

Fred Welch
ALDERMAN FRED WELCH

JUNE PAID BILLS

CITY FLORIST	71.69	PAT DENSMORE SELF	627.00
LIBERTY NATIONAL LIFE	1356.62	KEEP CHATSWORTH MURRAY	2083.34
CHATS/MURRAY HEALTH DEPT	416.67	CHATS/MURRAY LIBRARY	2500.00
KLEEN-A-MATIC	604.55	KELLER OUTDOOR INC	117.50
ROBBY G WATKINS	320.00	COMMAND UNIFORMS	600.00
PEACE OFFICERS A & B	260.00	CHARLES M BAXTER	10.70
MURRAY MIX CONCRETE INC	16.94	GAS SOUTH	925.04
BRADLEY BUILDERS SUPPLY	426.88	GLOBE CHAMICAL CO INC	428.95
G & S OFFICE SUPPLY INC	484.47	CHILD SUPPORT ENFORCEMENT	189.58
KUSTOM SIGNALS INC	432.22	COHUTTA BANKING COMPANY	22696.82
O'REILLY AUTO PARTS	26.46	NATIONWIDE RETIREMENT SO	422.00
METLIFE C/O FASCORE LLC	44.36	R & S TRUCK & TRACTOR CO	232.22
THE POLICE/SHERIFFS PRES	213.50	EAGLE PARTS & MACHINERY	29.78
S & J INDUSTRIAL SUPPLY	198.55	KEN SMITH AUTO PARTS	287.63
WELLS FARGO	180.00	CHAPTER 13 STANDING TRUSTEE	85.00
CHATSWORTH FARM & GARDEN	307.76	CHATSWORTH AUTO PARTS	343.81
CHATSWORTH TIMES	320.00	FORT VIEW CLEANERS	165.93
WINDSTREAM	1267.05	GEORGIA MUNICIPAL ASSOC	2028.20
GEORGIA POWER COMPANY	15463.92	GMEBS	10084.00
GSCCCA	1689.67	JIMS SERVICE STATION	225.00
COMMISSIONER OF MC	985.00	PEACE OFFICERS A & B FUND	583.52
MC - COMMISSIOENR - DATE	120.00	FIRST NATIONAL BANK CHATS	50.00
COMMUNICATIONS & ELECTRONICS	112.88	WORLD ELECTRONICS	47.97
MURRAY COUNTY JAIL FUND	803.46	VICTIMS COMP PROBATIONS	715.00
COURTWARE SOLUTIONS	924.79	WRIGHT EXPRESS FSC	9514.14
CHATSWORTH FAMILY DENTISTRY	25.00	ADVANCED EYE CARE	50.00
AMERICAN LEGION POST 167	300.00	FRED Q HOLWEGER DDS	150.00
LANDMARK TAVERN	50.00	ROBBY G WATKINS	400.00
RANDYS USED CARS	25.00	NORTH GEORGIA TIRE	1190.52
57 VICTIMS SURCHARGE	466.24	CHILD SUPPORT ENFORCEMENT	189.58
KELLER OUTDOOR INC	1200.00	COHUTTA BANKING COMPANY	23204.14
NATIONWIDE RETIREMENT SO	422.00	METLIFE C/O FASCORE LLC	44.36
ADVANCED OFFICE SYSTEMS	41.47	W D CLINE & SONS LUMBER	100.00
WELLS FARGO	180.00	JARRETT'S BUSINESS MACHINES	25.66
CHAPTER 13 STANDING TRUSTEE	85.00	DEPT ADM SERVICES	200.00
ADVANCE AUTO APRTS	53.23	COMMUNICATIONS & ELECTRONICS	267.00
SANTEK ENVIRONMENTAL GA	7165.17	US DEPT HOMELAND SECURITY	25.00
ROBBY G WATKINS	400.00	PEACH STATE MARKINGS INC	925.00
AUTOZONE/AZ COMMERCIAL	187.09	CHILD SUPPORT ENFORCEMENT	189.58
COHUTTA BANKING COMPANY	27436.61	NATIONWIDE RETIREMENT SO	422.00
METLIFE C/O FASCORE LLC	44.36	WELLS FARGO	180.00
CHAPTER 13 STANDING TRUSTEE	85.00	AFLAC	1552.69
GEORGIA POWER COMPANY	20.98	GMEBS LIFE HEALTH FUND	19569.20
COMMISSIONER OF MC	2731.54	THOMPSON PUBLISHING GROUP	405.00
ROBBY G WATKINS	400.00	HENDERSON REGENE	565.00
LEGAL SHIELD	41.85	GRANST SERVICE COMPANY	349.95
BANKCARD CENTER	680.95	JERRY BRYSON CONSULTING	350.00
CHILD SUPPORT ENFORCEMENT	189.58	COHUTTA BANKING COMPANY	52422.09
NATIONWIDE RETIREMENT SO	422.00	VERIZON WIRELESS	583.74
METLIFE C/O FASCORE LLC	47.27	GOVERNMENTAL SYSTEMS INC	425.00
NORTH GEORGIA EMC -SEDC	198.06	WELLS FARGO	180.00
CHAPTER 13 STANDING TRUSTEE	85.00	LIBERTY NATIONAL LIFE	1356.62
GEORGIA TECHNOLOGY AUTHORITY	525.02	ROBBY G WATKINS	400.00
HIGDON HEAT & AIR	385.00		

CITY OF CHATSWORTH
COUNCIL MEETING
AUGUST 6, 2012

The Chatsworth City Council met in regular session on Monday, August 6, 2012 at 6:00 p.m. in the Council Chambers of City Hall with Mayor Dan Penland presiding.

PRESENT: Mayor Dan Penland, Aldermen Wayne Graves, Celeste Martin, Gary Brock and Fred Welch. City Attorney Steve Williams and City Clerk Wilma Nolan.

AGENDA AND MINUTES: Mayor Penland presented the agenda for the meeting and the minutes of the July meeting for review.

Gary, "I make a motion we adopt the agenda and minutes as presented." Fred seconded and the motion passed by a vote of 4 to 0

OLD BUSINESS

NONE

NEW BUSINESS

Request the approval of the MWGRC contract to provide planning and development control advisory and administrative assistance. The contract reads as follows:

July 5, 2012

Honorable Dan Penland
Mayor, City of Chatsworth
P. O. Box 516
Chatsworth, GA 30705

Dear Mayor Penland:

Please accept this as an agreement between the Northwest Georgia Regional Commission (NWGRC) and the City of Chatsworth regarding NWGRC delivery of general planning and development control consultation and administration services to the City.

The type and scope of services to be provided are identified in attached Exhibit A.

You agree to pay us for work done based on NWGRC's staff cost rate of \$48.00 per hour (\$384.00 per day) for planner services and \$37.00 per hour (\$296.00 per day) for planner technician services. We agree to keep accurate records pertaining to this project which will be available for your review. Payments will be made based on a request for reimbursement of time expended and expenses incurred, which will be accompanied by a report of activities.

This agreement shall be in effect for twelve (12) months beginning July 1, 2012. You have the right to change the work scope as set out in Exhibit A if you give us specific instructions in writing. You shall also have the right to terminate this contract upon thirty (30) days notice, but we shall be entitled to payment for services provided.

If the terms of this agreement are acceptable, please sign this copy to indicate your acceptance.

/s/ Dan Penland
Dan Penland
Mayor, City of Chatsworth

/s/ William R. Steiner
William R. Steiner, Executive Director
Northwest Georgia Regional Commission

EXHIBIT A: SCOPE OF SERVICES

Exhibit A to the agreement between Northwest Georgia RC and the City of Chatsworth for NWGRC to provide general planning and development controls administrative services to the City as necessary according to the following arrangements and activities.

Description of Work Activities

1. Consultation services to the City Council, Chatsworth Planning Commission, Zoning Board of Appeals, Building Inspector, and other city staff regarding interpretation, administration, and enforcement of the city's development regulations.
2. Preparation and/or review and analysis of routine amendments to the city's zoning district map and other development regulations.
3. Consultation and review of annexation initiatives or requests.
4. Review and analysis of all proposed subdivision plats occurring in the city.
5. Maintaining and updating the City's base maps and zoning map.
6. Administration assistance to the Chatsworth Planning Commission and Zoning Board of Appeals including attending meetings, and maintaining relevant records.

Estimated Costs

Actual costs would depend on actual demand for the services described times the manday (hourly) cost rates.

Fred, "I make a recommendation that since it is the same rate that we accept the contract." Gary seconded and the motion passed by a vote of 4 to 0.

Presentation of a resolution to authorize a competitive sale of bonds and authorize the Mayor to assent the sale of the Bonds to the best bidder.

The Water Works presented the following resolution.

**RESOLUTION
OF THE
WATERWORKS COMMISSION
FOR THE CITY OF CHATSWORTH**

Whereas, the City of Chatsworth, Georgia (the "City") owns a water and sewerage system (the "System"), which provides water and sewerage service to citizens and users within and without the territorial limits of the City; and

Whereas, pursuant to an amendment (Ga.L. 1949, p. 1722) to the charter of the City, the Waterworks Commission for the City of Chatsworth (the "Waterworks Commission") was created to have general supervision and control over the System, to make rules and regulations in connection with the operation of the System, provided that said ordinances are also approved by the Mayor and Aldermen of the City, and to make recommendations to the Mayor and Aldermen of the City concerning the issuance of the City's bonds to finance the erection, enlargement, or improvement of the System; and

Whereas, the City and the Waterworks Commission have determined that it is in the best interest of the City and the citizens of the City to prepay certain Georgia Environmental Facilities Authority loans ("GEFA Loans") and to make additions, extensions, and improvements to the System in accordance with engineering recommendations, plans and specifications on file with the City ("the Projects"); and

Whereas, the City and the Waterworks Commission have determined that the most feasible manner of prepaying its GEFA Loans and financing the costs of the Projects is through the issuance of its CITY OF CHATSWORTH WATER AND SEWERAGE REFUNDING AND IMPROVEMENT REVENUE BONDS, SERIES 2012 in the aggregate principal amount of approximately \$8,275,000 (the "Series 2012 Bonds"); and

Whereas, the City hereto fore adopted a resolution on April 2, 2012 (the "Intent Resolution"), whereby the City declared its official intent to issue revenue bonds to refund certain GEFA Loans and to make certain additions, extensions and improvements to the System; and

Whereas, the Intent Resolution authorized the City to retain the services of Anthony M. King, of Kidwell & Company, Newman, Georgia, to act as financial advisor for the Series 2012 Bonds (the "Financial Advisor"), and the City attorney was authorized to retain the services of Gray, Pannell and Woodward LLP, as bond counsel and disclosure counsel for the issuance of the Series 2012 Bonds (the "Bond Counsel"); and

Whereas, the Intent Resolution authorized the City to cause to be printed and distributed a Preliminary Official Statement relating to the Series 2012 Bonds and authorized the Mayor or the City Clerk to execute and deliver a certificate to "deem final" the Preliminary Official Statement within the meaning of Securities Exchange Act Rule 15c2-12; and

Whereas, the Intent Resolution authorized the Mayor, City Clerk, and other proper officers, members, agents and employees of the City to take any and all actions and to execute and deliver any and all other documents necessary in accordance with the intents and purposes of the Intent Resolution; and

Whereas, the Financial Advisor has advised that it may be in the best interest of the City to prepare a notice of sale to be submitted to prospective underwriters and purchasers of the Series 2012 Bonds and to receive competitive bids on or about August 16, 2012; and

Whereas, it is necessary and proper that the Waterworks Commission authorized its officers, attorneys and agents to take such further actions as are necessary for the issuance and delivery of the Series 2012 Bonds in accordance with the intents and purposes of the Intent Resolution and this resolution.

NOW, THEREFORE, BE IT RESOLVED by the Waterworks Commission for the City that, to the extent necessary and proper, the Waterworks Commission authorizes and hereby recommends that the City authorize and direct its officers, attorney and agents to prepare the following:

1. The Financial Advisor is requested to prepare and publish the appropriate notices of the sale for the Series 2012 Bonds and to have the Waterworks Commission review all bids received in accordance with such notices. The General Manager or Finance Director of the Waterworks Commission, with the assent of the Mayor of the City, is authorized to award the sale of the Series 2012 Bonds to the bidder(s) submitting the best bid(s) with the lowest true interest costs to the City.
2. The Bond Counsel and City attorney are authorized and directed to prepare a bond resolution for review by the Waterworks Commission and adoption by the City setting forth the exact principal amount, maturities, interest rate and other particulars of the Series 2012 Bonds.
3. The City is authorized to appoint the General Manager and the Finance Director of the Waterworks Commission to assist the Financial Advisor and Bond Counsel with the preparation of the Preliminary Official Statement, and upon the award of bid(s), the preparation and completion of the Official Statement, and to authorize the City to take any such further actions as may be necessary or desirable in accordance with the sale and delivery of the Series 2012 Bonds.

APPROVED AND ADOPTED in open meeting this 24th day of July, 2012.

WATERWORKS COMMISSION FOR THE
CITY OF CHATSWORTH

By: /s/ Ron Wilson
Chairman

Attest: /s/ Renda Stafford
Clerk

S E A L

The Resolution presented to the City Council for approval reads as follows:

A RESOLUTION OF THE CITY OF CHATSWORTH (THE "CITY") DECLARING ITS INTENT TO AUTHORIZE THE MAYOR AND OTHER OFFICIALS OF THE CITY AND THE WATERWORKS COMMISSION OF THE CITY OF CHATSWORTH (THE "WATERWORKS COMMISSION") TO REVIEW AND APPROVE BIDS AND TAKE SUCH FURTHER ACTIONS AS ARE NECESSARY TO PROVIDE FOR THE SALE OF THE SERIES 2012 BONDS; AND FOR OTHER PURPOSES

WHEREAS, the City of Chatsworth (the "City:") heretofore adopted a resolution on April 2, 2012 (the "Intent Resolution"), whereby the City declared its official intent to issue its CITY OF CHATSWORTH WATER AND SEWERAGE REFUNDING AND IMPROVEMENT REVENUE BONDS, SERIES 2012") to refund certain GEFA Loans and to make certain additions, extensions and improvements to the water and sewerage system owned by the City (the "System"), which provides water and sewerage service to citizens and users within and without the territorial limits of the City; and

WHEREAS, the Intent Resolution authorized the City to retain the services of Anthony M. King, of Kidwell & Company, Newnan, Georgia, to act as financial advisor for the Series 2012 Bonds (the "Financial Advisor:") and the City Attorney was authorized to retain the services of Gray Pannell & Woodward LLP, as bond counsel and disclosure counsel for the issuance of the Series 2012 Bonds (the "Bond Counsel"); and

WHEREAS, the Intent Resolution authorized the City to cause to be printed and distributed a Preliminary Official Statement relating to the Series 2012 Bonds and authorized the Mayor or the City Clerk to execute and deliver a certificate to "deem final" the Preliminary Official Statement within the meaning of Securities Exchange Act Rule 15c2-12; and

WHEREAS, the Intent Resolution authorized the Mayor, City Clerk, and other proper officers, members, agents and employees of the City to take any and all actions and to execute and deliver any and all other documents necessary in accordance with the intents and purposes of the Intent Resolution; and

WHEREAS, the Financial Advisor has advised that it may be in the best interest of the City to prepare a notice of sale to be submitted to prospective underwriters and purchasers of the Series 2012 Bonds and to receive competitive bids on or about August 16, 2012; and

WHEREAS, The Waterworks Commission of the City of Chatsworth (the "Waterworks Commission") was created to have general supervision and control over the System, to make rules and regulations in connection with the operation of the System, to adopt ordinances relating to the System, provided that said ordinances are also approved by the Mayor and Aldermen of the City, and to make recommendations to the Mayor and Aldermen of the City concerning the issuance of the City's bonds to finance the erection, enlargement, or improvement of the System; and

WHEREAS, the Waterworks Commission has recommended by resolution adopted on July 24, 2012, that the City authorize and direct (i) its Financial Advisor to prepare and publish the appropriate notices of sale for the Series 2012 Bonds and to have the Waterworks Commission review all bids received in accordance with such notices and allow the General Manager of the Finance Director of the Waterworks Commission, with the assent of the Mayor of the City, the authority to award the sale of the Series 2012 Bonds to the bidder(s) submitting the best bid(s) with the lowest true interest cost to the City; (ii) Bond Counsel and the City attorney to prepare a bond resolution for review by the Waterworks Commission and adoption by the City setting forth the exact principal amount, maturities, interest rate and other particulars of the Series 2012 Bonds; and (iii) the City to appoint the General Manager and the Finance Director of the Waterworks Commission to assist the Financial Advisor and Bond Counsel with the preparation of the Preliminary Official Statement, and upon the award of the bid(s), the preparation and completion of the Official Statement; and

WHEREAS, it is necessary and proper that the City authorize its officers, attorneys, and agents to take such further action as are necessary for the issuance and delivery of the Series 2012 Bonds in accordance with the intents and purposes of this resolution.

NOW, THEREFORE, BE IT RESOLVED that the City declares its intent to issue the Series 2012 Bonds in accordance with the recommendation of the Waterworks Commission and hereby authorizes and directs its officers, attorneys and agents named in the preamble to:

1. Prepare and publish the appropriate notices of sale for the Series 2012 Bonds and to have the Waterworks Commission review all bids received in accordance with such notices. The General Manager or Finance Director of the Waterworks Commission, with the assent of the Mayor of the City, is authorized to award the sale of the Series 2012 Bonds to the bidder(s) submitting the best bid(s) with the lowest true interest costs to the City.
2. Prepare a bond resolution for review by the Waterworks Commission and adoption by the City setting forth the exact principal amount, maturities, interest rates, and other particulars of the Bonds.
3. Take such further actions as may be necessary or desirable in accordance with the intents and purposes of this resolution.

APPROVED AND ADOPTED in open meeting this 6th day of August, 2012.

CITY OF CHATSWORTH, GEORGIA

BY: /s/ Dan Penland
Mayor

ATTEST: /s/ Wilma Nolan
City Clerk

CLERK'S CERTIFICATE

I, the undersigned City Clerk of the City of Chatsworth (the "City"), keeper of the records and the seal thereof, hereby certify that the foregoing is a true and correct copy of a resolution of the City adopted in public meeting on August 6, 2012, the original of which resolution has been entered in the official records of the City under my supervision and is in my official possession, custody, and control.

I further certify that the meeting was held in conformity with the requirements of Title 50, Chapter 14 of the Official Code of Georgia Annotated.

/s/ Wilma Nolan
City Clerk

S E A L

Steve of the Water Works commented that the rating from S & P was AA-. This is good for us and the bonds will go on sale next Thursday, August 16, 2012. We are hoping for a good interest rate.

Gary, "I make a motion we approve the resolution to sale the bonds." Fred seconded and the motion passed by a vote of 4 to 0.

Schedule a called meeting, August 16, 2012, 6:00 p.m. so the Water Works Commission can recommend and the City can adopt the bond Resolution with final interest rates, maturities, etc.

Mayor Penland called for a motion and second to set the meeting.

Wayne, "I so move." Celeste seconded and the motion passed by a vote of 4 to 0.

Reschedule the September council meeting - (Labor Day - September 3, 2012)

Gary, "Would you entertain the 4th?" I make a motion we move the meeting to September 4, 2012 at 6:00 p.m." Celeste seconded and the motion passed by a vote of 4 to 0.

Mr. Patel of A-1 Food Mart was present to address the council. Mr. Patel had two questions. (1) What is necessary to pass beer sales on Sunday? (2) How can I obtain a license to sell liquor packages in Chatsworth?

Attorney Williams advised that this was two issues. One is Sunday Sales of beer. This would require a resolution by the Mayor and Council to place it on the ballot for vote by the voting public.

The second issue is the sale of packaged liquor. The law of Georgia is that it requires a petition signed by 30% of the registered voters to present it to the Mayor and Council, then the Mayor and Council can vote to pass a resolution to put it on the ballot for vote by the registered public. This is what is required by the State of Georgia.

An individual advised that a candidate would like to have a meet and greet over at the park on Saturday, from 10:30 a.m. to 2:00 p.m. and he wanted to see if it was alright to have that event.

Mayor Penland advised that he had spoken with Ms. Pritchett and advised her he would check on this. We have no restrictions against that. The only thing that is required is that you must clean up afterward.

COMMITTEE REPORTS

FINANCE: Wayne advised that he had reviewed the budget for July and all of the departments are within their budget. They do an excellent job of staying within the budget. Revenues are coming in as scheduled.

INFRASTRUCTURE: Gary advised that the street department report is available. There was a lot of wind damage and they have been busy.

Gary advised that at the last water commission meeting solar power was being studied and Steve was present to present information on that.

Steve advised they had met with the company and are waiting on them to provide a firm quote for putting solar power in at the wastewater plant and the main office and the Eton water plant. This included the plant, pumps, sewer lift stations on the site as well. Currently for those sites we pay about \$21-22000 dollars a month in power. Based on the studies we have done it looks like it would cut 62% of the bill off by installing solar. We could put the solar power in and basicly set our payments up for the panels to be the same as what our current payments are. The payoff would be roughly 15-20 years with a 30 year life expectancy.

Over the life span of 30 years it would be 5-7 million dollars, is what we are anticipating in savings. Anything we have in excess we will sell back to Georgia Power.

INTERGOVERNMENTAL & TECHNOLOGY: Celeste mentioned that last time she had advised of the LOST meeting. We have not received a counter or any kind of information back from the county to discuss that any further. Nothing with technology, as far as the zoning department, we have ordinances under review for signs and foreclosures but that is it.

PUBLIC SAFETY: Fred advised that both Mike's and Terry's reports are in front of you. Mike's department has 137 hours of training this last month.

Mike advised that he had some issues this month with homeowner's renewing their insurance and not automatically getting the reduction due to the new ISO rating. When you renew your homeowners insurance, if you live inside the city limits of Chatsworth the classification did improve and you should see a savings on your insurance. There is a form letter, you can come by the fire department to pickup if you need one.

We did have damage from lightning. The phone system was hit at the fire and police department and we continue to have problems and Windstream is continuing to work on it. So some time the phone works and sometimes it doesn't.

Some individuals were sent to Summerville last week. We were requested by the Georgia Mutual Aid to send a crew down to help with the fire at the recycling plant.

Chief Martin stated we had 699 disptaches and 28 cases of VGCSA. Last week we seized over 19 grams of synthetic marijuana with a street value of \$18-20,000. We also had 28 accidents and one fatality last month.

There was no need for an executive session.

With no other business to come before the council, Mayor Penland adjourned the meeting at 6:30 p.m.

ATTEST:

CITY CLERK

MAYOR DAN PENLAND

ALDERMAN WAYNE GRAVES

ALDERWOMAN CELESTE MARTIN

ALDERMAN GARY BROCK

ALDERMAN FRED WELCH

JULY PAID BILLS

BRADLEY BUILDERS SUPPLY	311.24	CHAMBER OF COMMERCE	150.00
CHATSWORTH AUTO PARTS	183.32	PAT DENSORE SELF	562.00
FORT VIEW CLEANERS	157.30	GLOBE CHEMICAL CO INC	97.60
WINDSTREAM	1262.72	CINTAS FIRST AID	53.19
VULCAN MATERIALS COMPANY	1583.20	KEEP CHATSWORTH MURRAY	2083.34
CHATS/MURRAY HEALTH DEPT	416.67	CHATS/MURRAY LIBRARY	2500.00
PURE UV WATER COOLERS	30.00	PRECISION LOOPERS INC	264.00
TRI STATE HYDRAULICS	225.00	KLEEN-A-MATIC	462.04
DALTON JANITORIAL INC	26.90	CHILD SUPPORT ENFORCEMENT	189.58
CHATS WATER WORKS COM	110000.00	B & B GARAGE	11.64
METLIFE C/O FASCORE LLC	25571.89	NATIONWIDE RETIREMENT SO	422.00
COMMAND UNIFORMS	44.36	DAN PENLAND	39.41
BENNETT FIRE PRODUCTS CO	21.52	PEACE OFFICERS A & B	260.00
S & J INDUSTRIAL SUPPLY	5307.00	C & M FLEET REPAIR SVC	59.49
MURRAY MIX CONCRETE INC	83.70	MCCAMY PHILLIPS TUGGLE	161.50
WELLS FARGO	92.00	WATCH GUARD	256.00
GAS SOUTH	180.00	CHAPTER 13 STANDING TRUSTEE	85.00
GHEBS	915.68	GEORGIA POWER COMPANY	15727.55
FRETTA PULLIAM	10084.00	CHILD SUPPORT ENFORCEMENT	189.58
NATIONWIDE RETIREMENT SO	5.00	COHUTTA BANKING COMPANY	24558.86
WELLS FARGO	362.00	METLIFE C/O FASCORE LLC	44.36
BABBS BODY SHOP	180.00	CHAPTER 13 STANDING TRUSTEE	85.00
G & S OFFICE SUPPLY INC	65.00	CHATSWORTH FARM & GARDEN	14.95
NORTHWEST GA REGIONAL CO	219.94	GSCCCA	2440.62
PEACE OFFICERS A & B FUND	432.00	TRACTOR SUPPLY COMPANY	44.98
DALTON TRUCK INC	654.39	MC COMMISSIONER - DATE	307.00
COLE'S EQUIPMENT COMPANY	20.02	CONNIE REED CLERK	36.00
COMMUNICATIONS & ELECTRONICS	12.12	KELLER OUTDOOR INC	1103.00
WORLD ELECTRONICS	400.38	SANTEK ENVIRONMENTAL GA	1998.27
VICTIMS COMP PROBATIONS	25.98	MURRAY COUNTY JAIL FUND	958.94'
WRIGHT EXPRESS FSC	667.00	COURTWARE SOLUTIONS	791.53
AUTOZONE/AZ COMMERCIAL	8329.77	KEY RISK INSURANCE CO	1702.00
5% VICTIMS SURCHARGE	211.64	GEORGIA FIRE & RESCUE SU	178.69
	449.31	JARRETT'S BUSINESS MACHINE	122.94

JULY PAID BILLS CONTINUED

CHILD SUPPORT ENFORCEMENT	189.58	KELLER OUTDOOR INC	565.75
JOEY TORRES	27.81	COHUTTA BANKING COMPANY	28240.37
NATIONWIDE RETIREMENT SOL	362.00	METLIFE C/O FASCORE LLC	44.36
WELLS FARGO	180.00	CHAPTER 13 STANDING TRUSTEE	85.00
AFLAC	1552.69	GEORGIA POWER	20.98
GMEBS LIFE HEALTH FUND	19991.30	PURE UV WATER COOLERS	30.00
GEORGIA TECHNOLOGY AUTHORITY	553.38	CHILD SUPPORT ENFORCEMENT	189.58
COHUTTA BANKING COMPNAV	23656.93	NATIONWIDE RETIREMENT SO	362.00
VERIZON WIRELESS	450.77	METLIFE C/O FASCORE LLC	44.36
B RODNEY CROWE	24180.00	ARCPOINT	410.00
COLLINS TREE & CRANE SVC	1100.00	LEGAL SHIELD	41.85
BANKCARD CENTER	511.57	WELLS FARGO	180.00
CHAPTER 13 STANDING TRUSTEE	85.00	NORTHWEST GEORGIA REGIONAL CO	4294.00
CHILD SUPPORT ENFORCEMENT	189.58	CHATS WATER WORKS COMM	577.92
COHUTTA BANKING COMPANY	26391.02	NATIONWIDE RETIREMENT SO	362.00
METLIFE C/O FASCORE LLC	876.33	NORTH GEORGIA EMC - SEDC	200.90
MCCAMY PHILLIPS TUGGLE	400.20	WELLS FARGO	180.00
CHAPTER 13 STANDING TRUSTEE	85.00		

CITY OF CHATSWORTH
CALLED COUNCIL MEETING
AUGUST 16, 2012

The Chatsworth City Council met in a special called joint session with the Chatsworth Water Works on August 16, 2012 at 6:08 p.m. in the council chambers of City Hall with Mayor Dan Penland presiding.

PRESENT: Mayor Dan Penland, Aldermen Wayne Graves, Celeste Martin, Gary Brock and Fred Welch. Attorney Jim Pannell of Gray Pannell & Woodward LLP, Tony King Financial Advisor, Kidwell & Company. Water Works personnel - Jerry Luffman, Milton Clarke, Ron Wilson, Julian Burke, Renda Stafford, Steve Smith and Attorney Chris Rampley. City Clerk Wilma Nolan.

Mayor Penland called the joint session of the Chatsworth City Council and the Chatsworth Water Works Commission to order for the recommendation and adoption of the Bond Resolution with final interest rates, maturities, etc.

Steve advised that Mr. King would be giving the breakdown of how things turned out.

Mr. King expressed his appreciation for allowing his firm to serve as financial advisors for this transaction. We began this assignment strongly focused on the underlying credit of the commission and sorting out what if offered potential investors in terms of this transaction. We went to the Standard and Poor Rating Agency for a credit assessment. The way we profiled the Commission and the City in this transaction. We were hopeful we would receive a high investment grade rating in the AA category. The initial assessment which is not a public assessment is not public but private came back with a medium investment grade a single A category. There is a pretty wide spread of interest rates between Single A and double A bonds so we sent back and presented some additional information to Standard and Poor and tried to address some of the areas they had circled as credit weaknesses. The long and short of it is we found sufficient mitigances to those weaknesses and the committee came back with a AA- rating. We deliberated on whether or sell the bonds on negotiated basis by underwriters who request a proposal or competitive sale. We saw a divergence of rates between these with competitive bonds receiving a lower yield. So our recommendation to Steve and the Commission that we have a competitive sale where we take bids on a date and time certain. This is what we did today. A spreadsheet was presented showing the coupons and yields and other information relating to the Chatsworth transaction in comparison to other transactions. The rates we received today compared to even some AAA rating transactions. We had six bidders they were regional, super regional, and international broker/dealer firms. The leading being Raymond James. After reviewing the bids and where the winning bid came in comparison to other recently sold transactions our firm recommended that the commission provide a verbal award to Morgan Keegan.

Mr. King advised that this project was \$500,000 in project money and three GEFA loans are being paid off with these bonds. The present value savings in somewhere in the neighborhood of \$700,000. To put that in perspective this is about 10% of the bonds that were refunded.

The actual amount of the bond issue is \$7,270,000 that was an approximate amount that we established for the sale. The actual amount is \$7,180,000 and we resized the issue after the sale in order to take into account the difference in the underwriters discount and the original issue premium because the bid was a premium bid we were able to lower the par amount of the bonds.

Steve advised that Tony had done a good job and put a lot of time and effort in helping get us the rating we needed. Mr. King further stated he had the good fortune of working with the law firm of Gray Pannell & Woodward as bond counsel and they have been extraordinarily supportive of us as we have worked on this transaction. They have been responsive in preparing the statements. A press release will be forthcoming.

Jim Pannell explained the action that needed to be taken. A bond resolution explains what is going on in the transaction, the preamble explains what is going on, on page 2 it shows the three GEFA loans and the principal amounts that will be paid off with this financing and the other \$500,000 that come back for improvement to the system. Page 10 shows the principal amount as they mature and the coupon interest rate starts out at 2%. As I understand the Charter, the Water Works Commission

recommends the adoption of the resolution. So, it is necessary for them to convene to recommend, and then for the council to actually adopt the resolution. Then your legal council will file with the Clerk of Court in the morning and there will be a hearing in the Superior Court to validate the bonds. The ad will run for two weeks and the hearing is scheduled for September 5, 2012. The transaction will be closed on September 6, 2012.

The Water Works Commission convened, The Chairman, Ron Wilson presented the recommendation to adopt the resolution to the Mayor and Council.

Mayor Penland advised that the recommendation was received of the Water Commission to accept the proposed resolution for the sale and we will entertain a motion to approve.

Gary, "I so move." Fred seconded and the motion passed by a vote of 4 to 0.

Mayor Penland adjourned the meeting.

ATTEST:

CITY CLERK

MAYOR DAN PENLAND

ALDERMAN WAYNE GRAVES

ALDERWOMAN CELESTE MARTIN

ALDERMAN GARY BROCK

ALDERMAN FRED WELCH