

September 20, 2023

Ms. Shelia Reed, Director
Division of Local Government Finance
Cordell Hull State Office Building
425 Rep. John Lewis Way N.
Nashville, TN 37243
LGF@cot.tn.gov

Re: Plan of Finance – Electric System Revenue Bonds, Series 2023 of the Jellico Utilities
Authority (the “Authority”)

Dear Ms. Reed:

The Authority was created as a governmental authority and public corporation pursuant to the Municipal Energy Authority Act, Sections 7-36-101 et seq., Tennessee Code Annotated, as amended (the “Act”) for the purpose of acquiring and operating an electric transmission and distribution system.

The Authority is in the process of upgrading and improving its electric system (the “System”) and is planning on issuing its \$1,575,000 Electric System Revenue Bonds, Series 2023 (the “Series 2023 Bonds”). The Series 2023 Bonds are being issued for the purpose of providing funds to (i) finance capital improvements to the System and (ii) pay costs related to the sale and issuance of the Series 2023 Bonds. The Series 2023 Bonds will be placed with a bank. The Authority is currently conducting a Request For Proposal.

The Authority’s outstanding debt was paid off in September of 2023.

Pursuant to Tenn. Code Ann. § 7-36-113(g), the Comptroller’s office must report on the Series 2023 Bonds.

Pursuant to appropriate provisions of the Act, the Authority is seeking review and reporting on the plan of finance for the Series 2023 Bonds.

To assist your office with this process, we have attached the following materials for your consideration:

1. Audited financial statements for fiscal year 2022;
2. Preliminary Funding Analysis;
3. Historical and Projected Coverage Numbers;
4. A draft copy of the proposed Electric System bond resolution.



www.jellicoutilities.com

The proposed Series 2023 Bonds are not “Balloon Indebtedness” as defined in Section 9-21-133, Tennessee Code Annotated.

The Board of Directors of the Authority plans to formally consider the Electric System bond resolution and other materials at its regularly scheduled meeting on Tuesday, September 26, 2023.

If you need further information or have any questions relating to this request, please do not hesitate to reach out to us at your earliest convenience.

Regards,

A handwritten signature in blue ink, appearing to read "Joe D. Carroll, Jr.", is written over a faint, circular watermark or stamp.

Joe D. Carroll, Jr., P.E.
President & CEO

Attachments

Copies:

Mark Mamantov, Bass, Berry & Sims

Betsy Knotts, Bass, Berry & Sims

Scott Gibson, Cumberland Securities