NEW ISSUE | Ratings: S&P – "AA+"
Moody's – "Aa2"
BOOK-ENTRY-ONLY | (See "MISCELLANEOUS-Ratings" herein)

In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, interest on the Bonds will be excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals. For an explanation of certain tax consequences under federal law which may result from the ownership of the Bonds, see the discussion under the heading "LEGAL MATTERS - Tax Matters" herein. Under existing law, the Bonds and the income therefrom will be exempt from all state, county and municipal taxation in the State of Tennessee. (See "LEGAL MATTERS - Tax Matters" herein).

$23,500,000
MONTGOMERY COUNTY, TENNESSEE
General Obligation Bonds, Series 2020A

Dated: May 15, 2020 | Due: June 1, as shown below.

The $23,500,000 General Obligation Bonds, Series 2020A (the "Bonds") are issuable in fully registered form in denominations of $5,000 and authorized integral multiples thereof. The Bonds will be issued in book-entry-only form and registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the Bonds. So long as Cede & Co. is the registered owner of the Bonds, as the nominee for DTC, principal and interest with respect to the Bonds shall be payable to Cede & Co., as nominee for DTC, which will, in turn, remit such principal and interest to the DTC participants for subsequent disbursements to the beneficial owners of the Bonds. Individual purchases of the Bonds will be made in book-entry-only form, in denominations of $5,000 or integral multiples thereof and will bear interest at the annual rates as shown below. Interest on the Bonds is payable semi-annually from the date thereof commencing on December 1, 2020 and thereafter on each December 1 and June 1 by check or draft mailed to the owners thereof as shown on the books and records of U.S. Bank National Association, Nashville, Tennessee, the registration and paying agent (the "Registration Agent"). In the event of discontinuation of the book-entry system, principal of and interest on the Bonds are payable at the designated corporate trust office of the Registration Agent.

The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County are hereby irrevocably pledged. See section entitled "SECURITIES OFFERED – Security".

Bonds maturing June 1, 2029 and thereafter are subject to optional redemption prior to maturity on or after June 1, 2028.

Due (June 1)	Amount	Interest Rate	Yield	CUSIP**	Due (June 1)	Amount	Interest Rate	Yield	CUSIP**
2022	$ 1,375,000	5.00 %	0.95 %	61366ADQ7	2032	$ 1,000,000	3.00 %	1.85 % c	61366AEA1
2023	1,425,000	5.00	0.96	61366ADR5	2033	1,000,000	3.00	2.00 c	61366AEB9
2024	1,455,000	5.00	0.98	61366ADS3	2034	1,000,000	3.00	2.08 c	61366AEC7
2025	1,465,000	5.00	1.00	61366ADT1	2035	1,000,000	3.00	2.15 c	61366AED5
2026	1,495,000	5.00	1.05	61366ADU8	2036	1,000,000	3.00	2.23 c	61366AEE3
2027	1,520,000	5.00	1.08	61366ADV6	2037	1,000,000	3.00	2.30 c	61366AEF0
2028	1,550,000	5.00	1.10	61366ADW4	2038	1,000,000	3.00	2.35 c	61366AEG8
2029	1,580,000	5.00	1.15 c	61366ADX2	2039	1,000,000	3.00	2.40 c	61366AEH6
2030	1,635,000	5.00	1.25 c	61366ADY0	2040	1,000,000	3.00	2.45 c	61366AEJ2
2031	1,000,000	4.00	1.50 c	61366ADZ7					

c = Yield to call on June 28, 2028

This cover page contains certain information for quick reference only. It is not a summary of this issue. Investors must read the entire OFFICIAL STATEMENT to obtain information essential to make an informed investment decision.

The Bonds are offered when, as and if issued, subject to the approval of the legality thereof by Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel, whose opinion will be delivered with the Bonds. Certain legal matters will be passed upon for the County by Tim Harvey, Esq., County Attorney. It is expected that the Bonds will be available for delivery through the facilities of Depository Trust Company in New York, New York, on or about May 15, 2020.

Cumberland Securities Company, Inc.
Municipal Advisor

April 21, 2020

This Official Statement speaks only as of its date, and the information contained herein is subject to change.

This Official Statement may contain forecasts, projections, and estimates that are based on current expectations but are not intended as representations of fact or guarantees of results. If and when included in this Preliminary Official Statement, the words “expects,” “forecasts,” “projects,” “intends,” “anticipates,” “estimates,” and analogous expressions are intended to identify forward-looking statements as defined in the Securities Act of 1933, as amended, and any such statements inherently are subject to a variety of risks and uncertainties, which could cause actual results to differ materially from those contemplated in such forward-looking statements. These forward-looking statements speak only as of the date of this Preliminary Official Statement. The Issuer disclaims any obligation or undertaking to release publicly any updates or revisions to any forward-looking statement contained herein to reflect any change in the Issuer’s expectations with regard thereto or any change in events, conditions, or circumstances on which any such statement is based.

This Official Statement and the Appendices hereto contain brief descriptions of, among other matters, the Issuer, the Bonds, the Resolution, the Disclosure Certificate, and the security and sources of payment for the Bonds. Such descriptions and information do not purport to be comprehensive or definitive. The summaries of various constitutional provisions and statutes, the Resolution, the Disclosure Certificate, and other documents are intended as summaries only and are qualified in their entirety by reference to such documents and laws, and references herein to the Bonds are qualified in their entirety to the forms thereof included in the Bond Resolution.

The Bonds have not been registered under the Securities Act of 1933, as amended, and the Resolution has not been qualified under the Trust Indenture Act of 1939, in reliance on exemptions contained in such Acts. This Official Statement does not constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of the Bonds by any person in any jurisdiction in which it is unlawful for such person to make such offer, solicitation, or sale.

No dealer, broker, salesman, or other person has been authorized by the Issuer, the Municipal Advisor or the Underwriter to give any information or to make any representations other than those contained in this Preliminary Official Statement, and, if given or made, such other information or representations should not be relied upon as having been authorized by the Issuer, the Municipal Advisor or the Underwriter. Except where otherwise indicated, all information contained in this Official Statement has been provided by the Issuer. The information set forth herein has been obtained by the Issuer from sources which are believed to be reliable but is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation of, the Municipal Advisor or the Underwriter. The information contained herein is subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall under any circumstances create an implication that there has been no change in the affairs of the Issuer, or the other matters described herein since the date hereof or the earlier dates set forth herein as of which certain information contained herein is given.

In connection with this offering, the Underwriter may over-allot or effect transactions which stabilize or maintain the market prices of the Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.

** These CUSIP numbers have been assigned by Standard & Poor’s CUSIP Service Bureau, a division of the McCraw-Hill Companies, Inc., and are included solely for the convenience of the Bond holders. The County is not responsible for the selection or use of these CUSIP numbers, nor is any representation made as to their correctness on the Bonds or as indicated herein.

MONTGOMERY COUNTY, TENNESSEE

OFFICIALS

Jim Durrett	*County Mayor*
Kellie Jackson	*County Clerk*
Jeff Taylor	*Director of Accounts and Budgets*
Kimberly B. Wiggins	*County Trustee*
Erinne Hester	*Assessor of Property*
Tim Harvey	*County Attorney*

BOARD OF COUNTY COMMISSIONERS

Jerry Allbert	Jason D. Knight
Joshua Beal	Rashidah A. Leverett
Loretta J. Bryant	James R. Lewis
Brandon Butts	Lisa L. Prichard
Carmelle Chandler	Chris Rasnic
Joe Creek	Rickey Ray
John M. Gannon	Larry Rocconi
David Harper	Joe C. Smith
Arnold Hodges	Tangi C. Smith
Garland Johnson	Walker R. Woodruff
Charles Keene	

UNDERWRITER

Citigroup Global Markets
New York, New York

RESISTRATION AND PAYING AGENT

US Bank National Association
Nashville, Tennessee

BOND COUNSEL

Bass, Berry & Sims PLC
Nashville, Tennessee

MUNICIPAL ADVISOR

Cumberland Securities Company, Inc.

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SUMMARY STATEMENT

The information set forth below is provided for convenient reference and does not purport to be complete and is qualified in its entirety by the information and financial statements appearing elsewhere in this *Official Statement*. This Summary Statement shall not be reproduced, distributed or otherwise used except in conjunction with the remainder of this *Official Statement*.

The Issuer	Montgomery County, Tennessee (the "County" or "Issuer"). See APPENDIX B contained herein.
Securities Offered..........................	$23,500,000 General Obligation Bonds, Series 2020A (the "Series 2020A Bonds") of the County, dated May 15, 2020. The Bonds mature each June 1 beginning June 1, 2022 through June 1, 2040, inclusive. See section entitled "SECURITIES OFFERED" herein for additional information.
Security…………………………	The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County are hereby irrevocably pledged.
Purpose	The Bonds are being issued for the purposes of providing funds to (a) finance, in whole or in part, the (i) acquisition of land for and the acquisition, design, site development, construction, maintenance, repair, renovation, equipping and/or improvement of schools; (ii) improvements to streets, roads and bridges, including but not limited to sidewalks, signage, signalization, related facilities, lighting and drainage improvements; (iii) acquisition, construction and erection of public art; (iv) acquisition of all property, real and personal related to such projects; (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; and (vi) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs; (b) refinance the County's General Obligation Capital Outlay Note, Series 2019, by converting said note to bonds, (c) refinance the County's General Obligation Bonds, Series 2010 (Federally Taxable Build America Bonds – Direct Payment), and (d) pay costs incident to the issuance and sale of such bonds
Optional Redemption	The Bonds are subject to optional redemption prior to maturity on or after June 1, 2028, at the redemption price of par plus accrued interest. See section entitled "SECURITIES OFFERED - Optional Redemption".
Tax Matters....................................	In the opinion of Bond Counsel, based on existing law and assuming compliance with certain tax covenants of the County, as hereafter defined, interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax. For an explanation of certain tax consequences under federal law which may result from the ownership of the Bonds, see the discussion under the heading "LEGAL MATTERS – Tax Matters" herein. Under existing law, the Bonds and the income therefrom will be exempt from all state, county and municipal taxation in the State of Tennessee, except Tennessee franchise and excise taxes. (See "LEGAL MATTERS -Tax Matters" herein.)
Ratings	Standard and Poor's: "AA+". Moody's: "Aa2". See the section entitled "MISCELLANEOUS - Ratings" for more information.
Municipal Advisor.........................	Cumberland Securities Company, Inc. See the section entitled "MISCELLANEOUS-Municipal Advisor; Related parties; Other" herein.
Underwriter....................................	Citigroup Global Markets, New York, New York.

Bond Counsel	Bass, Berry & Sims PLC, Nashville, Tennessee.
Book-Entry Only	The Bonds will be issued under the Book-Entry-Only System except as otherwise described herein. For additional information, see the section entitled “BASIC DOCUMENTATION - Book-Entry-Only System”
Registration Agent	US Bank National Association, Nashville, Tennessee.
General	The Bonds are being issued in full compliance with applicable provisions of Title 9, Chapter 21, *Tennessee Code Annotated*, as supplemented and revised. See “SECURITIES OFFERED” herein. The Bonds will be issued with CUSIP numbers and delivered through the facilities of The Depository Trust Company, New York, New York.
Disclosure	In accordance with Rule 15c2-12 promulgated under the Securities Exchange Act of 1934 as amended, the County will provide the Municipal Securities Rulemaking Board (the “MSRB”) through the operation of the Electronic Municipal Market Access system (“EMMA”) and the State Information Depository (“SID”), if any, annual financial statements and other pertinent credit or event information, including Comprehensive Annual Financial Reports, see the section entitled “MISCELLANEOUS-Continuing Disclosure.”
Other Information	The information in this *Official Statement* is deemed “final” within the meaning of Rule 15c2-12 promulgated under the Securities Exchange Act of 1934 as of the date which appears on the cover hereof. For more information concerning the County or this *Official Statement,* contact Jim Durrett, County Mayor, Office of the County Mayor 1 Millennium Plaza Clarksville, Tennessee 37040 (865) 457-5400; or the County's Municipal Advisor, Cumberland Securities Company, Inc., Telephone: (865) 922-2663.

GENERAL FUND BALANCES
Summary of Changes In Fund Balances
For the Fiscal Year Ended June 30

	2015	**2016**	**2017**	**2018**	**2019**
Beginning Fund Balance	$20,679,039	$17,195,426	$28,866,987	$30,346,625	$35,073,283
Revenues	63,764,604	80,024,978	78,459,449	83,930,589	86,119,960
Expenditures	67,163,809	68,405,689	76,475,503	78,407,357	86,159,643
Revenues Over Expenditures:	(3,399,205)	11,619,289	1,983,946	5,523,232	(39,683)
Proceeds from Sale of Assets	-	-	-	-	-
Other Loans Issued	-	-	-	-	-
Insurance Recovery	5,565	52,272	134,692	84,426	69,340
Transfers In	-	-	-	-	-
Transfers Out	(89,973)	-	(639,000)	(881,000)	-
Ending Fund Balance	$17,195,426	$28,866,987	$30,346,625	$35,073,283	$35,102,940

Source: Comprehensive Annual Financial Reports of Montgomery County, Tennessee.

$23,500,000

MONTGOMERY COUNTY, TENNESSEE
General Obligation Bonds, Series 2020A

SECURITIES OFFERED

AUTHORITY AND PURPOSE

This OFFICIAL STATEMENT which includes the Summary Statement hereof and appendices hereto, is furnished in connection with the offering by Montgomery County, Tennessee (the "County") of $23,500,000 General Obligation Bonds, Series 2020A (the "Series 2020A Bonds" or the "Bonds").

The Bonds are authorized to be issued pursuant to the provisions of Sections 9-21-101 et. seq., *Tennessee Code Annotated,* and other applicable provisions of law and pursuant to resolutions duly adopted by the Board of Commissioners of the County on January 13, 2020 and February 10, 2020 (collectively the "Resolution").

The Series 2020A Bonds are being issued for the purposes of providing funds to (a) finance, in whole or in part, the (i) acquisition of land for and the acquisition, design, site development, construction, maintenance, repair, renovation, equipping and/or improvement of schools; (ii) improvements to streets, roads and bridges, including but not limited to sidewalks, signage, signalization, related facilities, lighting and drainage improvements; (iii) acquisition, construction and erection of public art; (iv) acquisition of all property, real and personal related to such projects; (v) payment of legal, fiscal, administrative, architectural and engineering costs incident to any or all of the foregoing; and (vi) reimbursement to the appropriate fund of the County for prior expenditures for the foregoing costs; (b) refinance the County's General Obligation Capital Outlay Note, Series 2019, (the "Series 2019 Note") by converting said note to bonds, (c) refinance the County's General Obligation Bonds, Series 2010 (Federally Taxable Build America Bonds – Direct Payment), and (d) pay costs incident to the issuance and sale of such bonds.

REFUNDING PLAN

The County is proposing to issue the Bonds to refinance the County's outstanding General Obligation Bonds, Series 2010 (Federally Taxable Build America Bonds – Direct Payment), dated February 4, 2010, maturing April 1, 2022 and thereafter (the "Series 2010 Bonds"). The Series 2010 Bonds will be called for redemption within 30 days of the closing.

As required by Title 9, Chapter 21, Part 9 of *Tennessee Code Annotated* as supplemented and revised, a plan of refunding (the "Plan") for the Outstanding Debt was submitted to the Director of the Office of State and Local Finance for review, and a report was received thereon.

DESCRIPTION OF THE BONDS

The Bonds will be dated and bear interest from May 15, 2020. Interest on the Bonds will be payable semi-annually on June 1 and December 1, commencing December 1, 2020. The Bonds are issuable in book-entry-only form in $5,000 denominations or integral multiples thereof as shall be requested by each respective registered owner.

The Bonds shall be signed by the County Mayor and shall be attested by the County Clerk. No Bond shall be valid until it has been authorized by the manual signature of an authorized officer or employee of the Registration Agent and the date of the authentication noted thereon.

SECURITY

The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of the principal of, premium, if any, and interest on the Bonds, the full faith and credit of the County are hereby irrevocably pledged.

The County, through its governing body, shall annually levy and collect a tax on all taxable property within the County, in addition to all other taxes authorized by law, sufficient to pay the principal of and interest on the Bonds when due. Principal and interest on the Bonds falling due at any time when there are insufficient funds from such tax shall be paid from the current funds of the County and reimbursement therefore shall be made out of taxes provided by the Resolution when the same shall have been collected. The taxes may be reduced to the extent of direct appropriations from the General Fund of the County to the payment of debt service on the Bonds.

The Bonds are not obligations of the State of Tennessee (the "State") or any political subdivision thereof other than the County.

OPTIONAL REDEMPTION OF THE BONDS

The Bonds maturing June 1, 2029 and thereafter are subject to optional redemption prior to maturity on or after June 1, 2028 at a redemption price of par plus accrued interest.

If less than all the Bonds shall be called for redemption, the maturities to be redeemed shall be designated by the Board of County Commissioners, in its discretion. If less than all the principal amount of the Bonds of a maturity shall be called for redemption, the interests within the maturity to be redeemed shall be selected as follows:

(i) if the Bonds are being held under a Book-Entry System by DTC, or a successor Depository, the amount of the interest of each DTC Participant in the Bonds to be redeemed shall be determined by DTC, or such successor Depository, by lot or such other manner as DTC, or such successor Depository, shall determine; or

(ii) if the Bonds are not being held under a Book-Entry System by DTC, or a successor Depository, the Bonds within the maturity to be redeemed shall be selected by the Registration Agent by lot or such other random manner as the Registration Agent in its discretion shall determine.

NOTICE OF REDEMPTION

Notice of call for redemption shall be given by the Registration Agent on behalf of the County not less than twenty (20) nor more than sixty (60) days prior to the date fixed for redemption by sending an appropriate notice to the registered owners of the Bonds to be redeemed by first-class mail, postage prepaid, at the addresses shown on the Bond registration records of the Registration Agent as of the date of the notice; but neither failure to mail such notice nor any defect in any such notice so mailed shall affect the sufficiency of the proceedings for redemption of any of the Bonds for which proper notice was given. The notice may state that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to affect the redemption with the Registration Agent no later than the redemption date ("Conditional Redemption"). As long as DTC, or a successor Depository, is the registered owner of the Bonds, all redemption notices shall be mailed by the Registration Agent to DTC, or such successor Depository, as the registered owner of the Bonds, as and when above provided, and neither the County nor the Registration Agent shall be responsible for mailing notices of redemption to DTC Participants or Beneficial Owners. Failure of DTC, or any successor Depository, to provide notice to any DTC Participant or Beneficial Owner will not affect the validity of such redemption. The Registration Agent shall mail said notices as and when directed by the County pursuant to written instructions from an authorized representative of the County (other than for a mandatory sinking fund redemption, notices of which shall be given on the dates provided herein) given at least forty-five (45) days prior to the redemption date (unless a shorter notice period shall be satisfactory to the Registration Agent). From and after the redemption date, all Bonds called for redemption shall cease to bear interest if funds are available at the office of the Registration Agent for the payment thereof and if notice has been duly provided as set forth herein. In the case of a Conditional Redemption, the failure of the County to make funds available in part or in whole on or before the redemption date shall not constitute an event of default, and the Registration Agent shall give immediate notice to the Depository or the affected Bondholders that the redemption did not occur and that the Bonds called for redemption and not so paid remain outstanding.

PAYMENT OF BONDS

The Bonds will bear interest from their date or from the most recent interest payment date to which interest has been paid or duly provided for, on the dates provided herein, such interest being computed upon the basis of a 360-day year of twelve 30-day months. Interest on each Bond shall be paid by check or draft of the Registration Agent to the person in whose name such Bond is registered at the close of business on the 15th day of the month next preceding the interest payment date. The principal of and premium, if any, on the Bonds shall be payable in lawful money of the United States of America at the principal corporate trust office of the Registration Agent.

BASIC DOCUMENTATION

REGISTRATION AGENT

The Registration Agent, US Bank National Association, Nashville, Tennessee, its successor or the County will make all interest payments with respect to the Bonds on each interest payment date directly to Cede & Co., as nominee of DTC, the registered owner as shown on the Bond registration records maintained by the Registration Agent, except as follows.

So long as Cede & Co. is the Registered Owner of the Bonds, as nominee of DTC, references herein to the Bondholders, Holders or Registered Owners of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the Bonds. For additional information, see the following section.

BOOK-ENTRY-ONLY SYSTEM

The Registration Agent, its successor or the Issuer will make all interest payments with respect to the Bonds on each interest payment date directly to Cede & Co., as nominee of DTC, the registered owner as shown on the Bond registration records maintained by the Registration Agent as of the close of business on the fifteenth day of the month next preceding the interest payment date (the "Regular Record Date") by check or draft mailed to such owner at its address shown on said Bond registration records, without, except for final payment, the presentation or surrender of such registered Bonds, and all such payments shall discharge the obligations of the Issuer in respect of such Bonds to the extent of the payments so made, except as described above. Payment of principal of the Bonds shall be made upon presentation and surrender of such Bonds to the Registration Agent as the same shall become due and payable.

So long as Cede & Co. is the Registered Owner of the Bonds, as nominee of DTC, references herein to the Bondholders, Holders or Registered Owners of the Bonds shall mean Cede & Co. and shall not mean the Beneficial Owners of the Bonds.

The Bonds, when issued, will be registered in the name of Cede & Co., DTC's partnership nominee, except as described above. When the Bonds are issued, ownership interests will be available to purchasers only through a book entry system maintained by DTC (the "Book-Entry-Only System"). One fully registered bond certificate will be issued for each maturity, in the entire aggregate principal amount of the Bonds and will be deposited with DTC.

DTC and its Participants. DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.5 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry-only transfers and pledges between

Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchase of Ownership Interests. Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each Security ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry-only system for the Bonds is discontinued.

Payments of Principal and Interest. Principal and interest payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from the Registration Agent on the payable date in accordance with their respective holdings shown on DTC's records, unless DTC has reason to believe it will not receive payment on such date. Payments by Direct and Indirect Participants to beneficial owners will be governed by standing instructions and customary practices, as is the case with municipal securities held for the accounts of customers in bearer form or registered in "street name", and will be the responsibility of such Participant and not of DTC, the Issuer or the Registration Agent subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, principal, tender price and interest payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Registration Agent, disbursement of such payments to Direct Participants shall be the responsibility of DTC, and disbursement of such payments to the beneficial owners shall be the responsibility of Direct and Indirect Participants.

Notices. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC's procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Issuer as soon as practicable after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

NONE OF THE ISSUER, THE UNDERWRITER, THE BOND COUNSEL, THE MUNICIPAL ADVISOR OR THE REGISTRATION AGENT WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO SUCH PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES WITH RESPECT TO THE PAYMENT TO, OR THE PROVIDING OF NOTICE FOR, SUCH PARTICIPANTS OR THE PERSONS FOR WHOM THEY ACT AS NOMINEES.

Transfers of Bonds. To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of the Bonds with DTC and their registration in the name of Cede & Co. or such other nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

None of the Issuer, the Bond Counsel, the Registration Agent, the Municipal Advisor or the Underwriter will have any responsibility or obligation, legal or otherwise, to any party other than to the registered owners of any Bond on the registration books of the Registration Agent.

DISCONTINUANCE OF BOOK-ENTRY-ONLY SYSTEM

In the event that (i) DTC determines not to continue to act as securities depository for the Bonds or (ii) to the extent permitted by the rules of DTC, the County determines to discontinue the Book-Entry-Only System, the Book-Entry-Only System shall be discontinued. Upon the occurrence of the event described above, the County will attempt to locate another qualified securities depository, and if no qualified securities depository is available, Bond certificates will be printed and delivered to Beneficial Owners.

No Assurance Regarding DTC Practices. The foregoing information in this section concerning DTC and DTC's book-entry-only system has been obtained from sources that the County believes to be reliable, but the County, the Bond Counsel, the Registration Agent and the Municipal Advisor do not take any responsibility for the accuracy thereof. So long as Cede & Co. is the registered owner of the Bonds as nominee of DTC, references herein to the holders or registered owners of the Bonds will mean Cede & Co. and will not mean the Beneficial Owners of the Bonds. None of the County, the Bond Counsel, the Registration Agent or the Municipal Advisor will have any responsibility or obligation to the Participants, DTC or the persons for whom they act with respect to (i) the accuracy of any records maintained by DTC or by any Direct or Indirect Participant of DTC, (ii) payments or the providing of notice to Direct Participants, the

Indirect Participants or the Beneficial Owners or (iii) any other action taken by DTC or its partnership nominee as owner of the Bonds.

For more information on the duties of the Registration Agent, please refer to the Resolution. Also, please see the section entitled "SECURITIES OFFERED – Redemption."

DISPOSITION OF BOND PROCEEDS

The proceeds of the sale of the Bonds shall be applied by the County as follows:

(a) an amount, which together with investment earnings thereon and other legally available funds of the County, if any, will be sufficient to pay principal of, premium, if any, and interest on the Series 2010 Bonds and the Series 2019 Note until and through the redemption date therefor shall be transferred to the paying agent for the Series 2010 Bonds and the Series 2019 Note to be held to the earliest optional redemption date and used for the payment and retirement of the Series 2010 Bonds and the Series 2019 Note; and

(b) the remainder of the proceeds of the sale of the Bonds shall be deposited with a financial institution regulated by the Federal Deposit Insurance Corporation or similar federal agency in separate special funds to be known as the 2020A Construction Fund (the "Construction Fund") to be kept separate and apart from all other funds of the County. If applicable, the County shall disburse funds in the Construction Fund to pay costs of issuance of the Bonds, including necessary legal, accounting and fiscal expenses, printing, engraving, advertising and similar expenses, administrative and clerical costs, Registration Agent fees, bond insurance premiums, if any, and other necessary miscellaneous expenses incurred in connection with the issuance and sale of the Bonds. Money in the Construction Fund shall be secured in the manner prescribed by applicable statutes relative to the securing of public or trust funds, if any, or, in the absence of such a statute, by a pledge of readily marketable securities having at all times a market value of not less than the amount in said Construction Fund. Money in the Construction Fund shall be expended only for the purposes authorized by the applicable Resolution. Any funds remaining in the Construction Fund after completion of the projects being financed and payment of authorized expenses shall be used to pay principal of and interest on the Bonds. Moneys in the Construction Fund shall be invested by the County Trustee in such investments as shall be permitted by applicable law. Earnings from such investments shall be placed in the Construction Fund, or at the direction of the Accounts and Budgets Director of the County, used to pay debt service on the Bonds, subject to any modifications by the Governing Body.

DISCHARGE AND SATISFACTION OF BONDS

If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in any one or more of the following ways:

1. By paying or causing to be paid, by deposit of sufficient funds as and when required with the Registration Agent, the principal of and interest on such Bonds as and when the same become due and payable;

2. By depositing or causing to be deposited with any trust company or financial institution whose deposits are insured by the Federal Deposit Insurance Corporation or similar federal agency and which has trust powers ("an Agent"; which Agent may be the Registration Agent) in trust or escrow, on or before the date of maturity or redemption, sufficient money or Defeasance Obligations, as hereafter defined, the principal of and interest on which, when due and payable, will provide sufficient moneys to pay or redeem such Bonds and to pay interest thereon when due until the maturity or redemption date (provided, if such Bonds are to be redeemed prior to maturity thereof, proper notice of such redemption shall have been given or adequate provision shall have been made for the giving of such notice); or

3. By delivering such Bonds to the Registration Agent, for cancellation by it;

and if the County shall also pay or cause to be paid all other sums payable hereunder by the County with respect to such Bonds, or make adequate provision therefor, and by resolution of the Governing Body instruct any such Agent to pay amounts when and as required to the Registration Agent for the payment of principal of and interest on such Bonds when due, then and in that case the indebtedness evidenced by such Bonds shall be discharged and satisfied and all covenants, agreements and obligations of the County to the holders of such Bonds shall be fully discharged and satisfied and shall thereupon cease, terminate and become void.

If the County shall pay and discharge the indebtedness evidenced by any of the Bonds in the manner provided in either clause (a) or clause (b) above, then the registered owners thereof shall thereafter be entitled only to payment out of the money or Defeasance Obligations deposited as aforesaid.

Except as otherwise provided in this Section, neither Defeasance Obligations nor moneys deposited with the Registration Agent pursuant to this Section nor principal or interest payments on any such Defeasance Obligations shall be withdrawn or used for any purpose other than, and shall be held in trust for, the payment of the principal and interest on said Bonds; provided that any cash received from such principal or interest payments on such Defeasance Obligations deposited with the Registration Agent, (A) to the extent such cash will not be required at any time for such purpose, shall be paid over to the County as received by the Registration Agent and (B) to the extent such cash will be required for such purpose at a later date, shall, to the extent practicable, be reinvested in Defeasance Obligations maturing at times and in amounts sufficient to pay when due the principal and interest to become due on said Bonds on or prior to such redemption date or maturity date thereof, as the case may be, and interest earned from such reinvestments shall be paid over to the County, as received by the Registration Agent. For these purposes, Defeasance Obligations shall direct obligations of, or obligations, the principal of and interest on which are guaranteed by, the

United States of America, which bonds or other obligations shall not be subject to redemption prior to their maturity other than at the option of the registered owner thereof.

REMEDIES OF BONDHOLDERS

Under Tennessee law, any Bondholder has the right, in addition to all other rights:

(1) By mandamus or other suit, action or proceeding in any court of competent jurisdiction to enforce its rights against the County, including, but not limited to, the right to require the County to assess, levy and collect taxes adequate to carry out any agreement as to, or pledge of, such taxes, fees, rents, tolls, or other charges, and to require the County to carry out any other covenants and agreements, or

(2) By action or suit in equity, to enjoin any acts or things which may be unlawful or a violation of the rights of such Bondholder.

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LEGAL MATTERS

LITIGATION

There are no suits threatened or pending challenging the legality or validity of the Bonds or the right of the County to sell or issue the Bonds.

TAX MATTERS

Federal Tax Matters

General. Bass, Berry & Sims PLC, Nashville, Tennessee, is Bond Counsel for the Bonds. Their opinion under existing law, relying on certain statements by the County and assuming compliance by the County with certain covenants, is that interest on the Bonds:

- is excluded from a bondholder's federal gross income under the Internal Revenue Code of 1986, as amended (the "Code"), and
- is not a preference item for a bondholder under the federal alternative minimum tax.

The Code imposes requirements on the Bonds that the County must continue to meet after the Bonds are issued. These requirements generally involve the way that Bond proceeds must be invested and ultimately used. If the County does not meet these requirements, it is possible that a bondholder may have to include interest on the Bonds in its federal gross income on a retroactive basis to the date of issue. The County has covenanted to do everything necessary to meet these requirements of the Code.

A bondholder who is a particular kind of taxpayer may also have additional tax consequences from owning the Bonds. This is possible if a bondholder is:

- an S corporation,
- a United States branch of a foreign corporation,
- a financial institution,
- a property and casualty or a life insurance company,
- an individual receiving Social Security or railroad retirement benefits,
- an individual claiming the earned income credit or
- a borrower of money to purchase or carry the Bonds.

If a bondholder is in any of these categories, it should consult its tax advisor.

Bond Counsel is not responsible for updating its opinion in the future. It is possible that future events or changes in applicable law could change the tax treatment of the interest on the Bonds or affect the market price of the Bonds. See also the section "CHANGES IN FEDERAL AND STATE TAX LAW" below.

Bond Counsel expresses no opinion on the effect of any action taken or not taken in reliance upon an opinion of other counsel on the federal income tax treatment of interest on the Bonds, or under State, local or foreign tax law.

Bond Premium. If a bondholder purchases a Bond for a price that is more than the principal amount, generally the excess is "bond premium" on that Bond. The tax accounting treatment of bond premium is complex. It is amortized over time and as it is amortized a bondholder's tax basis in that Bond will be reduced. The holder of a Bond that is callable before its stated maturity date may be required to amortize the premium over a shorter period, resulting in a lower yield on such Bonds. A bondholder in certain circumstances may realize a taxable gain upon the sale of a Bond with bond premium, even though the Bond is sold for an amount less than or equal to the owner's original cost. If a bondholder owns any Bonds with bond premium, it should consult its tax advisor regarding the tax accounting treatment of bond premium.

Original Issue Discount. A Bond will have "original issue discount" if the price paid by the original purchaser of such Bond is less than the principal amount of such Bond. Bond Counsel's opinion is that any original issue discount on these Bonds as it accrues is excluded from a bondholder's federal gross income under the Internal Revenue Code. The tax accounting treatment of original issue discount is complex. It accrues on an actuarial basis and as it accrues a bondholder's tax basis in these Bonds will be increased. If a bondholder owns one of these Bonds, it should consult its tax advisor regarding the tax treatment of original issue discount

Information Reporting and Backup Withholding. Information reporting requirements apply to interest on tax-exempt obligations, including the Bonds. In general, such requirements are satisfied if the interest recipient completes, and provides the payor with a Form W-9, "Request for Taxpayer Identification Number and Certification," or if the recipient is one of a limited class of exempt recipients. A recipient not otherwise exempt from information reporting who fails to satisfy the information reporting requirements will be subject to "backup withholding," which means that the payor is required to deduct and withhold a tax from the interest payment, calculated in the manner set forth in the Code. For the foregoing purpose, a "payor" generally refers to the person or entity from whom a recipient receives its payments of interest or who collects such payments on behalf of the recipient.

If an owner purchasing a Bond through a brokerage account has executed a Form W-9 in connection with the establishment of such account, as generally can be expected, no backup withholding should occur. In any event, backup withholding does not affect the excludability of the interest on the Bonds from gross income for Federal income tax purposes. Any amounts withheld pursuant to backup withholding would be allowed as a refund or a credit against the owner's Federal income tax once the required information is furnished to the Internal Revenue Service.

State Taxes

Under existing law, the Bonds and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) Tennessee excise taxes on interest on the Bonds during the period the Bonds are held or beneficially owned by any organization or entity, or other than a sole proprietorship or general partnership doing business in the State of Tennessee, and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the

Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee.

CHANGES IN FEDERAL AND STATE TAX LAW

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further, such proposals may impact the marketability or market value of the Bonds simply by being proposed. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted it would apply to bonds issued prior to enactment. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby. Purchasers of the Bonds should consult their tax advisors regarding any pending or proposed legislation, regulatory initiatives or litigation. The opinions expressed by Bond Counsel are based upon existing legislation and regulations as interpreted by relevant judicial and regulatory authorities as of the date of issuance and delivery of the Bonds, and Bond Counsel has expressed no opinion as of any date subsequent thereto or with respect to any proposed or pending legislation, regulatory initiatives or litigation.

Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

CLOSING CERTIFICATES

Upon delivery of the Bonds, the County will execute in a form satisfactory to Bond Counsel, certain closing certificates including the following: (i) a certificate as to the *Official Statement*, in final form, signed by the County Mayor acting in his official capacity to the effect that to the best of his knowledge and belief, and after reasonable investigation, (a) neither the *Official Statement*, in final form, nor any amendment or supplement thereto, contains any untrue statements of material fact or omits to state any material fact necessary to make statements therein, in light of the circumstances in which they are made, misleading, (b) since the date of the *Official Statement*, in final form, no event has occurred which should have been set forth in such a memo or supplement, (c) there has been no material adverse change in the operation or the affairs of the County since the date of the *Official Statement,* in final form, and having attached thereto a copy of the *Official Statement*, in final form, and (d) there is no litigation of any nature pending or threatened seeking to restrain the issuance, sale, execution and delivery of the Bonds, or contesting the validity of the Bonds or any proceeding taken pursuant to which the Bonds were authorized; (ii) certificates as to the delivery and payment, signed by the County Mayor acting in his official capacity, evidencing delivery of and payment for the Bonds; (iii) a signature identification and incumbency certificate, signed by the County Mayor and County Clerk acting in their official capacities certifying as to the due execution of the Bonds; and, (iv) a Continuing Disclosure Certificate regarding certain covenants of the County concerning the preparation and distribution of certain annual financial information and notification of certain material events, if any.

APPROVAL OF LEGAL PROCEEDINGS

Certain legal matters relating to the authorization and the validity of the Bonds are subject to the approval of Bass, Berry & Sims PLC, Nashville, Tennessee, Bond Counsel. Bond Counsel has not prepared the *Preliminary Official Statement* or the *Official Statement*, in final form, or verified their accuracy, completeness or fairness. Accordingly, Bond Counsel expresses no opinion of any kind concerning the *Preliminary Official Statement* or *Official Statement*, in final form, except for the information in the section entitled "LEGAL MATTERS - Tax Matters." The opinion of Bond Counsel will be limited to matters relating to authorization and validity of the Bonds and to the tax-exemption of interest on the Bonds under present federal income tax laws, both as described above. The legal opinion will be delivered with the Bonds and the form of the opinion is included in APPENDIX A. For additional information, see the section entitled "MISCELLANEOUS – "Competitive Public Sale", "Additional Information" and "Continuing Disclosure."

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MISCELLANEOUS

RATINGS

S&P Global Ratings ("S&P") has given the Bonds the ratings of "AA+" to the Bonds. Moody's Investor Services, Inc ("Moody's") has given the Bonds the ratings of "Aa2" to the Bonds. Such ratings reflect only the views of such organizations and explanations of the significance of such ratings should be obtained from such agencies.

There is no assurance that such ratings will continue for any given period of time or that the ratings may not be suspended, lowered or withdrawn entirely by S&P and Moody's, if circumstances so warrant. Due to the ongoing uncertainty regarding the economy of the United States of America, including, without limitation, matters such as the future political uncertainty regarding the United States debt limit, obligations issued by state and local governments, such as the Bonds, could be subject to a ratings downgrade. Additionally, if a significant default or other financial crisis should occur in the affairs of the United States or of any of its agencies or political subdivisions, then such event could also adversely affect the market for and ratings, liquidity, and market value of outstanding debt obligations, including the Bonds. Any such downward change in or withdrawal of either of the ratings may have an adverse effect on the secondary market price of the Bonds.

Any explanation of the significance of the ratings may be obtained only from S&P and Moody's.

COMPETITIVE PUBLIC SALE

The Bonds were offered for sale at competitive public bidding on April 21, 2020. Details concerning the public sale were provided to potential bidders and others in the *Preliminary Official Statement* that was dated April 13, 2020.

The successful bidder for the Series 2020A Bonds was an account led by Citigroup Global Markets, New York, New York (the "Underwriters") who contracted with the County, subject to the conditions set forth in the Official Notice of Sale and Bid Form to purchase the Series 2020A Bonds at a purchase price of $27,084,676.15 (consisting of the par amount of the Bonds, plus an original issue premium of $3,666,926.15 and less an underwriter's discount of $82,250.00) or 115.253941% of par.

MUNICIPAL ADVISOR; RELATED PARTIES; OTHER

Municipal Advisor. Cumberland Securities Company, Inc., has served as municipal advisor (the "Municipal Advisor") to the County for purposes of assisting with the development and implementation of a bond structure in connection with the issuance of the Bonds. The Municipal Advisor has not been engaged by the County to compile, create, or interpret any information in the PRELIMINARY OFFICIAL STATEMENT and OFFICIAL STATEMENT relating to the County, including without limitation any of the County's financial and operating data, whether historical or projected. Any information contained in the PRELIMINARY OFFICIAL STATEMENT and OFFICIAL STATEMENT concerning the County, any of its affiliates or contractors and any outside parties has not been independently verified by the Municipal Advisor, and inclusion of such information is not, and should not be construed as, a representation by the Municipal Advisor as to its accuracy or completeness or otherwise. The Municipal Advisor is not a public accounting firm and has not been engaged by the County to review or audit any information in the PRELIMINARY OFFICIAL STATEMENT and OFFICIAL STATEMENT in accordance with accounting standards.

US Bank National Association. U.S. Bank National Association (the "Bank") provides, among other services, commercial banking, investments and corporate trust services to private parties and to State and local jurisdictions, including serving as registration, paying agent or filing agent related to debt offerings. The Bank will receive compensation for its role in serving as Registration and Paying Agent for the Bonds. In instances where the Bank serves the County in other normal commercial banking capacities, it will be compensated separately for such services.

Official Statement. Certain information relative to the location, economy and finances of the Issuer is found in the *Preliminary Official Statement*, in final form and the *Official Statement*, in final form. Except where otherwise indicated, all information contained in this Official Statement has been provided by the Issuer. The information set forth herein has been obtained by the Issuer from sources which are believed to be reliable but is not guaranteed as to accuracy or completeness by, and is not to be construed as a representation of, the Municipal Advisor or the Underwriter. The information contained herein is subject to change without notice, and neither the delivery of this Official Statement nor any sale made hereunder shall under any circumstances create an implication that there has been no change in the affairs of the Issuer, or the other matters described herein since the date hereof or the earlier dates set forth herein as of which certain information contained herein is given.

Cumberland Securities Company, Inc. distributed the *Preliminary Official Statement*, in final form, and the *Official Statement*, in final form on behalf of the County and will be compensated and/or reimbursed for such distribution and other such services.

Bond Counsel. From time to time, Bass, Berry & Sims PLC has represented the Bank on legal matters unrelated to the County and may do so again in the future.

Other. Among other services, Cumberland Securities Company, Inc. and the Bank may also assist local jurisdictions in the investment of idle funds and may serve in various other capacities, including Cumberland Securities Company's role as serving as the County's Dissemination Agent. If the County chooses to use one or more of these other services provided by Cumberland Securities Company, Inc. including Dissemination Agent and/or the Bank, then Cumberland Securities Company, Inc. and/or the Bank may be entitled to separate compensation for the performance of such services.

ADDITIONAL DEBT

The County has authorized additional debt in the amount not to exceed $130,700,000 for the design, site development, construction, improvement, acquisition and equipping of public buildings and facilities for and in connection with a multi-purpose event center. Moreover, the County has ongoing needs that may or may not require the issuance of additional debt.

DEBT LIMITATIONS

Pursuant to Title 9, Chapter 21, *Tennessee Code Annotated*, as amended, there is no limit on the amount of bonds that may be issued when the County uses the statutory authority granted therein to issue bonds. (see "DEBT STRUCTURE - Indebtedness and Debt Ratios" for additional information.)

DEBT RECORD

There is no record of a default on principal and interest payments by the County from information available. Additionally, no agreements or legal proceedings of the County relating to securities have been declared invalid or unenforceable.

CONTINUING DISCLOSURE

The County will at the time the Bonds are delivered execute a Continuing Disclosure Certificate under which it will covenant for the benefit of holders and beneficial owners of the Bonds to provide certain financial information and operating data relating to the County by not later than twelve months after the end of each fiscal year commencing with the fiscal year ending June 30, 2020 (the "Annual Report"), and to provide notice of the occurrence of certain significant events not later than ten business days after the occurrence of the events and timely notice of failure to provide any required financial information of the County. The Annual Report (and audited financial statements if filed separately) and notices described above will be filed by the County with the Municipal Securities Rulemaking Board ("MSRB") at www.emma.msrb.org and with any State Information Depository which may be established in Tennessee (the "SID"). The specific nature of the information to be contained in the Annual Report or the notices of events is summarized below. These covenants have been made in order to assist the Underwriters in complying with Securities Exchange Act Rule 15c2-12(b), as it may be amended from time to time (the "Rule 15c2-12").

Five-Year History of Filing. While it is believed that all appropriate filings were made with respect to the ratings of the County's outstanding bond issues, some of which were insured by the various municipal bond insurance companies, no absolute assurance can be made that all such rating changes of such bonds or various insurance companies which insured some transaction were made or made in a timely manner as required by Rule 15c2-12. The County does not deem any of the forgoing omissions to be material, and therefore, in the judgment of the County, for the past five years, the County has complied in all material respects with its existing continuing disclosure agreements in accordance with Rule 15c2-12.

Content of Annual Report. The County's Annual Report shall contain or incorporate by reference the General Purpose Financial Statements of the County for the fiscal year, prepared in accordance with generally accepted accounting principles, provided, however, if the County's audited financial statements are not available by the time the Annual Report is required to be filed, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained herein, and the audited financial statements shall be filed when available. The Annual Report shall also include in a similar format the following information included in APPENDIX B entitled "SUPPLEMENTAL INFORMATION STATEMENT."

1. Summary of bonded indebtedness as of the end of such fiscal year as shown on page B-18;

2. The indebtedness and debt ratio as of the end of such fiscal year, together with information about the property tax base as shown on pages B-19 through B-22;

3. Information about the bonded debt service requirements as shown on page B-23 through B-26;

4. The fund balances, net assets and retained earnings for the fiscal year as shown on page B-28;

5. Summary of revenues, expenditures and changes in fund balances - general fund for the fiscal year as shown on page B-29;

6. The estimated assessed value of property in the County for the tax year ending in such fiscal year and the total estimated actual value of all taxable property for such year as shown on page B-35;

7. Property tax rates and tax collections of the County for the tax year ending in such fiscal year as well as the uncollected balance for such fiscal year as shown on page B-35; and

8. The ten largest taxpayers as shown on page B-36.

Any or all of the items above may be incorporated by reference from other documents, including Official Statements in final form for debt issues of the County or related public entities, which have been submitted to the MSRB or the Securities and Exchange Commission. If the document incorporated by reference is a final Official Statement, in final form, it will be available from the Municipal Securities Rulemaking Board. The County shall clearly identify each such other document so incorporated by reference.

Reporting of Significant Events. The County will file notice regarding material events with the MSRB and the SID, if any, as follows:

1. Upon the occurrence of a Listed Event (as defined in (3) below), the County shall in a timely manner, but in no event more than ten (10) business days after the occurrence of such event, file a notice of such occurrence with the MSRB and SID, if any.

2. For Listed Events where notice is only required upon a determination that such event would be material under applicable Federal securities laws, the County shall determine the materiality of such event as soon as possible after learning of its occurrence.

3. The following are the Listed Events:

   a. Principal and interest payment delinquencies;

   b. Non-payment related defaults, if material;

   c. Unscheduled draws on debt service reserves reflecting financial difficulties;

   d. Unscheduled draws on credit enhancements reflecting financial difficulties;

   e. Substitution of credit or liquidity providers, or their failure to perform;

   f. Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds or other material events affecting the tax status of the Bonds;

   g. Modifications to rights of Bondholders, if material;

   h. Bond calls, if material, and tender offers;

   i. Defeasances;

   j. Release, substitution, or sale of property securing repayment of the securities, if material;

   k. Rating changes;

   l. Bankruptcy, insolvency, receivership or similar event of the obligated person;

   m. The consummation of a merger, consolidation or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

   n. Appointment of a successor or additional trustee or the change of name of a trustee, if material;

   o. Incurrence of a financial obligation (which includes a debt obligation, or a derivative instrument entered into connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, or a guarantee of debt obligation or derivative instrument) of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the County, any of which affect security holders, if material; and

p. Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation (as described above) of the County, any of which reflect financial difficulties.

Termination of Reporting Obligation. The County's obligations under the Disclosure Certificate shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds.

Amendment; Waiver. Notwithstanding any other provision of the Disclosure Certificate, the County may amend the Disclosure Certificate, and any provision of the Disclosure Certificate may be waived, provided that the following conditions are satisfied:

(a) If the amendment or waiver relates to the provisions concerning the Annual Report and Reporting of Significant Events it may only be made in connection with a change in circumstances that arises from a change in legal requirements, change in law, or change in the identity, nature or status of an obligated person with respect to the Bonds, or the type of business conducted;

(b) The undertaking, as amended or taking into account such waiver, would, in the opinion of nationally recognized bond counsel, have complied with the requirements of the Rule at the time of the original issuance of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any change in circumstances; and

(c) The amendment or waiver does not, in the opinion of nationally recognized bond counsel, materially impair the interests of the Holders or beneficial owners of the Bonds.

In the event of any amendment or waiver of a provision of the Disclosure Certificate, the County shall describe such amendment in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or, in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the County. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (i) notice of such change shall be given, and (ii) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Default. In the event of a failure of the County to comply with any provision of the Disclosure Certificate, any Bondholder or any beneficial owner may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the County to comply with its obligations under the Disclosure Certificate. A default under the Disclosure Certificate shall not be deemed an event of default, if any, under the Resolution, and the sole remedy under the Disclosure Certificate in the event of any failure of the County to comply with the Disclosure Certificate shall be an action to compel performance.

BONDHOLDER RISK - COVID-19

The world-wide outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, has spread to several counties and cities in the State of Tennessee, including the Issuer and is considered by the World Health Organization to be a Public Health Emergency of International Concern. The spread of COVID-19 has led to quarantine and other “social distancing” measures in affected regions. While effects of COVID-19 on the Issuer may be temporary, the virus has affected travel, commerce and financial markets across the world. Additionally, U.S. and global stock markets have recently experienced significant volatility and overall declines that have attributed to COVID-19 concerns.

The Issuer is unable to predict: (i) the extent or duration of the COVID-19 outbreak or any other epidemic or pandemic; (ii) the extent or duration of existing and additional quarantines, travel restrictions or other measures relating to COVID-19 or any other epidemic or pandemic; or (iii) whether and to what extent the COVID-19 outbreak or any other epidemic or pandemic may disrupt the local or global economy, manufacturing or the supply chain or whether any such disruption may adversely affect the operations of the Issuer. Given the evolving nature of the spread of the virus and the behavior of governments, businesses and individuals in response thereto, the Issuer cannot accurately predict the magnitude of the impact of COVID-19 on the Issuer and its financial condition. The Issuer is proactively taking steps to mitigate the spread of COVID-19 and to preserve effective staffing for all essential Issuer operations.

The Issuer relies in part on the collection of tax revenues generated from commercial activity, such as sales taxes and business taxes. As long as quarantine and other "social distancing" measures remain in place, the Issuer expects that these tax revenues will be adversely impacted.

ADDITIONAL INFORMATION

Use of the words "shall," "must," or "will" in this Official Statement in summaries of documents or laws to describe future events or continuing obligations is not intended as a representation that such event will occur or obligation will be fulfilled but only that the document or law contemplates or requires such event to occur or obligation to be fulfilled.

Any statements made in this Official Statement involving estimates or matters of opinion, whether or not so expressly stated, are set forth as such and not as representations of fact, and no representation is made that any of the estimates or matters of opinion will be realized. Neither this Official Statement nor any statement which may have been made orally or in writing is to be construed as a contract with the owners of the Bonds.

The references, excerpts and summaries contained herein of certain provisions of the laws of the State of Tennessee, and any documents referred to herein, do not purport to be complete statements of the provisions of such laws or documents, and reference should be made to the complete provisions thereof for a full and complete statement of all matters of fact relating to the Bonds, the security for the payment of the Bonds, and the rights of the holders thereof.

The PRELIMINARY OFFICIAL STATEMENT and OFFICIAL STATEMENT, in final form, and any advertisement of the Bonds, is not to be construed as a contract or agreement between the County and the purchasers of any of the Bonds. Any statements or information printed in this PRELIMINARY OFFICIAL STATEMENT or the OFFICIAL STATEMENT, in final form, involving matters of opinions or of estimates, whether or not expressly so identified, is intended merely as such and not as representation of fact.

The County has deemed this OFFICIAL STATEMENT as "final" as of its date within the meaning of Rule 15c2-12 except for the omission of certain pricing information allowed to be omitted pursuant to Rule 15c2-12.

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CERTIFICATION OF THE COUNTY

On behalf of the County, we hereby certify that to the best of our knowledge and belief, the information contained herein as of this date is true and correct in all material respects, and does not contain an untrue statement of material fact or omit to state a material fact required to be stated where necessary to make the statement made, in light of the circumstance under which they were made, not misleading.

/s/ Jim Durrett
County Mayor

ATTEST:

/s/ Kellie Jackson
County Clerk

APPENDIX A

LEGAL OPINION

150 Third Avenue South, Suite 2800
Nashville, TN 37201
(615) 742-6200

May 15, 2020

Board of County Commissioners
of Montgomery County, Tennessee
Clarksville, Tennessee

Citigroup Global Markets
New York, New York

Ladies and Gentlemen:

We have acted as bond counsel to Montgomery County, Tennessee (the "Issuer") in connection with the issuance of its $23,500,000 General Obligation Bonds, Series 2020, dated the date hereof (the “Bonds”). We have examined the law and such certified proceedings and other papers as we deemed necessary to render this opinion.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify such facts by independent investigation.

Based on our examination, we are of the opinion, as of the date hereof, as follows:

1. The Bonds have been duly authorized, executed and issued in accordance with the constitution and laws of the State of Tennessee and constitute valid and binding general obligations of the Issuer.

2. The resolutions of the Board of County Commissioners of the Issuer authorizing the Bonds have been duly and lawfully adopted, are in full force and effect and are valid and binding agreements of the Issuer enforceable in accordance with their terms.

3. The Bonds shall be payable from unlimited ad valorem taxes to be levied on all taxable property within the County. For the prompt payment of principal of and interest on the Bonds, the County has irrevocably pledged its full faith and credit.

4. Interest on the Bonds is excluded from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals under the Internal Revenue Code of 1986, as amended (the “Code”). The opinion set forth in the preceding sentence is subject to the condition that the Issuer comply with all requirements of the Code, that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excluded from gross income for federal income tax purposes. Failure to comply with certain of such requirements could cause interest on the Bonds to be so included in gross income retroactive to the date of issuance of the Bonds. The Issuer has covenanted to comply with all such requirements. Except as set forth in this Paragraph 4, we express no opinion regarding other federal tax consequences arising with respect to the Bonds.

5. Under existing law, the Bonds and the income therefrom are exempt from all present state, county and municipal taxes in Tennessee except (a) Tennessee excise taxes on all or a portion of

the interest on any of the Bonds during the period such Bonds are held or beneficially owned by any organization or entity, other than a sole proprietorship or general partnership, doing business in the State of Tennessee and (b) Tennessee franchise taxes by reason of the inclusion of the book value of the Bonds in the Tennessee franchise tax base of any organization or entity, other than a sole proprietorship or general partnership doing business in the State of Tennessee.

It is to be understood that the rights of the owners of the Bonds and the enforceability of the Bonds and the resolutions authorizing the Bonds may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted and that their enforcement may be subject to the exercise of judicial discretion in accordance with general principles of equity.

We express no opinion herein as to the accuracy, adequacy or completeness of the Official Statement relating to the Bonds.

This opinion is given as of the date hereof, and we assume no obligation to update or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur.

Very truly yours,

Bass Berry & Sims PLC

APPENDIX B

MONTGOMERY COUNTY, TENNESSEE

SUPPLEMENTAL INFORMATION STATEMENT

GENERAL INFORMATION

LOCATION

Montgomery County (the "County") lies in the central portion of the State of Tennessee. The City of Clarksville (the "City") serves as the county seat. Approximate land area of the County measures 539 square miles. The County is bordered to the north by the Kentucky State Line. Robertson and Cheatham Counties provide the County's eastern border, while Dickson and Houston Counties makes up the County's southern border. To the west, the County is bordered by Stewart County. The City is located 45 miles southeast of Nashville. The population according to the 2010 U.S. Census for the County was 172,331 and the City was 132,929.

GENERAL

The County is part of the Clarksville, TN-KY Metropolitan Statistical Area (the "MSA"), which includes Montgomery and Stewart Counties with a Hopkinsville, Kentucky Portion. According to the 2010 US Census the MSA had a population of 268,838. The County is the seventh largest county in the state and the regional hub for seven counties in Tennessee and Kentucky.

Fort Campbell Army Military Base lies along the Tennessee - Kentucky line and has about 85% of the base being located in the County. It is by far the largest employer in the area with a large number of the employees residing in the County. The site includes 106,700 acres located in four counties - Montgomery and Stewart in Tennessee and Christian and Trigg in Kentucky. The base is one of the largest in the world.

Fort Campbell is home to the only Air Assault Division in the world, the 101st Airborne Division. It is also the home of two prestigious Special Operations Command units, the 5th Special Forces Group and the 160th Special Operations Aviation Regiment. Fort Campbell provides training and mobilization support for numerous Army National Guard and Army Reserve units. Fort Campbell is an Army installation that supports active and reserve component units, Army civilians, Army families, retirees and veterans. Constructed in 1941, Fort Campbell supports the fifth largest military population in the Army and the seventh largest in the Department of Defense. (See "RECENT DEVELOPMENTS" herein for information regarding potential significant Base reduction.)

TRANSPORTATION

Transportation for the County is provided by a variety of sources. The County is served by Interstate 24, U.S. Highways 79 and 41A, and State Highways 12, 13, 48, 76, 112, 149, 374, 236 and 237. Fifty-one motor freight carriers maintain routes throughout the County. R.J. Corman Railroad (shortline) and CSX Transportation (mainline) provide the County's rail services. The nearest port facility is 45 miles away in Nashville on the Cumberland River.

Private air service is provided by the Clarksville Regional Airport about 8 miles from Clarksville which has a 6,000-foot runway and a 4,004-foot runway (see "RECENT

DEVELOPMENTS" for information on a new expansion). The closest full-service commercial airport is located 55 miles away at the Nashville International Airport.

EDUCATION

Public School System. The *Montgomery County School System* serves the County with thirty-eight total schools, which include twenty-three elementary schools, seven middle schools and six high schools. The fall 2018 enrollment was 34,946 students with 1,966 teachers. Austin Peay State University also operates the Middle College within the school system, which helps engage students who find it difficult in traditional high school programs.

Source: Tennessee Department of Education.

Private Schools. There are five private schools in the County that offer a choice for parents seeking an alternative to the traditional public school system: *Clarksville Academy, Clarksville Christian School, Immaculate Conception School, Montgomery Christian Academy* and *Tabernacle Christian School*.

Higher Education. There are several places of higher education located within the County. In addition to the colleges listed below, there is also the *Daymar Institute - Clarksville, Miller-Motte Technical College - Clarksville, North Central Institute, Tennessee Rehabilitation Center* and *Troy University – Clarksville* all located in Clarksville.

Austin Peay State University is located in Clarksville, Tennessee, on an 180-year-old campus. The campus has 80 buildings on 168 acres and has held five colleges in its history. Austin Peay, founded in 1927 in Montgomery County, is named after former Tennessee Governor Austin Peay, a Clarksville native. The school is a four-year public, masters level university offering over 57 majors and 91 different concentrations. APSU is the fastest-growing university in Tennessee, with a 30 percent enrollment increase since 2000. The fall 2018 enrollment was 11,058 students. There is an Army Education Center at the Fort Campbell Army Base outside of Clarksville that serves the military community through complete academic programs.

Source: Austin Peay State University.

Bethel College is a private, four-year liberal arts institution founded by the Cumberland Presbyterian Church. Bethel was founded in 1842 and the 100-acre campus is located in McKenzie, Tennessee. Bethel University is accredited by the Southern Association of Colleges and Schools Commission on Colleges to award associate, baccalaureate, and master's degrees. The enrollment is about 7,600. There are satellite campuses located in Jackson, Clarksville, Nashville, Chattanooga, Memphis and Paris.

The Bethel University Master of Science in Physician Assistant Studies program (which is a face-to-face program) was also recently recognized as one of the top 6 programs in the nation for employment in rural settings. And the Bethel nursing program (face-to-face) recently garnered a 100 percent pass rate on the NCLEX, the examination that determines the readiness of nursing graduates.

Source: Bethel College.

Nashville State Technical Community College Clarksville Campus is located in Nashville, Tennessee and was founded in 1970. Fall 2018 enrollment was 8,337. Nashville State shares a 109-acre campus with the Tennessee Technology Center at Nashville. The Nashville State facilities include 239,000 square feet of space for classrooms, labs, offices, student services, and a library. Nashville State offers 49 degree programs and 12 certificate programs. In addition, Nashville State offers continuing education courses ranging from technical skills to management training and programs providing training in such areas as computer-aided drafting and office technology. The College serves an area comprised of Davidson, Putnam, Cheatham, Dickson, Houston, Humphreys, Montgomery and Stewart Counties, and the Upper Cumberland region. There are five satellite campuses: Clarksville, Cookeville, Humphreys County, Dickson and Southeast Nashville.

Source: Nashville State Community College.

The Tennessee College of Applied Technology at Dickson Campus (the "TCAT-D") is part of a statewide system of 26 vocational-technical schools. The TCAT-D meets a Tennessee mandate that no resident is more than 50 miles from a vocational-technical shop. The institution's primary purpose is to meet the occupational and technical training needs of the citizens including employees of existing and prospective businesses and industries in the region. The TCAT-D serves the south-central region of the state including Dickson, Montgomery, Williamson, Houston and Humphreys Counties. The TCAT-D began operations in 1968, and the main campus is located in Dickson County. Fall 2017 enrollment was 1,112 students. There are three satellite campuses located in Clarksville, Franklin and Waverly, Tennessee

Source: Tennessee College of Applied Technology at Dickson.

MEDICAL FACILITIES

Tennova Healthcare. Tennova Healthcare, the former Gateway Medical Center, is located in Clarksville and is a fully accredited 270-bed, acute care facility offering a range of services including emergency, cardiology, cancer care, surgery, pediatrics, neonatal intensive care, and rehabilitation. About 150 physicians support the community with over 30 specialties and sub-specialties. Tennova Healthcare is afflicted with Community Health Systems (the "CHS") which is one of the nation's leading operators of general acute care hospitals based in Brentwood, TN. CHS is one of the nation's leading operators of general acute care hospitals based in Brentwood, TN. The organization's affiliates own, operate or lease 127 hospitals in 20 states with approximately 21,000 licensed beds. There are sixteen CHS hospitals in Tennessee.

Source: The Leaf-Chronicle.

MANUFACTURING AND COMMERCE

The Clarksville MSA was ranked 19th in the nation for fastest job growth in 2016. A report released from 24/7 Wall St, LLC, a Delaware-based financial news company, studied employment and job growth from October 2015 to October 2016 for 387 metro areas and announced the top 25 U.S. cities. The Clarksville MSA added more than 4,700 jobs, an increase of 4.61%, with total jobs at 106,811 in October 2016.

Source: The Clarksville Montgomery County Industrial Development Board.

Aspire Clarksville Foundation. Aspire Clarksville was developed by area leaders as a focused economic development effort to recruit new businesses and work closely with existing businesses to meet current and future expansion needs. The Internal Revenue Service officially granted the Foundation its 501(c)(3) designation, which has enabled the Foundation to be considered for grants that it would not have otherwise been able to apply for.

Industrial Development Parks. There are two main industrial development parks within the County. The newest park is Montgomery County's Corporate Business Park North. It has 833 acres available for development that was from a 2014 land donation by Hemlock Semiconductor. Clarksville-Montgomery County Corporate Business Park South is certified "Deal Ready" on about 840 acres. The entrance less than one-half mile from Interstate 24 and fully served by industrial quality electric, natural gas, water, and wastewater infrastructure. The new Hankook Tire facility finished construction there in 2017. See "RECENT DEVELOPMENTS" for more information on the facilities at the parks.

Fort Campbell Army Military Base. Of all four counties surrounding the base in both states, Montgomery County receives most of the economic impact of Fort Campbell. Fort Campbell is a city within itself, having six elementary schools, two middle schools, and one high school with a total enrollment of over 5,000 students. The Base also has a bowling alley, PX Mall, horseback riding, commissary, pools and a library. Blanchfield Army Community Hospital is a 66-bed facility and provides health care for the soldiers, eligible retirees and their family members at the Base. (See "RECENT DEVELOPMENTS" herein for information regarding potential significant Base reduction.)

The Center for Economic Research in Tennessee (the "CERT") estimates that for Fiscal Year 2016 the base supported a total of 58,411 Tennessee jobs, as well as 29,479 indirect and induced jobs that have been created in the region. The CERT also estimated that for Fiscal Year 2016 the base and its employees supported $5.2 billion in earnings and $10.1 billion in total economic output. Fort Campbell supports approximately 68,000 veterans in the both Tennessee and Kentucky with the majority living in Tennessee. Military retirees living in the state earn $1.5 billion in retirement benefits each year.

Source: Tennessee Department of Economic & Community Development - 2019.

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The following is a list of the major employers in the County:

Major Employers in Montgomery County

Company	Product	Employment
Fort Campbell Military Base*	Military	26,118
Montgomery County School System	Education	4,000
City of Clarksville	Government	1,464
Wal-Mart Supercenter	Retail	1,363
Tennova Healthcare	Healthcare	1,150
Trane US, Inc.	Air Conditioning/Heating Units	1,100
Hankook	Tires	1,000
Austin Peay State University	Education	860
Montgomery County Government	Government	850
Jostens, Print & Publish Div.	Yearbooks/Commercial Printing	820
Agero	Call Center	750
Convergy’s	Manufacturing	600
Akebono	Automotive	500
Bridgestone Metalpha USA,Inc.	Steel Cord	403
Hendrickson Trailer Suspension Sys.	Tractor Trailer Air-ride	415
Florim USA	Ceramic/Porcelain Tile	329
Nyrstar	Zinc refining	329
Progressive Directions, Inc.	Mental Health Services	300
Premier Medical Group	Healthcare	300
YMCA	Gym	300
Lowe’s	Retail	250
F&M Bank	Bank	250
Cumberland Electric Membership Corp.	Public Utility	227
Letica Corporation	Plastic Cups	225
Asercare Hospice	Healthcare	222
Centerstone	Behavioral Health Services	184
CDE Lightband	Public Utility	175
Spear USA	Metalized Paper Labels	172

** Fort Campbell employs 5,316 civilians.*
Source: The Middle Tennessee Industrial Development, the City of Clarksville 2019 CAFR and 2019 Tennessee Department of Economic & Community Development.

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EMPLOYMENT INFORMATION

For the month of September 2019, the unemployment rate for Montgomery County stood at 3.5% with 84,532 persons employed out of a labor force of 87,592. The Clarksville, TN-KY MSA's unemployment for September 2019 was at 3.8% with 114,535 persons employed out of a labor force of 119,117.

Unemployment

	Annual Average **2014**	Annual Average **2015**	Annual Average **2016**	Annual Average **2017**	Annual Average **2018**
National	6.2%	5.3%	4.9%	4.4%	4.0%
Tennessee	6.6%	5.6%	4.7%	3.8%	3.5%
Montgomery County	**6.7%**	**5.8%**	**5.1%**	**4.1%**	**3.8%**
Index vs. National	108	109	104	93	95
Index vs. State	102	104	109	108	109
Clarksville, TN-KY MSA	**6.9%**	**5.9%**	**5.4%**	**4.7%**	**4.2%**
Index vs. National	111	111	110	107	105
Index vs. State	105	105	115	124	120

Source: Tennessee Department of Employment Security, CPS Labor Force Estimates Summary.

ECONOMIC DATA

Per Capita Personal Income

	2013	**2014**	**2015**	**2016**	**2017**
National	$44,826	$47,025	$48,940	$49,831	$51,640
Tennessee	$39,549	$40,977	$42,810	$43,932	$45,517
Montgomery County	**$39,540**	**$39,156**	**$39,818**	**$39,784**	**$40,633**
Index vs. National	88	83	81	80	79
Index vs. State	100	96	93	91	89
Clarksville, TN-KY MSA	**$38,142**	**$38,023**	**$38,814**	**$38,584**	**$39,661**
Index vs. National	85	81	79	77	77
Index vs. State	96	93	91	88	87

Source: U.S. Department of Commerce, Bureau of Economic Analysis.

Social and Economic Characteristics

	National	Tennessee	Montgomery County	Clarksville
Median Value Owner Occupied Housing	$204,900	$158,600	$159,500	$148,700
% High School Graduates or Higher Persons 25 Years Old and Older	87.70%	87.00%	92.5%	92.6%
% Persons with Income Below Poverty Level	11.80%	15.30%	12.0%	14.7%
Median Household Income	$60,293	$50,972	$55,972	$53,007

Source: U.S. Census Bureau State & County QuickFacts - 2018.

RECREATION

Clarksville Marina at Liberty Park. In 2014 The Clarksville Marina was added to the Liberty Park in downtown. The Marina features boat slips, boat storage, an extended RiverWalk, an amphitheatre, park amenities, future retail and dining establishments, and two event centers - Freedom Point and the Wilma Rudolph Event Center.

Dunbar Cave State Park. Dunbar Cave is located 60 minutes northwest of Nashville in Montgomery County. Dunbar Cave is the most prominent of several caves located in this designated natural area. In the roomy mouth of the cave, square dances, radio shows, and big band era concerts were once held. This 110-acre natural area in Montgomery County is honeycombed by caves and sinkholes, the most prominent being Dunbar Cave. This 8.1-mile cave has historical, natural, archaeological and geological significance. Excavations revealed that this cave has been occupied by man for thousands of years, drawn by its constant stream flow and natural air conditioning. Angling is a popular activity on beautiful Swan Lake. The lake is fed by the cold, clear stream that flows from the mouth of Dunbar Cave. Since it is only 15-acres in size, boating and swimming are not permitted. There is a Visitors Center, picnic facilities and many hiking trails also in the park.
Source: Tennessee State Parks.

Fort Defiance. Fort Defiance is a well-preserved Civil War outpost that was used by the Confederate Army. The fort overlooks both the Cumberland and Red Rivers and the Interpretive Center offers detailed insight into Clarksville's role in the War Between the States.

Montgomery Bell State Park. Montgomery Bell State Park is located in nearby Dickson County. The iron industry in the park has been long silent, but the 3,782 acres that make up Montgomery Bell State Resort Park still show the signs of its presence. The park has a conference style meeting room facilities with a restaurant, lodge, rental cabins, campsites and hiking trails. There is also an 18-hole golf course and three lakes to enjoy. The park is also the site of the first Cumberland Presbyterian Church and the remains of the Old Laurel Furnace.
Source: Tennessee State Parks.

RECENT DEVELOPMENTS

Akebono Brake. Akebono Brake Industry Co., Ltd. is a Japanese manufacturer of components for automobiles, motorbikes, trains, and industrial machinery. Akebono made $48.4 million investment and created over 65 jobs in 2015. Akebono in 2013 also made an $82 million investment that created about 94 jobs.

Agero, Inc. In 2015 the driver assistance call and date response center increased its employment from 460 to over 500 by the beginning of 2015. Arego invested $8.2 million in its new facility in 2012 to create over 400 jobs. These centers provide critical roadside assistance to over 75 million drivers throughout the U.S. Agero is headquartered in Medford, Massachusetts.

Atlas BX. Atlas BX, a sister company to Hankook Tire, announced in 2018 construction on a new $76 million facility in the Corporate Business Park that will mean an additional 200 jobs in Montgomery County. It is expected to be completed in 2020. Atlas BX is a manufacturer of storage batteries primarily in South Korea. It produces batteries for traditional passenger cars, light trucks, electric vehicles, commercial vehicles, boats and recreational vehicles. Atlas BX also maintains a headquarters office in Nashville that was established in 2017.

Fort Campbell Army Military Base. As of June 2015, Fort Campbell had about 26,500 in military employees, 65,220 in military retirees and about 8,355 in civilian employees. In 2015 the Army announced plans to reduce its across-the-board troop strength, however, Fort Campbell was spared a large reduction. The Army has only cut 363 soldiers from Fort Campbell instead of the worst case scenario of half its personnel (about 16,000 soldiers).

The reductions come as part of a mandate for Army-wide reductions of about 40,000 troops, reducing its size from 490,000 to 450,000. Army officials looked at cuts to 30 bases during the decision process. The reductions are part of mandatory budget cuts, known as sequestration, that shrink the money allocated to the country's defense budget, and part of the military's drawdown from Iraq and Afghanistan.

Google. Google in 2019 finished construction on a data center at the Hemlock Semiconductor site, investing $600 million and creating about 70 full-time jobs. The facility uses 1,300 acres of the original 2,400 acres for the Hemlock megasite. Google acquired 750,00 square feet of the former Hemlock office and distribution facility.

Hankook Tire Co. Ltd. The South Korean-owned company Hankook Company finished construction and opened in October 2017 for a new $800 million facility. The 1.5 million-square-foot facility is located in the Clarksville Corporate Business Park South. The company produces high-end performance tires; currently the plant is producing about 6,000 tires per day. Hankook had 970 new employees hired in December of 2017, but it hopes for a total of 1,800 workers within the next two years. The two-phased construction process has resulted in a huge manufacturing facility that's designed to produce high-end performance tires at an annual production rate of about 11 million.

LG Electronics. In 2019 LG Electronics officially opened what is believed to be the most advanced, integrated washing machine plant in the world. The South Korean company opened a

$360 million manufacturing facility in the first phase. More than 550 are employed at the facility. Advanced automation, robotics and engineered systems integration allow employees to change between models in a matter of minutes.

In 2017 LG Electronics began utilizing the 310-acre site formerly occupied by Hemlock Semiconductor in the Corporate Business Park North. LG will manufacture appliances in an 829,000-square-foot phase one facility. If phase two proceeds as planned, it will employ a total of 2,000 workers upon completion of more construction that could expand the square footage of the plant to four times its initial size.

Stoney Creek Hotel and Conference Center. The Stoney Creek Hotel and Conference Center will be a $30 million, mostly-privately-funded 200-room hotel accompanied by a 40,000- to- 50,000-square-foot convention center capable of hosting up to 1,000 people at a time. It should be completed by 2020. Stoney Creek Hotel and Conference Center operates 15 properties in Missouri, Oklahoma, Iowa, Wisconsin and Illinois that offer an experience focused on the local history. The construction should hire up to 200 construction workers, adding an additional $35 million into the local economy over a 15-month period.

Sources: The Leaf Chronicle, Southern Standard, The Tennessean, the Chattanooga Free Times Press, the Clarksville Montgomery County Industrial Development Board and WBIR News.

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MONTGOMERY COUNTY, TENNESSEE
SUMMARY OF BONDED INDEBTEDNESS

PURPOSE	DUE DATE	INTEREST RATE(S)	(1) OUTSTANDING
$3,894,000 Qualified Zone Academy Bonds, Series 2006	2021	Zero	389,187
$20,000,000 Qualified School Construction Bonds, Series 2009 (5)	2027	Fixed	8,976,276
$5,400,000 General Obligation Bonds, Series 2010 (Federally Taxable Build America Bonds)	April 2030	Fixed	5,400,000
$74,155,000 General Obligation Refunding Bonds, Series 2010	April 2024	Fixed	46,720,000
$62,335,000 General Obligation School and Public Improvement Bonds, Series 2011	April 2029	Fixed	28,435,000
$19,465,000 General Obligation Refunding Bonds, Series 2012	April 2025	Fixed	7,385,000
$28,040,000 General Obligation Public Improvement and Refunding Bonds, Series 2012	April 2029	Fixed	17,090,000
$37,120,000 General Obligation Refunding Bonds, Series 2013	April 2020	Fixed	6,335,000
$13,200,000 General Obligation Public Improvement Bonds, Series 2013	April 2028	Fixed	10,200,000
$50,155,000 General Obligation Refunding Bonds, Series 2014	April 2026	Fixed	25,665,000
$18,060,000 General Obligation School Bonds, Series 2015	April 2035	Fixed	17,660,000
$20,360,000 General Obligation Refunding and Improvement Bonds, Series 2015B (2)	April 2035	Fixed	18,115,000
$17,600,000 General Obligation Public Improvement Bonds, Series 2016A	April 2036	Fixed	15,080,000
$10,830,000 General Obligation Refunding Bonds, Series 2016B (Taxable)	April 2024	Fixed	10,595,000
$50,490,000 General Obligation Refunding & Imp. Bonds, Series 2017 (3)	April 2037	Fixed	48,235,000
$14,630,000 General Obligation Public Imp. Bonds, Series 2018	April 2038	Fixed	14,185,000
OUTSTANDING DEBT AS OF JUNE 30, 2019			$ 280,465,463
DEBT ISSUED POST JUNE 30, 2019 (4)			
$27,330,000 General Obligation Public Imp. Bonds, Series 2020A	Jun-40	Fixed	23,500,000
Less: Refunded Bonds			(5,400,000)
NET DIRECT DEBT POST JUNE 30, 2019			$ 298,565,463
OVERLAPPING DEBT AS OF JUNE 30, 2019 (Estimated)			
City of Clarksville, Tennessee - (70.85% of the Assessed Value of Montgomery County, TN)			$ 100,556,193
OVERALL NET DEBT			$ 399,121,656

Notes:

(1) The above figures do not include leases or short-term notes outstanding and sinking fund deposits, if any. For more information, see the notes to the Financ

(2) Includes $840,000 payable by the Bi-County Solid Waste Management System.

(3) Includes $1,515,221 payable by the Bi-County Solid Waste Management System.

(4) Does not include the $7,500,000 Bond Anticipation Note, Series 2019, dated October 1, 2019 being retired with the Series 2020B Bonds or the $4,300,000 General Obligation Capital Outlay Notes, Series 2019, dated October 1, 2019, being retired with the Series 2020A Bonds.

(5) The Qualified School Construction Bonds, Series 2009 require annual sinking fund deposits to fully retire the $20,000,000 on July 1, 2026 . As of June 30, 2019 the County has already deposited $11,023,724 into the sinking fund, leaving an outstanding balance of $8,976,276.

Debt Record

There is no record of a default on principal and interest payments by the County from information available. Additionally, no agreements or legal proceedings of the County relating to securities have been declared invalid or unenforceable.

MONTGOMERY COUNTY, TENNESSEE

Debt Trend and Debt Ratios

INTRODUCTION

The information set forth in the following table is based upon information derived in part from the CAFR and the table should be read in conjunction with those statements.

	For Fiscal Year Ended June 30					After Issuance
INDEBTEDNESS	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
TAX SUPPORTED						
General Obligation Bonds & Notes	$ 324,672,217	$ 308,853,182	$ 300,230,613	$ 295,584,034	$ 280,473,955	$ 298,565,463
TOTAL TAX SUPPORTED	$ 324,672,217	$ 308,853,182	$ 300,230,613	$ 295,584,034	$ 280,473,955	$ 298,565,463
TOTAL DEBT	$ 324,672,217	$ 308,853,182	$ 300,230,613	$ 295,584,034	$ 280,473,955	$ 298,565,463
Less: Debt Service Fund	(40,336,621)	(33,067,927)	(32,641,934)	(32,215,151)	(32,881,139)	(32,881,139)
NET DIRECT DEBT	$ 284,335,596	$ 275,785,255	$ 267,588,679	$ 263,368,883	$ 247,592,816	$ 265,684,324
PROPERTY TAX BASE						
Estimated Actual Value*	$ 12,315,290,725	$ 12,577,608,413	$ 13,104,366,935	$ 13,441,064,205	$ 14,593,206,498	$ 14,593,206,498
Appraised Value	$ 12,315,290,725	$ 12,577,608,413	$ 12,992,979,816	$ 13,326,815,159	$ 13,767,231,010	$ 13,767,231,010
Assessed Value	$ 3,553,987,730	$ 3,617,538,118	$ 3,735,419,824	$ 3,828,268,531	$ 3,954,069,850	$ 3,954,069,850

Source: General Purpose Financial Statements and County Officials.

* Fort Campbell Base (the "Base"), the largest military base in the State of Tennessee and one of the largest in the USA, is located in Montgomery County. The Base is also the largest employer in Tennessee. The Base has significant development amounting to $6.7 billion as of 2010 (latest information available) with 85% of it located in Tennessee and 15% in Kentucky. The majority of the Base development in Tennessee is in Montgomery County except for a small portion of undeveloped land (25,973 acres) in Stewart County with an estimated value of $250 million. The total land area of the Base in Tennessee is 68,444 acres amounting to a projected value of Fort Campbell in the County of $5.5 billion. Additionally, the County has approximately $488 million of other property currently under In-Lieu of Tax Payment Plans.

	For Fiscal Year Ended June 30					After Issuance
DEBT RATIOS	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**
TOTAL DEBT to Estimated Actual Value	2.64%	2.46%	2.29%	2.20%	1.92%	2.05%
TOTAL DEBT to Appraised Value	2.64%	2.46%	2.31%	2.22%	2.04%	2.17%
TOTAL DEBT to Assessed Value	9.14%	8.54%	8.04%	7.72%	7.09%	7.55%
NET DIRECT DEBT to Estimated Actual Value	8.00%	7.62%	7.16%	6.88%	6.26%	6.72%
NET DIRECT DEBT to Appraised Value	2.31%	2.19%	2.06%	1.98%	1.80%	1.93%
NET DIRECT DEBT to Assessed Value	8.00%	7.62%	7.16%	6.88%	6.26%	6.72%
PER CAPITA RATIOS						
POPULATION (1)	193,479	195,734	200,182	200,182	200,182	200,182
PER CAPITA PERSONAL INCOME (2)	$39,818	$39,784	$40,633	$40,633	$40,633	$40,633
Estimated Actual Value to POPULATION	63,652	64,259	65,462	67,144	72,900	72,900
Assessed Value to POPULATION	18,369	18,482	18,660	19,124	19,752	19,752
Total Debt to POPULATION	1,678	1,578	1,500	1,477	1,401	1,491
Net Direct Debt to POPULATION	1,470	1,409	1,337	1,316	1,237	1,327
Total Debt Per Capita as a percent of PER CAPITA PERSONAL INCOME	4.21%	3.97%	3.69%	3.63%	3.45%	3.67%
Net Direct Debt Per Capita as a percent of PER CAPITA PERSONAL INCOME	3.69%	3.54%	3.29%	3.24%	3.04%	3.27%

(1) Per Capita computations are based upon POPULATION data according to the U.S. Census.
(2) PER CAPITA PERSONAL INCOME is based upon the most current data available from the U. S. Department of Commerce.

MONTGOMERY COUNTY, TENNESSEE

BONDED DEBT SERVICE REQUIREMENTS - GENERAL OBLIGATION

	Existing Debt General Obligation (1)					General Obligation Bonds, Series 2020A				Less: Refunded Debt				Total Bonded Debt Service Requirements (1)					
F.Y. Ended 6/30	Principal + Sinking Fund Deposits	Gross Interest	Est U.S. Treasury Rebate - Seq. (2)	State Admin Fees	TOTAL	Principal	Interest (3)	TOTAL	% 2020A Principal Repaid	Principal	Interest	Est U.S. Treasury Rebate - Seq. (2)	TOTAL	Principal	Gross Interest	Est U.S. Treasury Rebate - Seq. (2)	State Admin Fees	TOTAL	% All Principal Repaid
2020	$ 31,308,054	$ 11,195,678	$ (90,322)	$ 21,246	$ 42,434,656	$ -	$ -	$ -	0.00%			$ -	$ -	31,308,054	11,195,678	(90,322)	21,246	$ 42,434,656	10.49%
2021	32,507,070	10,090,600	(90,322)	21,246	42,528,595	-	1,028,778	1,028,778		-	277,188	(90,322)	$ 186,866	32,507,070	10,842,190	-	21,246	43,370,507	
2022	29,077,969	8,678,000	(90,322)	20,000	37,685,647	1,375,000	985,000	2,360,000		475,000	277,188	(90,322)	$ 661,866	29,977,969	9,385,813	-	20,000	39,383,781	
2023	28,827,969	7,554,988	(83,279)	20,000	36,319,677	1,425,000	916,250	2,341,250		525,000	255,575	(83,279)	$ 697,296	29,727,969	8,215,663	-	20,000	37,963,631	
2024	28,877,969	6,368,725	(75,324)	20,000	35,191,370	1,455,000	845,000	2,300,000		550,000	231,163	(75,324)	$ 705,838	29,782,969	6,982,563	-	20,000	36,785,531	
2025	25,497,969	5,312,950	(66,811)	20,000	30,764,107	1,465,000	772,250	2,237,250	24.34%	575,000	205,038	(66,811)	$ 713,226	26,387,969	5,880,163	-	20,000	32,288,131	60.19%
2026	23,670,817	4,353,063	(57,724)	20,000	27,986,155	1,495,000	699,000	2,194,000		600,000	177,150	(57,724)	$ 719,426	24,565,817	4,874,913	-	20,000	29,460,729	
2027	15,267,647	3,199,038	(47,558)	5,000	18,424,127	1,520,000	624,250	2,144,250		625,000	145,950	(47,558)	$ 723,392	16,162,647	3,677,338	-	5,000	19,844,985	
2028	14,730,000	2,542,875	(36,764)	-	17,236,111	1,550,000	548,250	2,098,250		650,000	112,825	(36,764)	$ 726,061	15,630,000	2,978,300	-	-	18,608,300	
2029	9,560,000	1,908,125	(25,327)	-	11,442,798	1,580,000	470,750	2,050,750		675,000	77,725	(25,327)	$ 727,398	10,465,000	2,301,150	-	-	12,766,150	
2030	5,920,000	1,546,600	(13,230)	-	7,453,371	1,635,000	391,750	2,026,750	57.45%	725,000	40,600	(13,230)	$ 752,371	6,830,000	1,897,750	-	-	8,727,750	84.85%
2031	5,415,000	1,306,063	-	-	6,721,063	1,000,000	310,000	1,310,000		-	-	-	-	6,415,000	1,616,063	-	-	8,031,063	
2032	5,215,000	1,114,088	-	-	6,329,088	1,000,000	270,000	1,270,000		-	-	-	-	6,215,000	1,384,088	-	-	7,599,088	
2033	5,390,000	925,281	-	-	6,315,281	1,000,000	240,000	1,240,000		-	-	-	-	6,390,000	1,165,281	-	-	7,555,281	
2034	5,645,000	728,438	-	-	6,373,438	1,000,000	210,000	1,210,000		-	-	-	-	6,645,000	938,438	-	-	7,583,438	
2035	5,835,000	520,538	-	-	6,355,538	1,000,000	180,000	1,180,000	78.72%	-	-	-	-	6,835,000	700,538	-	-	7,535,538	95.74%
2036	3,710,000	305,538	-	-	4,015,538	1,000,000	150,000	1,150,000		-	-	-	-	4,710,000	455,538	-	-	5,165,538	
2037	2,945,000	160,400	-	-	3,105,400	1,000,000	120,000	1,120,000		-	-	-	-	3,945,000	280,400	-	-	4,225,400	
2038	1,065,000	42,600	-	-	1,107,600	1,000,000	90,000	1,090,000		-	-	-	-	2,065,000	132,600	-	-	2,197,600	
2039	-	-	-	-	-	1,000,000	60,000	1,060,000		-	-	-	-	1,000,000	60,000	-	-	1,060,000	
2040	-	-	-	-	-	1,000,000	30,000	1,030,000	100.00%	-	-	-	-	1,000,000	30,000	-	-	1,030,000	100.00%
	$ 280,465,464	$ 67,853,584	$ (676,982)	$ 147,493	$ 347,789,558	$ 23,500,000	$ 8,941,278	$ 32,441,278		$ 5,400,000	$ 1,800,400	$ (586,660)	$ 6,613,740	$ 298,565,464	$ 74,994,462	$ (90,322)	$ 147,493	$ 373,617,096	

NOTES:

(1) The above figures do not include short-term notes outstanding, if any. For more information, see the notes to the Financial Statements in the CAFR. Does not include the $7,500,000 Bond Anticipation Note, Series 2019, dated October 1, 2019 being retired with the Series 2020B Bonds or the $4,300,000 General Obligation Capital Outlay Notes, Series 2019, dated October 1, 2019, being retired with the Series 2020A Bonds.

(2) The original federal subsidy of 35.0% on the General Obligation Bonds, Series 2010 (Federally Taxable Build America Bonds) ("BAB's") has been reduced by 5.9% for the federal fiscal year ending September 30, 2020 as a result of the sequestration by the Budget Control Act of 2011. The Series 2020A Bonds will refund the General Obligation Bonds, Series 2010 (Federally Taxable Build America Bonds).

(3) True Interest Cost of 2.068%.

FINANCIAL INFORMATION

BASIS OF ACCOUNTING AND PRESENTATION

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The modified accrual basis of accounting is used to account for all governmental funds of the County. Revenues for such funds are recognized when they become measurable and available as net current assets. Expenditures, other than interest or long-term debt, are recognized when incurred and measurable.

All proprietary funds are accounted for using the accrual basis of accounting, whereby revenues are recognized when they are earned and expenses are recognized when they are incurred except for prepaid expenses, such as insurance, which are fully expended at the time of payment.

FUND BALANCES, NET ASSETS AND RETAINED EARNINGS

The following table depicts audited fund balances, net assets and retained earnings for the last five fiscal years ending June 30:

	For the Fiscal Year Ended June 30,				
Fund Type	**2015**	**2016**	**2017**	**2018**	**2019**
Governmental Funds:					
General	$17,195,426	$28,866,987	$30,346,625	$35,073,283	$35,102,940
General Debt Service	40,336,621	33,067,927	32,641,934	32,215,151	30,112,631
General Capital Projects	21,600,232	6,778,055	12,300,032	25,400,203	18,342,994
Nonmajor Funds	4,320,557	4,422,766	4,525,143	5,749,732	6,599,139
TOTAL	**$83,452,836**	**$73,135,735**	**$79,813,734**	**$98,438,369**	**$90,157,704**
Internal Service Funds	$26,446,393	$20,997,785	$16,919,059	$18,961,427	$19,988,887

Source: Comprehensive Financial Audit Reports of the County.

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MONTGOMERY COUNTY, TENNESSEE
Five Year Summary of Revenues, Expenditures and
Changes In Fund Balances - General Fund
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019
Revenues:					
Local Taxes	$ 37,726,587	$ 51,643,273	$ 49,015,746	$ 51,408,024	$ 51,789,377
Licenses and Permits	865,425	1,271,405	1,166,007	2,393,357	2,890,459
Fines and Forfeits	1,010,721	1,059,843	1,133,955	1,197,314	1,084,085
Charges for Current Services	6,075,063	6,735,676	6,696,160	7,686,906	8,219,232
Other Local Revenues	1,803,161	1,949,647	2,285,423	2,803,569	3,725,047
Fees Recv'd from County Officials	8,384,180	9,002,410	9,828,615	10,361,991	10,043,338
State of Tennessee	6,773,698	7,457,759	7,776,912	7,546,167	7,569,634
Federal Government	570,338	484,049	414,992	373,026	474,541
Other Governments & Citizens Groups	555,431	420,916	141,639	160,235	324,247
Total Revenues	$ 63,764,604	$ 80,024,978	$ 78,459,449	$ 83,930,589	$ 86,119,960
Expenditures and Other Uses:					
General Government	$ 7,055,554	$ 7,926,230	$ 8,148,232	$ 8,327,468	$ 10,300,142
Finance	6,339,758	6,365,652	7,421,585	7,474,905	7,932,155
Administration of Justice	6,641,531	6,871,068	7,266,340	7,295,021	8,018,666
Public Safety	27,779,568	27,128,818	29,429,431	30,548,278	34,151,668
Public Health & Welfare	11,578,537	11,899,571	13,577,002	14,161,809	14,480,898
Social, Cultural, & Recreational Services	2,675,205	2,632,460	2,988,797	2,976,828	3,152,518
Agricultural & Natural Resources	372,311	351,946	358,275	351,048	717,102
Other Operations	4,587,737	5,097,381	7,147,808	7,113,016	7,241,359
Highways	133,608	132,563	138,033	158,984	165,135
Capital Outlay	-	-	-	-	
Debt Service	-	-	-	-	
Capital Projects	-	-	-	-	
Total Expenditures	$ 67,163,809	$ 68,405,689	$ 76,475,503	$ 78,407,357	$ 86,159,643
Excess of Revenues & Over (under) Expenditures	$ (3,399,205)	$ 11,619,289	$ 1,983,946	$ 5,523,232	$ (39,683)
Other Financing Sources (Uses):					
Debt Proceeds	$ -	$ -	$ -	$ -	
Insurance Recovery	5,565	52,272	134,692	84,426	69,340
Interfund Transfers - In	-	-	-	-	
Interfund Transfers - Out	(89,973)	-	(639,000)	(881,000)	
Total Other Financing Sources (Uses)	$ (84,408)	$ 52,272	$ (504,308)	$ (796,574)	$ 69,340
Excess of Revenue & Other Sources over (Under) Expenditures & Other Sources	$ (3,483,613)	$ 11,671,561	$ 1,479,638	$ 4,726,658	$ 29,657
Fund Balance July 1	$ 20,679,039	$ 17,195,426	$ 28,866,987	$ 30,346,625	$ 35,073,283
Prior Period Adjustment	-	-	-	-	-
Fund Balance June 30	**$ 17,195,426**	**$ 28,866,987**	**$ 30,346,625**	**$ 35,073,283**	**$ 35,102,940**

Source: Comprehensive Annual Financial Report for Montgomery County, Tennessee.

INVESTMENT AND CASH MANAGEMENT PRACTICES

Investment of idle County operating funds is controlled by state statute and local policies and administered by the County Trustee. Generally, such policies limit investment instruments to direct U. S. Government obligations, those issued by U.S. Agencies or Certificates of Deposit. As required by prevailing statutes, all demand deposits or Certificates of Deposit are secured by similar grade collateral pledged at 110% of market value for amounts in excess of that guaranteed through federally sponsored insurance programs. Deposits with savings and loan associations must be collateralized as outlined above, by an irrevocable letter of credit issued by the Federal Home Loan Bank or by providing notes secured by the first mortgages or first deeds for trust upon residential property in the state equal to at least 150 percent of the amount of uninsured deposits. All collateral must be held in a third party escrow account for the benefit of the County. For reporting purposes, all investments are stated at cost which approximates market value. The County Trustee is responsible for all County investments.

REAL PROPERTY ASSESSMENT, TAX LEVY AND COLLECTION PROCEDURES

State Taxation of Property; Classifications of Taxable Property; Assessment Rates

Under the Constitution and laws of the State of Tennessee, all real and personal property is subject to taxation, except to the extent that the General Assembly of the State of Tennessee (the "General Assembly") exempts certain constitutionally permitted categories of property from taxation. Property exempt from taxation includes federal, state and local government property, property of housing authorities, certain low cost housing for elderly persons, property owned and used exclusively for certain religious, charitable, scientific and educational purposes and certain other property as provided under Tennessee law.

Under the Constitution and laws of the State of Tennessee, property is classified into three separate classes for purposes of taxation: Real Property; Tangible Personal Property; and Intangible Personal Property. Real Property includes lands, structures, improvements, machinery and equipment affixed to realty and related rights and interests. Real Property is required constitutionally to be classified into four sub classifications and assessed at the rates as follows:

(a) Public Utility Property (which includes all property of every kind used or held for use in the operation of a public utility, such as railroad companies, certain telephone companies, freight and private car companies, street car companies, power companies, express companies and other public utility companies), to be assessed at 55% of its value;
(b) Industrial and Commercial Property (which includes all property of every kind used or held for use for any commercial, mining, industrial, manufacturing, business or similar purpose), to be assessed at 40% of its value;
(c) Residential Property (which includes all property which is used or held for use for dwelling purposes and contains no more than one rental unit), to be assessed at 25% of its value; and
(d) Farm Property (which includes all real property used or held for use in agriculture), to be assessed at 25% of its value.

Tangible Personal Property includes personal property such as goods, chattels and other articles of value, which are capable of manual or physical possession and certain machinery and equipment. Tangible Personal Property is required constitutionally to be classified into three sub classifications and assessed at the rates as follows:

(a) Public Utility Property, to be assessed at 55% of its value;
(b) Industrial and Commercial Property, to be assessed at 30% of its value; and
(c) All other Tangible Personal Property (including that used in agriculture), to be assessed at 5% of its value, subject to an exemption of $7,500 worth of Tangible Personal Property for personal household goods and furnishings, wearing apparel and other tangible personal property in the hands of a taxpayer.

Intangible Personal Property includes personal property, such as money, any evidence of debt owed to a taxpayer, any evidence of ownership in a corporation or other business organization having multiple owners and all other forms of property, the value of which is expressed in terms of what the property represents rather than its own intrinsic value. The Constitution of the State of Tennessee empowers the General Assembly to classify Intangible Personal Property into sub classifications and to establish a ratio of assessment to value in each class or subclass and to provide fair and equitable methods of apportionment of the value to the State of Tennessee for purposes of taxation.

The Constitution of the State of Tennessee requires that the ratio of assessment to value of property in each class or subclass be equal and uniform throughout the State of Tennessee and that the General Assembly direct the method to ascertain the value and definition of property in each class or subclass. Each respective taxing authority is constitutionally required to apply the same tax rate to all property within its jurisdiction.

County Taxation of Property

The Constitution of the State of Tennessee empowers the General Assembly to authorize the several counties and incorporated towns in the State of Tennessee to impose taxes for county and municipal purposes in the manner prescribed by law. Under the *Tennessee Code Annotated,* the General Assembly has authorized the counties in Tennessee to levy an *ad valorem* tax on all taxable property within their respective jurisdictions, the amount of which is required to be fixed by the county legislative body of each county based upon tax rates to be established on the first Monday of July of each year or as soon thereafter as practicable.

All property is required to be taxed according to its value upon the principles established in regard to State taxation as described above, including equality and uniformity. All counties, which levy and collect taxes to pay off any bonded indebtedness, are empowered, through the respective county legislative bodies, to place all funds levied and collected into a special fund of the respective counties and to appropriate and use the money for the purpose of discharging any bonded indebtedness of the respective counties.

Assessment of Property

County Assessments; County Board of Equalization. The function of assessment is to assess all property (with certain exceptions) to the person or persons owning or claiming to own such property on January I for the year for which the assessment is made. All assessment of real and personal property are required to be made annually and as of January 1 for the year to which the assessment applies. Not later than May 20 of each year, the assessor of property in each county is required to (a) make an assessment of all property in the county and (b) note upon the assessor's records the current classification and assessed value of all taxable property within the assessor's jurisdiction.

The assessment records are open to public inspection at the assessor's office during normal business hours. The assessor is required to notify each taxpayer of any change in the classification or assessed value of the taxpayer's property and to cause a notice to be published in a newspaper of general circulation stating where and when such records may be inspected and describing certain information concerning the convening of the county board of equalization. The notice to taxpayers and such published notice are required to be provided and published at least 10 days before the local board of equalization begins its annual session.

The county board of equalization is required (among other things) to carefully examine, compare and equalize the county assessments; assure that all taxable properties are included on the assessments lists and that exempt properties are eliminated from the assessment lists; hear and act upon taxpayer complaints; and correct errors and assure conformity to State law and regulations.

State Assessments of Public Utility Property; State Board of Equalization. The State Comptroller of the Treasury is authorized and directed under Tennessee law to assess for taxation, for State, county and municipal purposes, all public utility properties of every description, tangible and intangible, within the State. Such assessment is required to be made annually as of the same day as other properties are assessed by law (as described above) and takes into account such factors as are prescribed by Tennessee law.

On or before the first Monday in August of each year, the assessments are required to be completed and the State Comptroller of the Treasury is required to send a notice of assessment to each company assessable under Tennessee law. Within ten days after the first Monday in August of each year, any owner or user of property so assessed may file an exception to such assessment together with supporting evidence to the State Comptroller of the Treasury, who may change or affirm the valuation. On or before the first Monday in September of each year, the State Comptroller of the Treasury is required to file with the State Board of Equalization assessments so made. The State Board of Equalization is required to examine such assessments and is authorized to increase or diminish the valuation placed upon any property valued by the State Comptroller of the Treasury.

The State Board of Equalization has jurisdiction over the valuation, classification and assessment of all properties in the State. The State Board of Equalization is authorized to create an assessment appeals commission to hear and act upon taxpayer complaints. The action of the State Board of Equalization is final and conclusive as to all matters passed upon by the Board, subject to judicial review consisting of a new hearing in chancery court.

Periodic Reappraisal and Equalization

Tennessee law requires reappraisal in each county by a continuous six-year cycle comprised of an on-site review of each parcel of real property over a five-year period, or, upon approval of the State Board of Equalization, by a continuous four-year cycle comprised of an one-site review of each parcel of real property over a three-year period, followed by revaluation of all such property in the year following completion of the review period. Alternatively, if approved by the assessor and adopted by a majority vote of the county legislative body, the reappraisal program may be completed by a continuous five-year cycle comprised of an on-site review of each parcel of real property over a four-year period followed by revaluation of all such property in the year following completion of the review period.

After a reappraisal program has been completed and approved by the Director of Property Assessments, the value so determined must be used as the basis of assessments and taxation for property that has been reappraised. The State Board of Equalization is responsible to determine whether or not property within each county of the State has been valued and assessed in accordance with the Constitution and laws of the State of Tennessee.

Valuation for Property Tax Purposes

County Valuation of Property. The value of all property is based upon its sound, intrinsic and immediate value for purposes of sale between a willing seller and a willing buyer without consideration of speculative values. In determining the value of all property of every kind, the assessor is to be guided by, and follow the instructions of, the appropriate assessment manuals issued by the division of property assessments and approved by the State board of equalization. Such assessment manuals are required to take into account various factors that are generally recognized by appraisers as bearing on the sound, intrinsic and immediate economic value of property at the time of assessment.

State Valuation of Public Utility Property. The State Comptroller of the Treasury determines the value of public utility property based upon the appraisal of the property as a whole without geographical or functional division of the whole *(i.e.,* the unit rule of appraisal) and on other factors provided by Tennessee law. In applying the unit rule of appraisal, the State Comptroller of the Treasury is required to determine the State's share of the unit or system value based upon factors that relate to the portion of the system relating to the State of Tennessee.

Certified Tax Rate

Upon a general reappraisal of property as determined by the State Board of Equalization, the county assessor of property is required to (1) certify to the governing bodies of the county and each municipality within the county the total assessed value of taxable property within the jurisdiction of each governing body and (2) furnish to each governing body an estimate of the total assessed value of all new construction and improvements not included on the previous assessment roll and the assessed value of deletions from the previous assessment roll. Exclusive of such new construction, improvements and deletions, each governing body is required to determine and certify a tax rate (herein referred to as the *"Certified Tax Rate")* which will provide the same *ad valorem* revenue for that jurisdiction as was levied during the previous year.

The governing body of a county or municipality may adjust the Certified Tax Rate to reflect extraordinary assessment changes or to recapture excessive adjustments.

Tennessee law provides that no tax rate in excess of the Certified Tax Rate may be levied by the governing body of any county or of any municipality until a resolution or ordinance has been adopted by the governing body after publication of a notice of the governing body's intent to exceed the Certified Tax Rate in a newspaper of general circulation and the holding of a public hearing.

The Tennessee Local Government Public Obligations Act of 1986 provides that a tax sufficient to pay when due the principal of and interest on general obligation bonds (such as the Bonds) shall be levied annually and assessed, collected and paid, in like manner with the other taxes of the local government as described above and shall be in addition to all other taxes authorized or limited by law. Bonds issued pursuant to the Local Government Public Obligations Act of 1986 may be issued without regard to any limit on indebtedness provided by law.

Tax Freeze for the Elderly Homeowners

The Tennessee Constitution was amended by the voters in November 2006 to authorize the Tennessee General Assembly to enact legislation providing property tax relief for homeowners age 65 and older. The General Assembly subsequently adopted the Property Tax Freeze Act permitting (but not requiring) local governments to implement a program for "freezing" the property taxes of eligible taxpayers at an amount equal to the taxes for the year the taxpayer becomes eligible. For example, if a taxpayer's property tax bill is $500 for the year in which he becomes eligible, his property taxes will remain at $500 even if property tax rates or appraisals increase so long as he continues to meet the program's ownership and income requirements. On March 10, 2008, the Montgomery County Commission adopted the Property Tax Freeze Program for the County.

Tax Collection and Tax Lien

Property taxes are payable the first Monday in October of each year. The county trustee of each county acts as the collector of all county property taxes and of all municipal property taxes when the municipality does not collect its own taxes.

The taxes assessed by the State of Tennessee, a county, a municipality, a taxing district or other local governmental entity, upon any property of whatever kind, and all penalties, interest and costs accruing thereon become and remain a first lien on such property from January 1 of the year for which such taxes are assessed. In addition, property taxes are a personal debt of the property owner as of January and, when delinquent, may be collected by suit as any other personal debt. Tennessee law prescribes the procedures to be followed to foreclose tax liens and to pursue legal proceedings against property owners whose property taxes are delinquent.

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MONTGOMERY COUNTY, TENNESSEE
PROPERTY VALUATION AND PROPERTY TAX

Fiscal Year Tax Year	2014-2015 2014	2015-2016 2015	2016-2017 2016	2017-2018 2017	2018-2019 2018
Estimated Actual Values (1)					
Residential & Farms	$8,768,881,000	$9,029,365,272	$9,395,151,145	$9,647,668,325	$10,489,463,031
Commercial & Industrial	2,720,461,090	2,682,253,350	2,764,123,381	2,832,201,084	3,057,763,038
Personal Tangible Property	637,780,643	664,909,580	735,473,908	764,430,886	850,031,259
Public Utilities	188,167,992	201,080,211	209,618,501	196,763,910	195,949,170
Total Assessor's Appraised Values	$ 12,315,290,725	$ 12,577,608,413	$ 13,104,366,935	$ 13,441,064,205	$ 14,593,206,498
In-Lieu of Property Tax Values	$ 488,576,365	$ 488,576,365	$ 488,576,365	$ 488,576,365	$ 488,576,365
Fort Campbell Property Values	5,449,013,544	5,449,013,544	5,449,013,544	5,449,013,544	5,449,013,544
Total Assessor's Appraised Values	$ 18,252,880,634	$ 18,515,198,322	$ 19,041,956,844	$ 19,378,654,114	$ 20,530,796,407
Assessed Values (1)					
Residential & Farms (25%)	$2,192,220,250	$2,257,341,318	$2,328,823,090	$2,391,415,786	$2,473,939,856
Commercial & Industrial (40%)	1,088,184,436	1,072,901,340	1,096,251,333	1,123,250,950	1,153,877,460
Personal Tangible Property (30%)	191,334,193	199,472,874	218,766,714	227,379,967	240,575,847
Public Utilities (30%-55%)	82,248,851	87,822,586	91,578,687	85,628,427	85,676,687
Total Assessed Values	$3,553,987,730	$3,617,538,118	$3,735,419,824	$3,827,675,130	$3,954,069,850
Appraisal Ratio	100.00%	100.00%	99.15%	99.15%	94.34%
Property Tax Rate	$ 2.975	$ 3.070	$ 3.070	$ 3.070	$ 3.070
Taxes Levied	$ 103,158,299	$ 108,215,644	$ 111,746,986	$ 117,874,140	$ 120,982,229
Collections					
Current Fiscal Year	$97,616,012	$ 106,081,276	$ 109,100,362	$ 114,544,271	$ 117,163,240
Percent Collected Current FY	94.63%	98.03%	97.63%	97.18%	96.84%
Amount Uncollected as of 6/30/2019	$ 529,871	$ 1,058,625	$ 1,167,206	$ 1,202,365	$ 3,818,989
Percent Uncollected	0.51%	0.98%	1.04%	1.02%	3.16%

* Estimated

(1) Fort Campbell Base (the "Base"), the largest military base in the State of Tennessee and one of the largest in the USA, is located in Montgomery County. The Base is also the largest employer in Tennessee. The Base has significant development amounting to $6.7 billion as of 2010 (latest information available) with 85% of it located in Tennessee and 15% in Kentucky. The majority of the Base development in Tennessee is in Montgomery County except for a small portion of undeveloped land (25,973 acres) in Stewart County with an estimated value of $250 million. The total land area of the Base in Tennessee is 68,444 acres amounting to a projected value of Fort Campbell in the County of $5.5 billion. Additionally, the County has approximately $488 million of other property currently under In-Lieu of Tax Payment Plans.

Largest Taxpayers. For the fiscal year ending June 30, 2019 (tax year 2018), the ten largest taxpayers in the County are as follows:

	Taxpayer	Business Type	Assessment	Taxes Paid
1.	Clarksville Health System	Healthcare	$ 45,857,640	$1,407,830
2.	Cumberland Electric	Utility	40,121,976	1,231,745
3.	Florim, USA	Manufacturing	15,149,580	465,093
4.	NYRStar Clarksville	Manufacturing	48,635,302	678,475
5.	Trane Company	Manufacturing	57,337,202	498,187
6.	Governor's Square Co.	Retail Shopping Mall	17,650,680	541,876
7.	Akebono Brake	Manufacturing	35,133,551	305,265
8.	Industrial Development Bd		14,540,840	446,404
9.	SC Waterford Landings	Real Estate	10,105,172	310,229
10.	Bridgestone Metalpha	Steel Cord	35,956,848	312,419
	TOTAL		**$320,488,791**	**$6,197,523**

Source: The County.

LOCAL OPTION SALES TAX

Fiscal Year	Debt Service Fund	General Purpose School	Cities	Total
2015	$3,525,013	$41,612,795	$14,741,311	$58,879,119
2016	155,312	46,159,719	15,981,334	62,296,365
2017	168,383	48,114,273	16,612,398	64,895,054
2018	217,717	51,552,103	17,537,230	69,307,050
2019	408,095	59,323,678	19,073,787	78,805,560

Source: The County.

WHEEL TAX

Fiscal Year	Rate Per Vehicle	General Purpose School	General Capital Projects	% of Increase
2015	$30.50	$4,154,355	-	2.15%
2016	30.50	4,234,973	-	1.94%
2017	49.00	4,468,925	-	5.50%
2018	49.00	5,278,710	$2,370,945	72.0%
2019	49.00	4,957,966	2,974,780	3.70 %

Source: The County.

PENSION PLANS

Employees of Montgomery County are members of the Political Subdivision Pension Plan (PSPP), an agent multiple-employer defined benefit pension plan administered by the Tennessee Consolidated Retirement System (TCRS). TCRS provides retirement benefits as well as death and disability benefits. Benefits are determined by a formula using the member's high five-year average salary and years of service. Members become eligible to retire at the age of 60 with five years of service or at any age with 30 years of service. A reduced retirement benefit is available to vested members at the age of 55. Disability benefits are available to active members with five years of service who become disabled and cannot engage in gainful employment. There is no service requirement for disability that is the result of an accident or injury occurring while the member was in the performance of duty. Members joining the system after July 1, 1979, become vested after five years of service, and members joining prior to July 1, 1979, become vested after four years of service. Benefit provisions are established in state statute found in Title 8, Chapters 34-37 of *Tennessee Code Annotated.* State statutes are amended by the Tennessee General Assembly. Political subdivisions such as Montgomery County participate in the TCRS as individual entities and are liable for all costs associated with the operation and administration of their plan. Benefit improvements are not applicable to a political subdivision unless approved by the chief governing body.

For additional information of the funding status, trend information and actuarial status of the County's retirement programs, please refer to the appropriate Notes to Financial Statements located in the General Purpose Financial Statements of the County located herein.

OTHER POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

GASB Statement 45 establishes standards for the measurement, recognition, and display of Other Post-Employment Benefits ("OPEB") in the financial reports of state and local government employers. GASB 45 requires the recognition of the accrued liability for the respective year, plus the disclosure of the total unfunded liability. Cash funding of the unfunded liability is not required.

For more information, see the Notes to the General Purpose Financial Statements located herein.

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APPENDIX C

GENERAL PURPOSE FINANCIAL STATEMENTS

OF

MONTGOMERY COUNTY, TENNESSEE

FOR THE FISCAL YEAR ENDED

JUNE 30, 2019

The General Purpose Financial Statements are extracted from the Financial Statements with Report of Certified Public Accountants of the Montgomery County for the fiscal year ended June 30, 2019 which is available upon request from the County.