



Board of Mayor and Alderman Meeting - Special Called Agenda

Monday, May 19, 2025 at 7:00 PM

Monterey Municipal Building – 302 E. Commercial Avenue Monterey, TN 38574

Police Department: (931) 839-2323 | City Hall: (931) 839-3770 | Fax: (931) 839-3933

Meeting called by: Mayor Alex Garcia

Type of Meeting: Regular Monthly

Aldermen: Kevin Peters, Spencer Delk, Jim Whitaker, Larry Bennett, Cecelia Paulson, Jim Wolfgram, Jamie Phillips, Bill Wiggins

The Town of Monterey does not discriminate on grounds of race, color, age, sex, disability or national origin.

ROLL CALL

CALL TO ORDER

PUBLIC COMMENT

ORDINANCES

1. 1st and 2nd Reading of Ordinance #25-880

NEW BUSINESS

2. Consider Resolution to finance two fire trucks
3. Discussion on insurance broker for health insurance
4. Consider sealed bids for lighting at the Nathan Walker Memorial Sportsplex
5. Discuss July 5th 5k run
6. Discuss truck traffic letter

ADJOURNMENT

Ordinance No. 25-880

An Ordinance of the

Town of Monterey, Tennessee

Amending the Fiscal Year 2025 Budget

WHEREAS the governing body adopted the fiscal year 2025 budget by Ordinance Number 24-865 on June 3, 2024; and

WHEREAS the budget was submitted to the Tennessee Comptroller's Division of Local Government Finance for approval; and

WHEREAS pursuant to the Tenn. Code Ann. § 9-1-116, availability of programs and services to people in this state shall be limited to the extent that funds are appropriated by the general assembly or the appropriate governing body of a political subdivision; and

WHEREAS the governing body needs to amend the budget to allow for increased or decreased revenues and/or expenditures; and

SECTION 1. Now, therefore, be it resolved by the governing body that it hereby adopts the following changes to the fiscal year 2025 budget.

Fund Name: Health Care Fund				
Account #	Account Name	Original Budget	Amended Budget	Budget Amendment / Change
123	Health Care	\$148,500.00	\$163,500.00	\$15,000.00

Fund Name: Enterprise Fund – Water and Sewer				
Account #	Account Name	Original Budget	Amended Budget	Budget Amendment / Change
413	Water/Sewer	\$2,758,865.26	\$2,978,750.00	\$50,000.00

SECTION 2. Now, therefore, be it resolved that this ordinance shall take effect immediately upon final passage.

Signed _____

Printed Name _____, Mayor

Attested

Signed _____

Printed Name _____ CMFO

Date of First Reading: _____

Date of Second Reading: _____

Date of Third Reading: _____

**Tennessee Municipal Bond Fund
Information Regarding Alternative Loan Program for the
Town of Monterey, Tennessee**

May 9, 2025

The Tennessee Municipal Bond Fund ("TMBF"), can assist the Town of Monterey (the "Town"), with the issuance of a capital outlay note for the purpose of financing the acquisition of one or two fire trucks for the Fire Department of the Town.

Below is a summary of the alternative loan program:

ALTERNATIVE LOAN PROGRAM

The Town can issue a fixed rate capital outlay note in an amount of \$130,000 for a term of 5 or 7 years, or \$240,000 for a term of 10 years, which are the amounts and terms we understand the Town is considering

The fixed rate on the capital outlay note issue will be locked in for the entire term of the note issue

The note can be prepaid in whole prior to its maturity with a 1% prepayment penalty – however, the Town can make additional principal payments during the term of the note at any time with no prepayment penalty from Town funds, not borrowed funds

The note will be a general obligation debt of the Town payable from funds of the Town legally available therefor, including ad valorem taxes

The rate on the note issue is based on the note being bank-qualified under Section 265(b) of the Internal Revenue Code – this means that the Town cannot issue more than \$10,000,000 in tax-exempt debt during the calendar year in which the note is issued

The total cost of issuance for either amount is \$500 – this cost may be paid from note proceeds or from funds on hand

At the time of the closing of the note issue the Town will receive the entire proceeds - the Town will pay interest on the entire amount from the time of closing

Principal will be payable annually with interest being payable semiannually – the payment dates can be determined at the time of the closing of the note issue

LOAN PROCESS FOR NOTE ISSUE:

The note issuance would require the adoption of a note resolution at meeting of the Board of Mayor and Aldermen, after publication of a notice of such meeting. We provide the resolution and assist in obtaining all necessary approvals – consisting of bank and state approvals. The loan would require the completion of a loan application and credit approval by the bank. We obtain at least three bids from banks, prepare the letter to the State requesting note issuance approval, prepare all necessary closing documents, including the Report on Debt Obligation and the IRS Form 8038-G, and take care of filing them after closing of the note issue.

AMORTIZATION SCHEDULES:**\$130,000 NOTE ISSUE**

The first schedule is based on an amount of **\$130,000** with the best indicative rate we received of **4.63%** which would be locked in for a **5** year term

The second schedule is based on an amount of **\$130,000** with the best indicative rate we received of **4.63%** which would be locked in for a **7** year term

\$240,000 NOTE ISSUE

The schedule is based on an amount of **\$240,000** with the best indicative rate we received of **4.99%** which would be locked in for a **10** year term

The above rates are indicative rates which are good for 60 days - the note issue would need to be funded prior to the end of the 60 day period. The above rates include an annual administration fee equal to 15 basis points payable to TMBF by the bank, to be paid from each periodic payment of interest on the note, based on the outstanding principal amount of the note issue

Notice: The Tennessee Municipal Bond Fund ("TMBF") is not a registered municipal advisor and it is TMBF's intention not to act as a municipal advisor. TMBF is not recommending any course of action to you as the municipal entity or obligated person; TMBF is not acting as an advisor to you and, therefore, does not owe a fiduciary duty to you pursuant to Section 15B of the Securities Exchange Act of 1934 with respect to this or any other information, materials, and communications you receive from TMBF; TMBF is acting for its own business and commercial interests; You should discuss this and any other information, materials, and communications you receive from TMBF with internal advisors and experts that you deem appropriate before acting on such information, materials, and communications.

BOND DEBT SERVICE

TOWN OF MONTEREY
\$130,000 FD CON - 5 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

* *BASED ON INDICATIVE RATE FOR 5 YEAR TERM* *

Dated date: June 26, 2025

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
06/26/2025					
12/01/2025			2,591.51	2,591.51	
06/01/2026	24,000	4.630%	3,009.50	27,009.50	29,601.01
12/01/2026			2,453.90	2,453.90	
06/01/2027	25,000	4.630%	2,453.90	27,453.90	29,907.80
12/01/2027			1,875.15	1,875.15	
06/01/2028	26,000	4.630%	1,875.15	27,875.15	29,750.30
12/01/2028			1,273.25	1,273.25	
06/01/2029	27,000	4.630%	1,273.25	28,273.25	29,546.50
12/01/2029			648.20	648.20	
06/01/2030	28,000	4.630%	648.20	28,648.20	29,296.40
	130,000		18,102.01	148,102.01	148,102.01

BOND DEBT SERVICE

TOWN OF MONTEREY
\$130,000 FD CON - 7 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

* *BASED ON INDICATIVE RATE FOR 7 YEAR TERM* *

Dated date: June 26, 2025

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
06/26/2025					
12/01/2025			2,591.51	2,591.51	
06/01/2026	16,100	4.630%	3,009.50	19,109.50	21,701.01
12/01/2026			2,636.79	2,636.79	
06/01/2027	16,900	4.630%	2,636.79	19,536.79	22,173.58
12/01/2027			2,245.55	2,245.55	
06/01/2028	17,700	4.630%	2,245.55	19,945.55	22,191.10
12/01/2028			1,835.80	1,835.80	
06/01/2029	18,500	4.630%	1,835.80	20,335.80	22,171.60
12/01/2029			1,407.52	1,407.52	
06/01/2030	19,400	4.630%	1,407.52	20,807.52	22,215.04
12/01/2030			958.41	958.41	
06/01/2031	20,200	4.630%	958.41	21,158.41	22,116.82
12/01/2031			490.78	490.78	
06/01/2032	21,200	4.630%	490.78	21,690.78	22,181.56
	130,000		24,750.71	154,750.71	154,750.71

BOND DEBT SERVICE

TOWN OF MONTEREY
\$240,000 FD CON - 10 YEARS

TENNESSEE MUNICIPAL BOND FUND
ALTERNATIVE LOAN PROGRAM

BASED ON INDICATIVE RATE FOR 10 YEAR TERM

Dated date: June 26, 2025

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service
06/26/2025					
12/01/2025			5,156.33	5,156.33	
06/01/2026	19,000	4.990%	5,988.00	24,988.00	30,144.33
12/01/2026			5,513.95	5,513.95	
06/01/2027	20,000	4.990%	5,513.95	25,513.95	31,027.90
12/01/2027			5,014.95	5,014.95	
06/01/2028	21,000	4.990%	5,014.95	26,014.95	31,029.90
12/01/2028			4,491.00	4,491.00	
06/01/2029	22,000	4.990%	4,491.00	26,491.00	30,982.00
12/01/2029			3,942.10	3,942.10	
06/01/2030	23,000	4.990%	3,942.10	26,942.10	30,884.20
12/01/2030			3,368.25	3,368.25	
06/01/2031	24,000	4.990%	3,368.25	27,368.25	30,736.50
12/01/2031			2,769.45	2,769.45	
06/01/2032	26,000	4.990%	2,769.45	28,769.45	31,538.90
12/01/2032			2,120.75	2,120.75	
06/01/2033	27,000	4.990%	2,120.75	29,120.75	31,241.50
12/01/2033			1,447.10	1,447.10	
06/01/2034	28,000	4.990%	1,447.10	29,447.10	30,894.20
12/01/2034			748.50	748.50	
06/01/2035	30,000	4.990%	748.50	30,748.50	31,497.00
	240,000		69,976.43	309,976.43	309,976.43

05/06/2025

TDOT Traffic Operations Division
James K. Polk Building, Suite 1800
505 Deaderick Street
Nashville, TN 37243
Phone: 615-253-1122
Email: Landon.T.Castleberry@tn.gov

Dear Mr. Castleberry,

I am writing to present a supporting rationale for restricting commercial vehicle traffic from utilizing State Route 84 through Commercial Avenue in the Town of Monterey, Tennessee. This request stems from growing concerns regarding noise, pedestrian safety, and damage to our infrastructure.

The volume of truck traffic along Commercial Avenue has steadily increased as industrial areas and freight providers North of Putnam County have utilized Livingston Highway-State Route 84 and Commercial Avenue as a convenient route to access Interstate 40 (I-40), located just South of Downtown Monterey. Additionally, the same is true for freight providers traveling West on I-40 seeking access to areas North of Putnam County. These providers routinely take the Monterey I-40 Exit and utilize Commercial Avenue as a more convenient route to access Highway 84 towards Highway 111 North through Livingston. This increase in truck traffic has resulted in heightened noise levels and increased vehicle safety hazards, particularly for non-motorized users.

A Complete Streets Plan conducted by Gresham Smith Engineering in 2024 highlighted several reasons for implementing such restrictions. Notably, a site visit and field review conducted on June 24, 2024, showed a significant number of freight trucks traveling East on Commercial Avenue and subsequently turning right onto Holly Street, which provides access to I-40. These trucks often travel at excessive speeds, making it difficult for them to navigate sharp turns at certain intersections along the corridor, resulting in crashes and property damage. Additionally, engagement participants routinely mentioned the loud noise generated by trucks, causing disruptions and concerns for property owners and businesses along the corridor. Approximately 32% of survey responses indicated a desire to reroute freight traffic along Commercial Avenue.

The increased freight traffic has also contributed to wear and tear on our infrastructure, leading to costly repairs and maintenance. For instance, the traffic light pole at the Southwest corner of Holly Street and Commercial Avenue is frequently struck by large freight vehicles trying to navigate the tight right-hand turn onto Holly Street from Commercial Avenue. Photo evidence of this occurrence has been attached to this rationale, along with survey results and a copy of the Town's adopted Complete Streets Plan.

In light of these issues, we kindly request that the Tennessee Department of Transportation consider allowing the Town of Monterey to restrict large trucks from utilizing State Route 84 through Monterey. As an alternate route, the Town proposes that freight providers North of Putnam County utilize Highway 111 to access Interstate 40 eastbound. For providers needing access to Highway 62 towards Clarkrange, the same alternate route could be utilized. Similarly, providers enroute to areas North of Putnam County could continue along Interstate 40 West to access Highway 111 rather than access Holly Street and Commercial Avenue to Highway 84. This measure will greatly improve the quality of life for our residents, enhance pedestrian safety, and preserve our infrastructure.

We want to assure you that our intention is not to negatively impact local freight companies that reside within the proposed restriction zone. We fully understand the importance of these businesses to our local economy, and we are committed to working with them to ensure their operations can continue with minimal disruption. We propose an exemption process for local freight companies, allowing them to access their businesses within the restricted area while limiting through-traffic of non-local commercial trucks. Our goal is to significantly reduce the amount of freight traffic passing through while still allowing local businesses to operate effectively.

Thank you for your attention to this matter. We are eager to work with TDOT to find a solution that balances the needs of commercial transportation with the well-being of our community. We are open to discussions and suggestions to reach a mutually agreeable plan.

We have attached detailed documentation, including resident feedback, for your review. We look forward to your prompt attention to this critical matter and hope to schedule a meeting to discuss this request in more detail at your earliest convenience.

Sincerely,

Alex Garcia
Mayor
302 E. Commercial Avenue
Monterey, TN 38574
931-839-3770