, 2011, below is the required information:

Entity Information:

Board of Mayor and Aldermen
Town of Dover, Tennessee
625 Donelson Parkway
P. O. Box 447
Dover, Tennessee 37058

Lesa Fitzhugh, Mayor

Kim Wallace, Town Administrator
Email: kwallace@dovertn.com

At the request of the Town, we have been assisted by The Tennessee Municipal Bond Fund in obtaining interest rates for the proposed refunding note issue. The contact information is below:

Tennessee Municipal Bond Fund
Linda Mooningham, Legal Coordinator
226 Capitol Boulevard, Suite 502
Nashville, Tennessee 37219

Phone: 615-255-1561
Email: lmooningham@tmbf.net

Timing:

The Board of Mayor and Aldermen would like to consider the necessary resolution authorizing the issuance of the refunding bond at its regular scheduled meeting to be held on February 13, 2017.

Specific Request:

We are asking for approval of the issuance of refunding capital outlay notes pursuant to Section 9-21-612, Tennessee Code Annotated.

Method of Sale:

The refunding note will be sold by the informal bid process.

Purpose of Refunding:

The Town wishes to refund the Series 2011 Note issue in order to reduce the interest rate payable on the note issue thereby reducing the total debt service payable by the Town.

Statement of Compliance with the Town's Debt Policy:

The Town adopted a Debt Management Policy on September 12, 2011. The Debt Policy provides for refinancing outstanding debt for various purposes, including when it is in the best financial interest of the Town to do so. The Debt Policy authorizes the Chief Financial Officer to analyze outstanding debt issues for refunding opportunities. The Debt Policy authorizes restructuring for economic purposes and also provides that current refunding opportunities may be considered by the CFO if the refunding generates positive present value savings. The Debt Policy also provides that the CFO must establish a minimum present value savings threshold for such refinancing. The CFO has established the threshold of 4% as the minimum present value savings. The proposed refunding issue meets this threshold. The Town will also comply with the other provisions of the Debt Policy in connection with the refunding issue, including submitting the plan of refunding to the Office of State and Local Finance.

Debt to be Refunded:

The Town has heretofore issued that certain \$402,317 Capital Outlay Note, Series 2011, dated March 7, 2011 (the "Series 2011 Note"), the proceeds thereof having been used to finance public safety projects for the Town.

The Series 2011 Note is currently outstanding in the approximate principal amount of \$226,913, bears interest at the rate of 4.25%, and matures June 7, 2017 through March 7, 2023.

The Town has received an indicative rate quote of 2.65% for a refunding note.

The Town wishes to refund the Series 2011 Note in order to lower the rate of interest and interest payments payable by the Town on the Series 2011 Note.

The Series 2011 Note is subject to redemption at the option of the Town at any time at the price of par plus accrued interest to the date of redemption.

The purpose of the proposed refunding is to lower the interest cost to the Town on the Series 2011 Note.

Series 2011 Note to be refunded:

Capital Outlay Note, Series 2011

Dated: March 7, 2011

Tax-exempt

Authorizing resolution adopted by Board of Mayor and Aldermen on December 13, 2010

Bank-qualified

Proceeds used as described above – maturity is not being extended

The Town was not furnished a copy of the CT-0253 for the Series 2011 Note

Refunding Debt:

General Obligation Capital Outlay Refunding Note, Series 2017

\$226,913 (maximum principal amount)

Mature 06/01/2017 through 03/01/2023 in same principal amounts as Series 2011 Note

Costs of issuance \$500 for tax counsel (to be paid from Town funds)

Savings Summary:

Proposed interest rate	2.65% (based on indicative interest rate quote as of 1/5/17)
Total savings	\$12,286.74
Net savings	\$11,483.59
NPV Savings as % of 2011Note:	5.06%

For purposes of calculating the projected savings on the refunding, the Town has used the current interest rate quote received by the Tennessee Municipal Bond Fund using the informal bid process.

CURRENT DEBT SERVICE SCHEDULE FOR
SERIES 2011 NOTE

BOND DEBT SERVICE

TOWN OF DOVER, TENNESSEE
\$234,926 REF CON - 6 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

BASED ON CURRENT RATE OF 4.25%

Dated date: March 1, 2017

REFUNDING OF OUTSTANDING CAPITAL OUTLAY NOTE,
SERIES 2011, DATED MARCH 7, 2011

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
03/01/2017					
06/01/2017	8,318	4.250%	2,464.53	10,782.53	
09/01/2017	8,408	4.250%	2,374.18	10,782.18	
12/01/2017	8,524	4.250%	2,258.05	10,782.05	
03/01/2018	8,639	4.250%	2,142.67	10,781.67	43,128.43
06/01/2018	8,685	4.250%	2,096.46	10,781.46	
09/01/2018	8,780	4.250%	2,002.13	10,782.13	
12/01/2018	8,896	4.250%	1,886.04	10,782.04	
03/01/2019	9,011	4.250%	1,770.79	10,781.79	43,127.42
06/01/2019	9,070	4.250%	1,712.28	10,782.28	
09/01/2019	9,168	4.250%	1,613.77	10,781.77	
12/01/2019	9,284	4.250%	1,497.73	10,781.73	
03/01/2020	9,384	4.250%	1,397.99	10,781.99	43,127.77
06/01/2020	9,470	4.250%	1,311.44	10,781.44	
09/01/2020	9,573	4.250%	1,208.58	10,781.58	
12/01/2020	9,689	4.250%	1,092.60	10,781.60	
03/01/2021	9,804	4.250%	977.65	10,781.65	43,126.27
06/01/2021	9,889	4.250%	892.89	10,781.89	
09/01/2021	9,996	4.250%	785.49	10,781.49	
12/01/2021	10,112	4.250%	669.56	10,781.56	
03/01/2022	10,227	4.250%	554.76	10,781.76	43,126.70
06/01/2022	10,326	4.250%	456.01	10,782.01	
09/01/2022	10,438	4.250%	343.86	10,781.86	
12/01/2022	10,554	4.250%	227.99	10,781.99	
03/01/2023	10,668	4.250%	113.35	10,781.35	43,127.21
	226,913		31,850.80	258,763.80	258,763.80

FORM 8038 STATISTICS REPORT

TOWN OF DOVER, TENNESSEE
\$234,926 REF CON - 6 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

BASED ON CURRENT RATE OF 4.25%

Dated date: March 1, 2017

REFUNDING OF OUTSTANDING CAPITAL OUTLAY NOTE,
SERIES 2011, DATED MARCH 7, 2011

Dated Date 03/01/2017
Delivery Date 03/01/2017

Bond Component	Date	Principal	Coupon	Price	Issue Price	Redemption at Maturity
LEVEL:						
	06/01/2017	8,318.00	4.250%	100.000	8,318.00	8,318.00
	09/01/2017	8,408.00	4.250%	100.000	8,408.00	8,408.00
	12/01/2017	8,524.00	4.250%	100.000	8,524.00	8,524.00
	03/01/2018	8,639.00	4.250%	100.000	8,639.00	8,639.00
	06/01/2018	8,685.00	4.250%	100.000	8,685.00	8,685.00
	09/01/2018	8,780.00	4.250%	100.000	8,780.00	8,780.00
	12/01/2018	8,896.00	4.250%	100.000	8,896.00	8,896.00
	03/01/2019	9,011.00	4.250%	100.000	9,011.00	9,011.00
	06/01/2019	9,070.00	4.250%	100.000	9,070.00	9,070.00
	09/01/2019	9,168.00	4.250%	100.000	9,168.00	9,168.00
	12/01/2019	9,284.00	4.250%	100.000	9,284.00	9,284.00
	03/01/2020	9,384.00	4.250%	100.000	9,384.00	9,384.00
	06/01/2020	9,470.00	4.250%	100.000	9,470.00	9,470.00
	09/01/2020	9,573.00	4.250%	100.000	9,573.00	9,573.00
	12/01/2020	9,689.00	4.250%	100.000	9,689.00	9,689.00
	03/01/2021	9,804.00	4.250%	100.000	9,804.00	9,804.00
	06/01/2021	9,889.00	4.250%	100.000	9,889.00	9,889.00
	09/01/2021	9,996.00	4.250%	100.000	9,996.00	9,996.00
	12/01/2021	10,112.00	4.250%	100.000	10,112.00	10,112.00
	03/01/2022	10,227.00	4.250%	100.000	10,227.00	10,227.00
	06/01/2022	10,326.00	4.250%	100.000	10,326.00	10,326.00
	09/01/2022	10,438.00	4.250%	100.000	10,438.00	10,438.00
	12/01/2022	10,554.00	4.250%	100.000	10,554.00	10,554.00
	03/01/2023	10,668.00	4.250%	100.000	10,668.00	10,668.00
		226,913.00			226,913.00	226,913.00

	Maturity Date	Interest Rate	Issue Price	Stated Redemption at Maturity	Weighted Average Maturity	Yield	Net Interest Cost
Final Maturity	03/01/2023	4.250%	10,668.00	10,668.00			
Entire Issue			226,913.00	226,913.00	3.254	4.3378%	4.3143%

PROPOSED DEBT SERVICE SCHEDULE FOR
SERIES 2017
REFUNDING NOTE

BOND DEBT SERVICE

TOWN OF DOVER, TENNESSEE
\$234,926 REF CON - 6 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

BASED ON BQ INDICATIVE RATE OF 2.65%

Dated date: March 1, 2017

REFUNDING OF OUTSTANDING CAPITAL OUTLAY NOTE,
SERIES 2011, DATED MARCH 7, 2011

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
03/01/2017					
06/01/2017	8,318	2.650%	1,503.30	9,821.30	
09/01/2017	8,408	2.650%	1,448.19	9,856.19	
12/01/2017	8,524	2.650%	1,392.49	9,916.49	
03/01/2018	8,639	2.650%	1,336.02	9,975.02	39,569.00
06/01/2018	8,685	2.650%	1,278.78	9,963.78	
09/01/2018	8,780	2.650%	1,221.25	10,001.25	
12/01/2018	8,896	2.650%	1,163.08	10,059.08	
03/01/2019	9,011	2.650%	1,104.14	10,115.14	40,139.25
06/01/2019	9,070	2.650%	1,044.44	10,114.44	
09/01/2019	9,168	2.650%	984.36	10,152.36	
12/01/2019	9,284	2.650%	923.62	10,207.62	
03/01/2020	9,384	2.650%	862.11	10,246.11	40,720.53
06/01/2020	9,470	2.650%	799.94	10,269.94	
09/01/2020	9,573	2.650%	737.20	10,310.20	
12/01/2020	9,689	2.650%	673.78	10,362.78	
03/01/2021	9,804	2.650%	609.59	10,413.59	41,356.51
06/01/2021	9,889	2.650%	544.64	10,433.64	
09/01/2021	9,996	2.650%	479.13	10,475.13	
12/01/2021	10,112	2.650%	412.90	10,524.90	
03/01/2022	10,227	2.650%	345.91	10,572.91	42,006.58
06/01/2022	10,326	2.650%	278.16	10,604.16	
09/01/2022	10,438	2.650%	209.75	10,647.75	
12/01/2022	10,554	2.650%	140.60	10,694.60	
03/01/2023	10,668	2.650%	70.68	10,738.68	42,685.19
	226,913		19,564.06	246,477.06	246,477.06

FORM 8038 STATISTICS REPORT

TOWN OF DOVER, TENNESSEE
\$234,926 REF CON - 6 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

BASED ON BQ INDICATIVE RATE OF 2.65%

Dated date: March 1, 2017

REFUNDING OF OUTSTANDING CAPITAL OUTLAY NOTE,
SERIES 2011, DATED MARCH 7, 2011

Dated Date 03/01/2017
Delivery Date 03/01/2017

Bond Component	Date	Principal	Coupon	Price	Issue Price	Redemption at Maturity
LEVEL:						
	06/01/2017	8,318.00	2.650%	100.000	8,318.00	8,318.00
	09/01/2017	8,408.00	2.650%	100.000	8,408.00	8,408.00
	12/01/2017	8,524.00	2.650%	100.000	8,524.00	8,524.00
	03/01/2018	8,639.00	2.650%	100.000	8,639.00	8,639.00
	06/01/2018	8,685.00	2.650%	100.000	8,685.00	8,685.00
	09/01/2018	8,780.00	2.650%	100.000	8,780.00	8,780.00
	12/01/2018	8,896.00	2.650%	100.000	8,896.00	8,896.00
	03/01/2019	9,011.00	2.650%	100.000	9,011.00	9,011.00
	06/01/2019	9,070.00	2.650%	100.000	9,070.00	9,070.00
	09/01/2019	9,168.00	2.650%	100.000	9,168.00	9,168.00
	12/01/2019	9,284.00	2.650%	100.000	9,284.00	9,284.00
	03/01/2020	9,384.00	2.650%	100.000	9,384.00	9,384.00
	06/01/2020	9,470.00	2.650%	100.000	9,470.00	9,470.00
	09/01/2020	9,573.00	2.650%	100.000	9,573.00	9,573.00
	12/01/2020	9,689.00	2.650%	100.000	9,689.00	9,689.00
	03/01/2021	9,804.00	2.650%	100.000	9,804.00	9,804.00
	06/01/2021	9,889.00	2.650%	100.000	9,889.00	9,889.00
	09/01/2021	9,996.00	2.650%	100.000	9,996.00	9,996.00
	12/01/2021	10,112.00	2.650%	100.000	10,112.00	10,112.00
	03/01/2022	10,227.00	2.650%	100.000	10,227.00	10,227.00
	06/01/2022	10,326.00	2.650%	100.000	10,326.00	10,326.00
	09/01/2022	10,438.00	2.650%	100.000	10,438.00	10,438.00
	12/01/2022	10,554.00	2.650%	100.000	10,554.00	10,554.00
	03/01/2023	10,668.00	2.650%	100.000	10,668.00	10,668.00
		226,913.00			226,913.00	226,913.00

	Maturity Date	Interest Rate	Issue Price	Stated Redemption at Maturity	Weighted Average Maturity	Yield	Net Interest Cost
Final Maturity	03/01/2023	2.650%	10,668.00	10,668.00			
Entire Issue			226,913.00	226,913.00	3.254	2.6588%	2.6500%

NET PRESENT VALUE SAVINGS INFORMATION

**TOWN OF DOVER GO REFUNDING NOTE
 SERIES 2017 - NET PRESENT VALUE SAVINGS**

1/5/2017

**Average Coupon of
 2017 Refunding Note 2.65%**

**Series 2011 Note
 Refunded Principal \$226,913.00**

Year	<u>2011 Note Current Annual Debt Service</u>	<u>2017 Refunding Note Proposed Annual Debt Service</u>	<u>Savings/(Loss)</u>
1	43,128.43	39,569.00	\$3,559.43
2	43,127.42	40,139.25	\$2,988.17
3	43,127.77	40,720.53	\$2,407.24
4	43,126.27	41,356.51	\$1,769.76
5	43,126.70	42,006.58	\$1,120.12
6	43,127.21	42,685.19	\$442.02
	\$258,763.80	\$246,477.06	\$12,286.74
		NPV Savings	\$11,483.59
	NPV Savings as % 2011 Refunded Note		5.06%

COPY OF SERIES 2011 NOTE

CAPITAL OUTLAY NOTE

Registered		Town of Dover	Registered
Note #:	<u>121310</u>	Of the	<u>\$402,317.00</u>
		State of Tennessee	

Capital Outlay Note, Series 2011

<u>DATED</u>	<u>INTEREST</u>	<u>MATURITY</u>
<u>March 7, 2011</u>	<u>RATE</u>	<u>DATE</u>
	<u>4.25</u> %	<u>March 7, 2023</u>

Registered Owner:	<u>F&M Bank</u>
Principal Sum:	<u>\$402,317.00</u>

The Board of Mayor and Aldermen of the Town of Dover, Tennessee hereby acknowledges itself indebted, and for value received hereby promises to pay to the Registered Owner hereof (named above), or registered assigns, the Principal Sum specified above on the Maturity Date specified above or according to an amortization schedule attached hereto (unless this note shall have been duly called for prior redemption and payment of the redemption price shall have been duly made or provided for), upon presentation and surrender to the Town of Dover or its agent, and to pay interest on the Principal Sum on June 7, 2011 and quarterly thereafter at the Interest Rate per annum specified above or according to an amortization schedule attached hereto, by check, draft, or warrant mailed to the Registered Owner at the address of the Registered Owner as it appears on the fifteenth (15th) calendar day of the month next preceding the applicable payment date in the note register maintained by or on behalf of the Town of Dover. Both principal of and interest on this note are payable at the office of the City Mayor of the Town of Dover or a paying agent duly appointed by the Town of Dover in lawful money of the United States of America. The rate is fixed at four and a quarter (4.25%) percent for the first five (5) years. The rate will adjust every five (5) years to New York Prime minus one (1%) percent with a minimum rate of four and a quarter (4.25%) percent. The payment amount will adjust with any interest rate change.

This note is a direct obligation of the Town of Dover for the payment of which as to both principal and interest the full faith and credit of the Town of Dover is pledged.

This note is subject to redemption prior to its stated maturity in whole or in part at any time at the option of the Town of Dover upon payment of the principal amount of the note together with the interest accrued thereon to the date of redemption with a premium of zero (0%) percent of par value.

This note is issued under the authority of Parts I, IV, and VI of Title 9, Chapter 21, Tennessee Code Annotated, and a Resolution duly adopted by the Board of Mayor and Aldermen of the Town of Dover meeting in

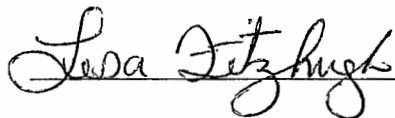
Regular session on the 13th day of December, 2010 to provide funds to finance the cost of public safety projects referenced in the Resolution.

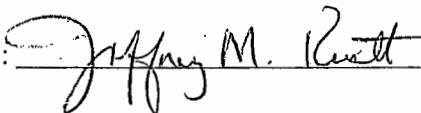
This note shall have the qualities and incidents of a negotiable instrument and shall be transferable only upon the note register kept by the Town of Dover or its agent, by the Registered Owner of the note in person or by the Registered Owner's attorney duly authorized in writing, upon presentation and surrender to the Town of Dover or its agent of the note together with a written instrument of transfer satisfactory to the Town of Dover duly executed by the Registered Owner or the Registered Owner's duly authorized attorney but only in the manner as provided in the Resolution of the Town of Dover authorizing the issuance of this note and upon surrender hereof for cancellation. Upon the transfer of any such note, the Town of Dover or its agent shall issue in the name of the transferee a new registered note or notes of the same aggregate principal amount and maturity as the surrendered note. The Town of Dover shall not be obligated to make any such Note transfer during the fifteen (15) days next preceding an interest payment date on the Notes or, in the case of any redemption of the Notes, during the forty-five (45) days next preceding the date of redemption.

Title 9, Chapter 21, Section 117, Tennessee Code Annotated provides that this note and interest thereon are exempt from taxation by the State of Tennessee or by any county, municipality or taxing district of the State, except for inheritance, transfer and estate taxes and except as otherwise provided under the laws of 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 note exist, have happened and have been performed in due time, form and manner as required by the Constitution and laws of the State of Tennessee, and that the amount of this note, together with all other indebtedness of the Town of Dover, does not exceed any constitutional or statutory limitation thereon, and that this note is within every constitutional and statutory limitation.

IN WITNESS WHEREOF, the Board of Mayor and Aldermen of the Town of Dover has caused this note to be executed in the name of the Town of Dover by the manual signature of the Mayor, and countersigned and attested by the manual signature of the Recorder with the Seal of the Local Government affixed hereto or imprinted hereon, and this note to be dated as of the 7th day of March, 2011.

 _____, Mayor

ATTESTED:  _____, Recorder

Funding Date: 03/07/2011
 First Payment Date: 06/07/2011

Compounding: Actuarial
 Period: Actual/360
 Pmt Schedule: Quarterly

Principal: 402,317.00
 Entered Rate: 4.250%
 Pmt Amount: 10,781.84

Payment Number	Payment Date	Days	Payment Amount	Interest Amount	Principal Reduction	Outstanding Balance	Equity Built
1	06/07/2011	92	\$10,781.84	4,369.61	6,412.23	395,904.77	\$6,412.23
2	09/07/2011	92	\$10,781.84	4,299.97	6,481.87	389,422.90	\$12,894.10
3	12/07/2011	91	\$10,781.84	4,183.60	6,598.24	382,824.66	\$19,492.34
4	03/07/2012	91	\$10,781.84	4,112.71	6,669.13	376,155.53	\$26,161.47
5	06/07/2012	92	\$10,781.84	4,085.47	6,696.37	369,459.16	\$32,857.84
6	09/07/2012	92	\$10,781.84	4,012.74	6,769.10	362,690.06	\$39,626.94
7	12/07/2012	91	\$10,781.84	3,896.40	6,885.44	355,804.62	\$46,512.38
8	03/07/2013	90	\$10,781.84	3,780.43	7,001.41	348,803.21	\$53,513.79
9	06/07/2013	92	\$10,781.84	3,788.40	6,993.44	341,809.77	\$60,507.23
10	09/07/2013	92	\$10,781.84	3,712.44	7,069.40	334,740.37	\$67,576.63
11	12/07/2013	91	\$10,781.84	3,596.14	7,185.70	327,554.67	\$74,762.33
12	03/07/2014	90	\$10,781.84	3,480.27	7,301.57	320,253.10	\$82,063.90
13	06/07/2014	92	\$10,781.84	3,478.31	7,303.53	312,949.57	\$89,367.43
14	09/07/2014	92	\$10,781.84	3,398.99	7,382.85	305,566.72	\$96,750.28
15	12/07/2014	91	\$10,781.84	3,282.73	7,499.11	298,067.61	\$104,249.39
16	03/07/2015	90	\$10,781.84	3,166.97	7,614.87	290,452.74	\$111,864.26
17	06/07/2015	92	\$10,781.84	3,154.64	7,627.20	282,825.54	\$119,491.46
18	09/07/2015	92	\$10,781.84	3,071.80	7,710.04	275,115.50	\$127,201.50
19	12/07/2015	91	\$10,781.84	2,955.59	7,826.25	267,289.25	\$135,027.75
20	03/07/2016	91	\$10,781.84	2,871.51	7,910.33	259,378.92	\$142,938.08
21	06/07/2016	92	\$10,781.84	2,817.15	7,964.69	251,414.23	\$150,902.77
22	09/07/2016	92	\$10,781.84	2,730.64	8,051.20	243,363.03	\$158,953.97
23	12/07/2016	91	\$10,781.84	2,614.47	8,167.37	235,195.66	\$167,121.34
24	03/07/2017	90	\$10,781.84	2,498.96	8,282.88	226,912.78	\$175,404.22
25	06/07/2017	92	\$10,781.84	2,464.53	8,317.31	218,595.47	\$183,721.53
26	09/07/2017	92	\$10,781.84	2,374.19	8,407.65	210,187.82	\$192,129.18
27	12/07/2017	91	\$10,781.84	2,258.06	8,523.78	201,664.04	\$200,652.96
28	03/07/2018	90	\$10,781.84	2,142.69	8,639.15	193,024.89	\$209,292.11
29	06/07/2018	92	\$10,781.84	2,096.47	8,685.37	184,339.52	\$217,977.48
30	09/07/2018	92	\$10,781.84	2,002.14	8,779.70	175,559.82	\$226,757.18
31	12/07/2018	91	\$10,781.84	1,886.05	8,895.79	166,664.03	\$235,652.97
32	03/07/2019	90	\$10,781.84	1,770.81	9,011.03	157,653.00	\$244,664.00
33	06/07/2019	92	\$10,781.84	1,712.29	9,069.55	148,583.45	\$253,733.55
34	09/07/2019	92	\$10,781.84	1,613.79	9,168.05	139,415.40	\$262,901.60
35	12/07/2019	91	\$10,781.84	1,497.75	9,284.09	130,131.31	\$272,185.69
36	03/07/2020	91	\$10,781.84	1,398.01	9,383.83	120,747.48	\$281,569.52
37	06/07/2020	92	\$10,781.84	1,311.46	9,470.38	111,277.10	\$291,039.90
38	09/07/2020	92	\$10,781.84	1,208.60	9,573.24	101,703.86	\$300,613.14
39	12/07/2020	91	\$10,781.84	1,092.62	9,689.22	92,014.64	\$310,302.36
40	03/07/2021	90	\$10,781.84	977.66	9,804.18	82,210.46	\$320,106.54
41	06/07/2021	92	\$10,781.84	892.90	9,888.94	72,321.52	\$329,995.48
42	09/07/2021	92	\$10,781.84	785.50	9,996.34	62,325.18	\$339,991.82
43	12/07/2021	91	\$10,781.84	669.57	10,112.27	52,212.91	\$350,104.09
44	03/07/2022	90	\$10,781.84	554.77	10,227.07	41,985.84	\$360,331.16
45	06/07/2022	92	\$10,781.84	456.02	10,325.82	31,660.02	\$370,656.98
46	09/07/2022	92	\$10,781.84	343.87	10,437.97	21,222.05	\$381,094.95
47	12/07/2022	91	\$10,781.84	227.99	10,553.85	10,668.20	\$391,648.80
48	03/07/2023	90	\$10,781.84	113.35	10,668.49	-29	\$402,317.29
2023	Totals:		517,528.32	115,211.03	402,317.29		

Funding Date:	03/07/2011	Compounding:	Actuarial	Principal:	402,317.00
First Payment Date:	06/07/2011	Period:	Actual/360	Entered Rate:	4.250%
		Pmt Schedule:	Quarterly	Pmt Amount:	10,781.84

Payment Number	Payment Date	Days	Payment Amount	Interest Amount	Principal Reduction	Outstanding Balance	Equity Built
Grand Totals:			517,528.32	115,211.03	402,317.29		

This amortization schedule is provided to you for your convenience. The amortization may include estimates based upon information provided by you. Actual terms of credit offered by us may vary from this amortization schedule. The outstanding balance shown above will vary from your actual outstanding balance owed to the Bank because of the timing of payments.



STATE OF TENNESSEE
COMPTROLLER OF THE TREASURY
OFFICE OF STATE AND LOCAL FINANCE
SUITE 1600 JAMES K. POLK STATE OFFICE BUILDING
505 DEADERICK STREET
NASHVILLE, TENNESSEE 37243-1402
PHONE (615) 401-7872
FAX (615) 741-5986

January 26, 2017

Honorable Lesa Fitzhugh, Mayor
and Honorable Board of Aldermen
Town of Dover
P.O. Box 447
Dover, TN 37058

Dear Mayor Fitzhugh and Members of the Board:

This letter and report, and the plan of refunding (the "Plan"), are to be posted on the website of the Town of Dover (the "Town"). Please make these documents available to the public and provide a copy of this report to each member of the Governing Body and present it at the next meeting.

This letter acknowledges receipt on January 20, 2017, of the Town's request to review its Plan for the issuance of an amount not to exceed \$532,677 General Obligation Refunding Bonds, Series 2017, (the "Refunding Bonds") to current refund \$394,047 General Obligation Bonds, Series 2008, and \$135,452 General Obligation Bonds, Series 2010 (collectively, the "Refunded Bonds").

Pursuant to the provisions of Tennessee Code Annotated Title 9 Chapter 21, a plan must be submitted to our Office for review. The information presented in the Plan includes the assertions of the Town and may not reflect either current market conditions or market conditions at the time of sale.

Town's Proposed Refunding Objective

The Town indicated its purpose for the refunding is to reduce the interest rate payable and to reduce the remaining terms on the Refunded Bonds.

Balloon Indebtedness

The Town is aware that the proposed structure of the Refunding Bonds presented in the Plan does appear to be balloon indebtedness as pursuant to T.C.A. § 9-21-134. The Town does, however, intend to meet the requirements of the State Funding Board's Blanket Exemption approved on December 16, 2014, and Section 5c of the Town's proposed Refunding Bond Resolution does contain the language necessary to meet the requirements of the exemption.

Private Negotiated Sale Approval

The approval of this Office is required when a Town desires to sell refunding general obligation bonds through a negotiated sale process. The town has requested approval to sell the Refunding Bonds through negotiated sale. This letter constitutes approval to negotiate the sale of the Refunding Bonds, conditioned upon the requirement that the Bonds are sold with the debt service payment schedule having the same principal repayment schedule as presented in the plan or the principal repayment schedule is accelerated.

Compliance with the Town's Debt Management Policy

The Town provided a copy of its debt management policy, and within forty-five (45) days of issuance of the debt approved in this letter, is required to submit a Report on Debt Obligation that indicates that this debt complies with its debt policy. If the Town amends its policy, please submit the amended policy to this office.

Financial Professionals

The Town has not indicated that they have retained a municipal advisor. Municipal advisors have a fiduciary responsibility to the Town. Underwriters have no fiduciary responsibility to the Town. They represent the interests of their firm and are not required to act in the Town's best interest without regard to their own or other interests. The Plan was prepared by the Town with the assistance of the Tennessee Municipal Bond Fund.

Report of the Review of a Plan of Refunding

The enclosed report does not constitute approval or disapproval for the proposed plan or a determination that a refunding is advantageous or necessary nor that any of the outstanding obligations should be called for redemption on the first or any subsequent available redemption date or remain outstanding until their respective dates of maturity. This letter and the enclosed report do not address the compliance with federal tax regulations and are not to be relied upon for that purpose. The Town should discuss these issues with a bond counsel.

This report is effective for a period of one hundred and twenty (120) days. If the refunding has not been completed during this time, a supplemental plan of refunding must be submitted to this Office. At that time we will issue a report thereon pursuant to the statutes. In lieu of submitting a supplemental plan, a statement may be submitted to our Office after the 120-day period has elapsed stating that the information contained in the current plan of refunding remains valid. Such statement must be submitted by either the Chief Executive Officer or the Chief Financial Officer of the local government. We will acknowledge receipt of such statement and will issue our letter confirming that this refunding report remains valid for an additional 120-day period. However, with regard to the report currently being issued by this Office, during the initial 120-day period or any subsequent 120-day period no refunding reports will be issued relating to the debt obligations indicated herein as being refunded unless the Chief Executive Officer or the Chief Financial Officer notifies our Office that the plan of refunding which has been submitted is no longer valid.

We recognize that the information provided in the plan submitted to our Office is based on preliminary analysis and estimates, and that actual results will be determined by market conditions at the time of sale of the debt obligations. However, if it is determined prior to the issuance of these obligations that the actual results will be significantly different from the information provided in the plan which has been submitted, and the local government determines to proceed with the issue, our Office should subsequently be notified by either the Chief Executive Officer or the Chief Financial Officer of the local government regarding these differences, and that the

local government was aware of the differences and determined to proceed with the issuance of the debt obligations. Notification to our Office will be necessary only if there is an increase or decrease of greater than fifteen percent (15%) in any of the following: (1) the principal amount of the debt obligations issued; (2) the costs of issuance; (3) the cumulative savings or loss with regard to any refunding proposal. We consider this notification necessary to insure that this Office and officials of the local government are aware of any significant changes that occur with regard to the issuance of the proposed indebtedness.

Municipal Securities Rulemaking Board Notice 2011-52 on “Bank Loans” and Voluntary Disclosure

The Municipal Securities Rulemaking Board (MSRB) released regulatory notices: MSRB Notice 2011-52, providing guidance on the use of “bank loans” that could be a private placement of municipal securities subject to specific regulatory requirements including disclosure; and MSRB Notice 2012-18, encouraging the voluntary disclosure of bank loan financings through the MSRB’s Electronic Municipal Market Access (EMMA®) website (emma.msrb.org). For more information see the preceding notices on the MSRB’s website (msrb.org). To learn how to submit disclosure see the link at the bottom of the EMMA website labeled Submit Documents or the Education Center of the MSRB’s website.

Report on Debt Obligation

We are enclosing a Report on Debt Obligation, Form CT-0253. Pursuant to T.C.A. § 9-21-151, this form is to be completed and filed with the governing body of the Town no later than forty-five (45) days after the issuance of this debt, with a copy (including attachments, if any) filed with the Director of the Office of State and Local Finance by email to StateandLocalFinance.PublicDebtForm@cot.tn.gov or by mail to the address on this letterhead. No public entity may enter into additional debt if it has failed to file the Report on Debt Obligation. A fillable PDF of Form CT-0253 is available at <http://www.comptroller.tn.gov/sl/pubdebt.asp> for your convenience.

If you should have any questions regarding this information, or we may be of further assistance, please feel free to call.

Sincerely,



Sandra Thompson
Director of the Office of State & Local Finance

cc: Mr. Jim Arnette, Director of Local Government Audit, COT
Ms. Linda Mooningham, Legal Coordinator, Tennessee Municipal Bond Fund

Enclosures: Report of the Director of the Office of State & Local Finance
Report on Debt Obligation

**REPORT OF THE DIRECTOR OF THE OFFICE OF STATE AND LOCAL FINANCE
CONCERNING THE PROPOSED ISSUANCE BY
THE TOWN OF DOVER, TENNESSEE
OF
GENERAL OBLIGATION REFUNDING BONDS, SERIES 2017**

The Town of Dover (the "Town") submitted a plan of refunding (the "Plan"), as required by T.C.A. § 9-21-903 regarding an issuance of an amount not to exceed \$532,677 General Obligation Refunding Bonds, Series 2017, (the "Refunding Bonds") to current refund \$394,047 General Obligation Bonds, Series 2008, and \$135,452 General Obligation Bonds, Series 2010 (collectively, the "Refunded Bonds").

This report must be presented to the governing body prior to the adoption of a refunding bond resolution. An evaluation of the preparation, support, and underlying assumptions of the Plan has not been performed by this Office. This letter and report provide no assurances of the reasonableness of the underlying assumptions. The Refunding Bonds may be issued with a structure different to that of the Plan. The Town provided a copy of its debt management policy.

Balloon Indebtedness

The proposed structure of the Refunding Bonds presented in the Plan does appear to be balloon indebtedness as pursuant to T.C.A. § 9-21-134. The Town does, however, intend to meet the requirements of the State Funding Board's Blanket Exemption approved on December 16, 2014, and Section 5c of the Town's proposed Refunding Bond Resolution does contain the language necessary to meet the requirements of the exemption.

Town's Proposed Refunding Objective

The Town indicated its purpose for the refunding is to reduce the interest rate payable and to reduce the remaining terms on the Refunded Bonds.

Refunding Analysis

- The results of the refunding are based on the assumption that \$532,677 Refunding Bonds will be sold by negotiated sale and priced at par.
- The net present value savings are projected to be \$192,914, or 36.43% of the refunded principal of \$529,499.
- The final maturity of the Refunding Bonds shortens the life of the outstanding debt by 10 years to fiscal year 2037 from fiscal year 2047 for the Series 2008 Refunded Bonds.
- Estimated cost of issuance of the Refunding Bonds is \$3,177, \$1,000 for bond and tax counsel plus \$2,177 to the Tennessee Municipal Bond Fund.

The Town has not indicated that they have retained a municipal advisor. Municipal advisors have a fiduciary responsibility to the Town. Underwriters have no fiduciary responsibility to the Town. They

represent the interests of their firm and are not required to act in the Town's best interest without regard to their own or other interests. The Plan was prepared by the Town with the assistance of the Tennessee Municipal Bond Fund.

This report of the Office of State and Local Finance does not constitute approval or disapproval by the Office for the Plan or a determination that a refunding is advantageous or necessary nor that any of the refunded obligations should be called for redemption on the first or any subsequent available redemption date or remain outstanding until their respective dates of maturity. This report is based on information as presented in the Plan by the Town. The assumptions included in the Town's Plan may not reflect either current market conditions or market conditions at the time of sale.

If all of the Refunded Bonds are not refunded as a part of the Refunding Bonds, and the Town wishes to refund them in a subsequent debt issue, then a new plan will have to be submitted to this Office for review.

A handwritten signature in black ink, appearing to read "Sandra Thompson", with a long horizontal flourish extending to the right.

Sandra Thompson
Director of the Office of State and Local Finance
Date: January 26, 2017

TENNESSEE MUNICIPAL BOND FUND

Making great cities even better . . . one loan at a time

January 20, 2017

Ms. Sandra Thompson
Director
Office of State and Local Finance
James K. Polk Building
505 Deaderick Street, Suite 1600
Nashville, Tennessee 37243

Hand Delivered

Re: Not to exceed \$532,677 General Obligation Refunding Bonds, Series 2017, of the Town of
Dover, Tennessee

Dear Ms. Thompson:

Enclosed is information from the Town of Dover regarding the issuance of the above referenced refunding bond issue which the Town asked that we deliver on its behalf.

If you have any questions or need any additional information, please let us know.

TENNESSEE MUNICIPAL BOND FUND

Linda M. Mooningham
Legal Coordinator

Enclosures

**TOWN OF DOVER, TENNESSEE
625 DONELSON PARKWAY
DOVER, TENNESSEE 37058**

January 11, 2017

Ms. Sandra Thompson
Director
Office of State and Local Finance
James K. Polk Building
505 Deaderick Street, Suite 1600
Nashville, Tennessee 37243

Hand Delivered

Re: Not to exceed \$532,677 General Obligation Refunding Bond, Series 2016, of the Town of Dover, Tennessee

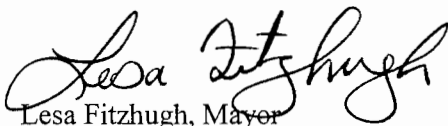
Dear Ms. Thompson:

On behalf of the Town of Dover, Tennessee, I am submitting a plan of refunding pursuant to Tennessee Code Annotated, Section 9-21-903.

If you have any questions or need additional information, please let me or Linda Mooningham, at the Tennessee Municipal Bond Fund, know.

Yours truly,

TOWN OF DOVER, TENNESSEE


Lesa Fitzhugh, Mayor

xc: Linda Mooningham

**TOWN OF DOVER, TENNESSEE
PLAN OF REFUNDING
FOR
OUTSTANDING RDA GENERAL OBLIGATION BOND ISSUES**

DATED JANUARY 11, 2017

Pursuant to those certain guidelines, dated March 7, 2011, below is the required information:

Entity Information:

Board of Mayor and Aldermen
Town of Dover, Tennessee
625 Donelson Parkway
P. O. Box 447
Dover, Tennessee 37058

Lesa Fitzhugh, Mayor

Kim Wallace, Town Administrator
Email: kwallace@dovertn.com

At the request of the Town, we have been assisted by The Tennessee Municipal Bond Fund in obtaining interest rates for the proposed refunding bond issue. The contact information is below:

Tennessee Municipal Bond Fund
Linda Mooningham, Legal Coordinator
226 Capitol Boulevard, Suite 502
Nashville, Tennessee 37219

Phone: 615-255-1561
Email: lmooningham@tmbf.net

Timing:

The Board of Mayor and Aldermen would like to consider the necessary resolution authorizing the issuance of the refunding bond at its regular scheduled meeting to be held on February 13, 2017.

Specific Request:

The Town is requesting a report of review on the plan of refunding submitted pursuant to Section 9-21-903, Tennessee Code Annotated, as amended.

Method of Sale:

The Town is asking for permission to sell the refunding bond by negotiated sale in accordance with 9-31-910(c), Tennessee Code Annotated, as amended.

Purpose of Refunding:

The Town wishes to refund the outstanding principal of two general obligation bond issues, which were sold to Rural Development, in order to reduce the interest rate payable on such bonds and to reduce the remaining terms of such bonds to 20 years.

Statement of Compliance with Town Debt Policy:

The Town adopted a Debt Management Policy on September 12, 2011. The Debt Policy provides for refinancing outstanding debt for various purposes, including when it is in the best financial interest of the Town to do so. The Debt Policy authorizes the Chief Financial Officer to analyze outstanding debt issues for refunding opportunities. The Debt Policy provides that current refunding opportunities may be considered by the CFO if the refunding generates positive present value savings. The Debt Policy also provides that the CFO must establish a minimum present value savings threshold for such refinancing. The CFO has established the threshold of 5% as the minimum present value savings. The proposed refunding issue meets this threshold. The Town will also comply with the other provisions of the Debt Policy in connection with the refunding issue.

Debt to be Refunded:

The Town has heretofore issued:

(i) that certain General Obligation Bond, dated February 21, 2008 (the "Series 2008 Bond"), issued in the original principal amount of \$445,000, which bears interest at the rate of 4.25% with a final maturity of around February 21, 2046, which is currently outstanding in the approximate principal amount of \$394,047; and,

(ii) that certain General Obligation, dated April 21, 2010 (the "Series 2010 Bond"), issued in the original principal amount of \$283,500 which bears interest at the rate of 4.125% with a final maturity of around March 21, 2038, which is currently outstanding in the approximate principal amount of \$135,452 (the Series 2008 Bond and the Series 2010 Bond being herein called, collectively, the "Outstanding Bonds").

The proceeds of the Series 2008 Bond were used to finance the acquisition of a building and the renovation thereof for use as a senior citizens center for the Town. The proceeds of the Series 2010 Bond were used to finance the construction of sidewalks, the installation of street lights, and improvements to the Town's boat dock.

Both the Series 2008 Bond and the Series 2010 Bond were sold to the United States Government as a rural development loan program bond.

The approximate total principal of the Outstanding Bonds to be refunded is \$529,499.

The Town has received an indicative interest rate quote of 2.60% for the refunding bond issue from a bank which would buy the refunding bond as a private placement.

The Town wishes to currently refund the Outstanding Bonds in order to lower the interest payments and total debt service payable by the Town and to reduce the term of the Outstanding Bonds to 20 years.

The Outstanding Bonds are subject to prepayment at the option of the Town at any time at the price of par plus accrued interest to the date of redemption.

Series 2008 Bond to be refunded:

General Obligation Bond
Dated: February 21, 2008
Tax-exempt
Resolutions adopted by Board of Mayor and Aldermen on December 10, 2007
Proceeds used as described above
The Town is unable to locate a filed copy of the State Form CT-0253

Original Principal Amount	\$ 445,000
Approximate Principal to be Refunded	\$ 394,047
Current Interest Rate	4.25%
Remaining weighted average maturity	18.734

Series 2010 Bond to be refunded:

General Obligation Bond
Dated: April 21, 2010
Tax-exempt
Resolutions adopted by Board of Mayor and Aldermen on November 12, 2007
Proceeds used as described above
The Town is unable to locate a filed copy of the State Form CT-0253

Original Principal Amount	\$ 283,500
Approximate Principal to be Refunded	\$ 135,452
Current Interest Rate	4.125%
Remaining weighted average maturity	12.947

Refunding Bond Issue:

General Obligation Refunding Bond, Series 2017

Maximum Principal Amount	\$ 532,677*
Proposed Interest Rate	2.60%
Mature:	03/01/2018 through 03/01/2037
Weighted average maturity of refunding bond	11.349

*Final Amount will be based on principal amount outstanding as of prepayment date

Savings Summary:

Proposed interest rate	2.60% (based on indicative rate as of 01/05/17)
Net savings	\$ 321,520.00
NPV Savings	\$ 192,914.36
NPV Savings as % of Outstanding Bonds:	36.43%

For purposes of calculating the projected savings on the refunding, the Town has used the interest rate received by the Tennessee Municipal Bond Fund, which was obtained by TMBF after contacting several banks

Costs of Issuance:

The all inclusive costs of issuance are \$3,177*

Bond and Tax Counsel	\$ 1,000
TMBF	\$ 2,177

*Based on refunding outstanding principal in the amount of \$529,499 - if principal outstanding is reduced costs of issuance will be reduced – 0.60% of principal to be refunded

Sources and Uses of Funds:

The sources and uses of funds are set forth on the attached exhibit

Balloon Indebtedness

The Town is aware that the refunding bond issue is considered balloon indebtedness pursuant to T.C.A. Section 9-21-134(d) which would otherwise require approval of a plan of balloon indebtedness. However, the Town intends to meet the requirements of the State Funding Board's Blanket Exemption under the Anti-Kicking the Can Act of 2014, which was approved at its December 16, 2014 meeting (the "Blanket Exemption"), which exempts the refunding bond from the statutory requirement for approval of a plan of balloon indebtedness. Section 5(c) of the enclosed Refunding Bond Resolution contains the language necessary to meet the requirements of the Blanket Exemption. The Town will meet all of the other requirements of the Blanket Exemption, as well, in connection with the refunding bond issue.

Negotiated Sale:

The Town requests approval of a private negotiated sale of the not exceed \$532,677 General Obligation Refunding Bond, Series 2017. The Town believes that a private negotiated sale

- is feasible,
- is in the best interests of the Town, and
- that the General Obligation Refunding Bond, Series 2017 can be amortized together with all other obligations then outstanding.

The private negotiated sale is feasible for the following reason –

First Tennessee Bank National Association, Nashville, Tennessee, has agreed to buy the refunding bond by negotiated sale as a private placement, subject to the necessary State approval and credit approval.

However, the Town will request new interest rate bids at the time of the sale of the refunding bond in order to obtain the lowest possible interest rate.

The private negotiated sale is in the best interests of the Town because –

First Tennessee Bank National Association, Nashville, Tennessee, has agreed to buy the refunding bond by negotiated sale at a rate of not to exceed 3%. The rate will be locked in for a period of 5 years and will be subject to review at the end of such 5 year period. For the reasons stated above, the Town feels that the negotiated sale versus a competitive public sale is in the best interests of the Town due to the lower costs of issuance for the negotiated sale versus a competitive public sale.

The General Obligation Refunding Bond, Series 2017 can be amortized together with all other obligations of the Town then outstanding.

SOURCES AND USES

Source of Funds

Refunding Bond Proceeds	\$ 532,677
Total	\$ 532,677

Uses of Funds

Deposit to Current Refunding Account	\$ 529,499
Cost of issuance	<u>3,177</u>
Total	\$ 532,677

**CURRENT DEBT SERVICE SCHEDULES FOR
OUTSTANDING RDA BONDS**

TOWN OF DOVER RDA BONDS - PROPOSED REFUNDING
Existing Debt Service based on 2015 Audit 1/5/2017

Fiscal Year	2008 GO Bond dtd 2/21/08 4.250%		2010 GO Bond dtd 4/21/2010 4.125%		Total Principal	Total Interest	Total	
	Principal	Interest	Principal	Interest				
2017	\$ 3,477	\$ 8,425	\$ 2,405	\$ 5,338	\$ 5,882	\$ 13,763	\$ 19,645	2017
2018	\$ 7,173	\$ 16,381	\$ 4,258	\$ 10,550	\$ 11,431	\$ 26,931	\$ 38,362	2017
2019	\$ 7,457	\$ 16,098	\$ 4,432	\$ 10,376	\$ 11,889	\$ 26,474	\$ 38,363	2019
2020	\$ 7,774	\$ 15,780	\$ 4,614	\$ 10,194	\$ 12,388	\$ 25,974	\$ 38,362	2020
2021	\$ 8,092	\$ 15,462	\$ 4,803	\$ 10,005	\$ 12,895	\$ 25,467	\$ 38,362	2021
2022	\$ 8,424	\$ 15,130	\$ 5,000	\$ 9,808	\$ 13,424	\$ 24,938	\$ 38,362	2022
2023	\$ 8,769	\$ 14,785	\$ 5,205	\$ 9,603	\$ 13,974	\$ 24,388	\$ 38,362	2023
2024	\$ 9,129	\$ 14,425	\$ 5,418	\$ 9,390	\$ 14,547	\$ 23,815	\$ 38,362	2024
2025	\$ 9,503	\$ 14,051	\$ 5,640	\$ 9,168	\$ 15,143	\$ 23,219	\$ 38,362	2025
2026	\$ 9,893	\$ 13,661	\$ 5,872	\$ 8,936	\$ 15,765	\$ 22,597	\$ 38,362	2026
2027	\$ 10,298	\$ 13,256	\$ 6,112	\$ 8,696	\$ 16,410	\$ 21,952	\$ 38,362	2027
2028	\$ 10,721	\$ 12,833	\$ 6,363	\$ 8,445	\$ 17,084	\$ 21,278	\$ 38,362	2028
2029	\$ 11,160	\$ 12,394	\$ 6,624	\$ 8,184	\$ 17,784	\$ 20,578	\$ 38,362	2029
2030	\$ 11,618	\$ 11,936	\$ 6,896	\$ 7,912	\$ 18,514	\$ 19,848	\$ 38,362	2030
2031	\$ 12,094	\$ 11,460	\$ 7,178	\$ 7,630	\$ 19,272	\$ 19,090	\$ 38,362	2031
2032	\$ 12,590	\$ 10,964	\$ 7,473	\$ 7,335	\$ 20,063	\$ 18,299	\$ 38,362	2032
2033	\$ 13,106	\$ 10,448	\$ 7,779	\$ 7,029	\$ 20,885	\$ 17,477	\$ 38,362	2033
2034	\$ 13,644	\$ 9,910	\$ 8,098	\$ 6,710	\$ 21,742	\$ 16,620	\$ 38,362	2034
2035	\$ 14,203	\$ 9,351	\$ 8,430	\$ 6,378	\$ 22,633	\$ 15,729	\$ 38,362	2035
2036	\$ 14,785	\$ 8,769	\$ 8,775	\$ 6,033	\$ 23,560	\$ 14,802	\$ 38,362	2036
2037	\$ 15,391	\$ 8,163	\$ 9,135	\$ 5,673	\$ 24,526	\$ 13,836	\$ 38,362	2037
2038	\$ 16,023	\$ 7,531	\$ 9,492	\$ 2,650	\$ 20,965	\$ 10,181	\$ 31,146	2038
2039	\$ 16,679	\$ 6,875			\$ 16,679	\$ 6,875	\$ 23,554	2039
2040	\$ 17,363	\$ 6,191			\$ 17,363	\$ 6,191	\$ 23,554	2040
2041	\$ 18,075	\$ 5,479			\$ 18,075	\$ 5,479	\$ 23,554	2041
2042	\$ 18,816	\$ 4,738			\$ 18,816	\$ 4,738	\$ 23,554	2042
2043	\$ 19,588	\$ 3,966			\$ 19,588	\$ 3,966	\$ 23,554	2043
2044	\$ 20,391	\$ 3,163			\$ 20,391	\$ 3,163	\$ 23,554	2044
2045	\$ 21,227	\$ 2,327			\$ 21,227	\$ 2,327	\$ 23,554	2045
2046	\$ 22,097	\$ 1,457			\$ 22,097	\$ 1,457	\$ 23,554	2046
2047	\$ 4,487	\$ 431			\$ 4,487	\$ 431	\$ 4,918	2047
Totals	\$ 394,047	\$ 305,840	\$ 135,452	\$ 176,043	\$ 529,499	\$ 481,883	\$ 1,011,382	

**DEBT SERVICE SCHEDULE FOR
PROPOSED GENERAL OBLIGATION
REFUNDING BOND, SERIES 2017
BASED ON INDICATIVE RATE**

BOND DEBT SERVICE

TOWN OF DOVER, TENNESSEE
\$532,677 GO REF BOND-20 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

***BASED ON BQ INDICATIVE RATE FOR 20 YEAR TERM WITH
5 YEAR RATE ADJUSTMENT***

Dated date: March 1, 2017

REFUNDING OF TWO OUTSTANDING RDA BOND ISSUES

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
03/01/2017					
09/01/2017			6,924.80	6,924.80	
03/01/2018	20,577	2.600%	6,924.80	27,501.80	34,426.60
09/01/2018			6,657.30	6,657.30	
03/01/2019	21,200	2.600%	6,657.30	27,857.30	34,514.60
09/01/2019			6,381.70	6,381.70	
03/01/2020	21,700	2.600%	6,381.70	28,081.70	34,463.40
09/01/2020			6,099.60	6,099.60	
03/01/2021	22,300	2.600%	6,099.60	28,399.60	34,499.20
09/01/2021			5,809.70	5,809.70	
03/01/2022	22,900	2.600%	5,809.70	28,709.70	34,519.40
09/01/2022			5,512.00	5,512.00	
03/01/2023	23,500	2.600%	5,512.00	29,012.00	34,524.00
09/01/2023			5,206.50	5,206.50	
03/01/2024	24,100	2.600%	5,206.50	29,306.50	34,513.00
09/01/2024			4,893.20	4,893.20	
03/01/2025	24,700	2.600%	4,893.20	29,593.20	34,486.40
09/01/2025			4,572.10	4,572.10	
03/01/2026	25,400	2.600%	4,572.10	29,972.10	34,544.20
09/01/2026			4,241.90	4,241.90	
03/01/2027	26,000	2.600%	4,241.90	30,241.90	34,483.80
09/01/2027			3,903.90	3,903.90	
03/01/2028	26,700	2.600%	3,903.90	30,603.90	34,507.80
09/01/2028			3,556.80	3,556.80	
03/01/2029	27,400	2.600%	3,556.80	30,956.80	34,513.60
09/01/2029			3,200.60	3,200.60	
03/01/2030	28,100	2.600%	3,200.60	31,300.60	34,501.20
09/01/2030			2,835.30	2,835.30	
03/01/2031	28,800	2.600%	2,835.30	31,635.30	34,470.60
09/01/2031			2,460.90	2,460.90	
03/01/2032	29,600	2.600%	2,460.90	32,060.90	34,521.80
09/01/2032			2,076.10	2,076.10	
03/01/2033	30,300	2.600%	2,076.10	32,376.10	34,452.20
09/01/2033			1,682.20	1,682.20	
03/01/2034	31,100	2.600%	1,682.20	32,782.20	34,464.40
09/01/2034			1,277.90	1,277.90	
03/01/2035	31,900	2.600%	1,277.90	33,177.90	34,455.80
09/01/2035			863.20	863.20	
03/01/2036	32,800	2.600%	863.20	33,663.20	34,526.40
09/01/2036			436.80	436.80	
03/01/2037	33,600	2.600%	436.80	34,036.80	34,473.60
	532,677		157,185.00	689,862.00	689,862.00

FORM 8038 STATISTICS REPORT

TOWN OF DOVER, TENNESSEE
\$532,677 GO REF BOND-20 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

***BASED ON BQ INDICATIVE RATE FOR 20 YEAR TERM WITH
5 YEAR RATE ADJUSTMENT***

Dated date: March 1, 2017

REFUNDING OF TWO OUTSTANDING RDA BOND ISSUES

Dated Date 03/01/2017
Delivery Date 03/01/2017

Bond Component	Date	Principal	Coupon	Price	Issue Price	Redemption at Maturity
LEVEL:						
	03/01/2018	20,577.00	2.600%	100.000	20,577.00	20,577.00
	03/01/2019	21,200.00	2.600%	100.000	21,200.00	21,200.00
	03/01/2020	21,700.00	2.600%	100.000	21,700.00	21,700.00
	03/01/2021	22,300.00	2.600%	100.000	22,300.00	22,300.00
	03/01/2022	22,900.00	2.600%	100.000	22,900.00	22,900.00
	03/01/2023	23,500.00	2.600%	100.000	23,500.00	23,500.00
	03/01/2024	24,100.00	2.600%	100.000	24,100.00	24,100.00
	03/01/2025	24,700.00	2.600%	100.000	24,700.00	24,700.00
	03/01/2026	25,400.00	2.600%	100.000	25,400.00	25,400.00
	03/01/2027	26,000.00	2.600%	100.000	26,000.00	26,000.00
	03/01/2028	26,700.00	2.600%	100.000	26,700.00	26,700.00
	03/01/2029	27,400.00	2.600%	100.000	27,400.00	27,400.00
	03/01/2030	28,100.00	2.600%	100.000	28,100.00	28,100.00
	03/01/2031	28,800.00	2.600%	100.000	28,800.00	28,800.00
	03/01/2032	29,600.00	2.600%	100.000	29,600.00	29,600.00
	03/01/2033	30,300.00	2.600%	100.000	30,300.00	30,300.00
	03/01/2034	31,100.00	2.600%	100.000	31,100.00	31,100.00
	03/01/2035	31,900.00	2.600%	100.000	31,900.00	31,900.00
	03/01/2036	32,800.00	2.600%	100.000	32,800.00	32,800.00
	03/01/2037	33,600.00	2.600%	100.000	33,600.00	33,600.00
		532,677.00			532,677.00	532,677.00

	Maturity Date	Interest Rate	Issue Price	Stated Redemption at Maturity	Weighted Average Maturity	Yield	Net Interest Cost
Final Maturity	03/01/2037	2.600%	33,600.00	33,600.00			
Entire Issue			532,677.00	532,677.00	11.349	2.6000%	2.6000%

**NET PRESENT VALUE SAVINGS
COPY OF CT-0253 FOR SERIES 2008 BOND**

**TOWN OF DOVER - GENERAL OBLIGATION REFUNDING BOND,
SERIES 2017 - NET PRESENT VALUE SAVINGS**

1/5/2017

**Interest Rate of 2017
GO Refunding Bond 2.60%**

**RDA GO BONDS
Refunded Principal \$529,499.00**

		Total of GO RDA Bonds Outstanding Current Annual Debt Service	2017 GO Refunding Bond Proposed Annual Debt Service	Savings/(Loss)
Year				
2017	1	\$19,645.00	\$0.00	\$19,645.00
2018	2	\$38,362.00	\$34,426.60	\$3,935.40
2019	3	\$38,363.00	\$34,514.60	\$3,848.40
2020	4	\$38,362.00	\$34,463.40	\$3,898.60
2021	5	\$38,362.00	\$34,499.20	\$3,862.80
2022	6	\$38,362.00	\$34,519.40	\$3,842.60
2023	7	\$38,362.00	\$34,524.00	\$3,838.00
2024	8	\$38,362.00	\$34,513.00	\$3,849.00
2025	9	\$38,362.00	\$34,486.40	\$3,875.60
2026	10	\$38,362.00	\$34,544.20	\$3,817.80
2027	11	\$38,362.00	\$34,483.80	\$3,878.20
2028	12	\$38,362.00	\$34,507.80	\$3,854.20
2029	13	\$38,362.00	\$34,513.60	\$3,848.40
2030	14	\$38,362.00	\$34,501.20	\$3,860.80
2031	15	\$38,362.00	\$34,470.60	\$3,891.40
2032	16	\$38,362.00	\$34,521.80	\$3,840.20
2033	17	\$38,362.00	\$34,452.20	\$3,909.80
2034	18	\$38,362.00	\$34,464.40	\$3,897.60
2035	19	\$38,362.00	\$34,455.80	\$3,906.20
2036	20	\$38,362.00	\$34,526.40	\$3,835.60
2037	21	\$38,362.00	\$34,473.60	\$3,888.40
2038	22	\$31,146.00	\$0.00	\$31,146.00
2039	23	\$23,554.00	\$0.00	\$23,554.00
2040	24	\$23,554.00	\$0.00	\$23,554.00
2041	25	\$23,554.00	\$0.00	\$23,554.00
2042	26	\$23,554.00	\$0.00	\$23,554.00
2043	27	\$23,554.00	\$0.00	\$23,554.00
2044	28	\$23,554.00	\$0.00	\$23,554.00
2045	29	\$23,554.00	\$0.00	\$23,554.00
2046	30	\$23,554.00	\$0.00	\$23,554.00
2047	32	\$4,918.00	\$0.00	\$4,918.00
		\$1,011,382.00	\$689,862.00	\$321,520.00
			NPV Savings	\$192,914.36
			NPV Savings as % Refunded RDA Bond Issues	36.43%