



STATE OF TENNESSEE  
COMPTROLLER OF THE TREASURY  
OFFICE OF STATE AND LOCAL FINANCE  
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April 14, 2016

Honorable John Clark, Mayor  
City of Kingsport  
225 West Center Street  
Kingsport, TN 37660

Dear Mayor Clark:

The City of Kingsport (the "County") presented a plan of balloon indebtedness (the "Plan") on April 11, 2016, to issue a maximum of \$34,000,000 General Obligation Refunding Bonds, Series 2016 to advance refund:

- \$7,430,000 General Obligation Public Improvement Bonds, Series 2009A;
- \$4,335,000 General Obligation Bonds, Series 2009B;
- \$9,310,000 Local Option Sales Tax Revenue and Tax Bonds, Series 2009C; and
- \$9,040,000 General Obligation Bonds, Series 2009E.

**Balloon Indebtedness**

The City indicated the purpose of the advance refunding is to create net aggregate annual and net present value savings to strengthen the overall financial position of the City, which is in the public's interest.

**Approval**

The comptroller of the treasury or the comptroller's designee shall evaluate each plan of balloon indebtedness based on the plan's particular circumstances and shall approve the plan only if a determination is made that the repayment structure is in the public's interest. Based on the review of the Plan in accordance with statute, the Plan is approved.

Sincerely,

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

Sandra Thompson  
Director of State & Local Finance

Cc: Mr. Jim Arnette, Director of Local Government Audit, COT  
Mr. James Demming, City of Kingsport  
Mr. Rick Dulaney, Raymond James  
Ms. Cindy Barnett, Adams and Reese, LLP