TENNESSEE COMPTROLLER OF THE TREASURY

Report on $9,995,000 Electric System Revenue Bonds, Series 2026
The Milan Public Utilities Authority, Milan Tennessee

This report is being issued pursuant to Tenn. Code Ann. Title 7 Chapter 36, and is based upon information as presented in a plan of finance (the "Plan") received by our office on October 23, 2025, from the Milan Public Utilities Authority (the "Authority"). Our report provides information to assist the governing body in its responsibility to understand the nature of the transaction, including the costs, prior to approving the issuance of the bonds and is designed to provide consistent and comparable information for all local governments in Tennessee. This report does not constitute approval or disapproval of the Plan. This report and the Authority's Plan must be presented to the governing body prior to the adoption of a resolution authorizing the bonds.

PROPOSED BORROWING AND PROJECT:
The Authority plans to issue an estimated $9,995,000 in Electric System Revenue Bonds, Series 2026 to finance electric system capital improvements.

COSTS:
Estimated costs of issuance for the Series 2026 Bonds are:

	Amount	Price per $1,000 Bond
Estimated Underwriter's Discount	149,925	$ 15.00
Estimated Gross Bond Insurance Premium	100,958	10.10
Financial Advisor (Cumberland Securities)	50,000	5.00
Rating Agency Fee	25,000	2.50
Bound Counsel (Bass, Berry, and Sims)	25,000	2.50
POS / Official Statement	7,555	0.76
Misc (Paying Agent - Regions Bank, Advertising, etc.)	6,695	0.67
Local Counsel	1,250	0.13
Total Cost of Issuance:	**$ 366,383**	**$ 36.66**

FINANCIAL POSITION:
For fiscal year 2025, the electric system increased its total net position by $391,911 and reported current assets sufficient to pay its current liabilities. For fiscal years 2024 and 2025, the electric system reported a debt service coverage ratio of 6.35x and 6.11x, respectively, prior to the issuance of the Series 2026 Bonds and estimates that after the debt is issued the debt service coverage ratio will be 2.13x and 1.90x for fiscal years 2026 and 2027, respectively.

Effective Date for this Report

This report is effective for a period of ninety (90) days from the date of the report. If the transaction has not been priced during this ninety (90) day period, a new plan, with new analysis and estimates based on market conditions at that time, must be submitted to our office. We will then issue a report on the new plan for the Authority's governing body to review prior to adopting a new authorizing resolution for the bonds.

Steve Osborne

Assistant Director of the Division of Local Government Finance
Date: November 5, 2025