

Issuer's No. \_\_\_\_\_  
(To be filled out by State)

**REPORT ON DEBT OBLIGATION**  
**(Pursuant to Chapter 402, Public Acts of 1989)**

1. Issuer:

Name The Metropolitan Government of Nashville and Davidson County (Tennessee)

Address 1 Public Square, Suite 106  
Nashville, Tennessee 37201

Water and Sewer Revenue Bonds Federally Taxable, Series 2010C (Recovery Zone Economic Development Bonds)

2. Debt obligation:  a. Bond  
 b. CON  
 c. BAN  
 d. GAN  
 e. Lease/Lease Purchase  
 f. Loan Agreement

5. Face Amount of Debt Obligation \$75,000,000

6. Type of sale:  a. Competitive Public Sale  
 b. Negotiated  
 c. Loan Program \_\_\_\_\_  
(specify)

3. Security for Debt Obligation:  
 a. General Obligation  
 b. General Obligation Revenue and Tax  
 c. Revenue  
 d. Annual Appropriations

7. Tax Status:  
a. \_\_\_\_\_ Tax Exempt b. X Taxable

8. Dated Date: 12/16/2010

| 4. Purpose of Issue:                                 | Percent of Issue: |
|--|-------------------|
| <input type="checkbox"/> a. General Government       | _____             |
| <input type="checkbox"/> b. Education                | _____             |
| <input type="checkbox"/> c. Highways and Streets     | _____             |
| <input type="checkbox"/> d. Public Safety            | _____             |
| <input type="checkbox"/> e. Solid Waste Disposal     | _____             |
| <input type="checkbox"/> f. Industrial Park          | _____             |
| <input type="checkbox"/> g. Manufacturing Facilities | _____             |
| <input type="checkbox"/> h. Health Facilities        | _____             |
| <input type="checkbox"/> i. Airports                 | _____             |
| <input checked="" type="checkbox"/> j. Utilities     | _____             |
| <input checked="" type="checkbox"/> i. Water         | <u>35%</u>        |
| <input checked="" type="checkbox"/> ii. Sewer        | <u>65%</u>        |
| <input type="checkbox"/> iii. Electric               | _____             |
| <input type="checkbox"/> iv. Gas                     | _____             |
| <input type="checkbox"/> k. Refunding or Renewal     | _____             |
| <input type="checkbox"/> l. Other _____              | _____             |
| specify _____  | _____             |

9. Issue Date (Closing Date): 12/16/2010

10. Rating:  
a. Moody's: Aa3  
b. Standard & Poor's: AA-  
c. Fitch: \_\_\_\_\_

11. Interest Cost:  a. TIC 3.6811%  
 b. NIC  
 c. Variable  
 d. Other (Arbitrage Yield)

12. Recurring Costs:  
a. Remarketing Agent Fees \$ -0-  
b. Liquidity Fees \$ -0-  
c. Credit Enhancement Fees \$ -0-

SEE REVERSE SIDE

13. Maturity Dates, Amounts and Interest Rates

| Year  | Amount       | Interest Rate |
|-------|--------------|---------------|
| 2041* | \$75,000,000 | 6.693%        |
|       |              |               |
|       |              |               |
|       |              |               |
|       |              |               |
|       |              |               |
|       |              |               |

| Year | Amount | Interest Rate |
|------|--------|---------------|
|      |        |               |
|      |        |               |
|      |        |               |
|      |        |               |
|      |        |               |
|      |        |               |
|      |        |               |

If additional space is needed, attach additional sheet

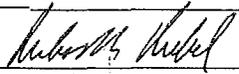
No. of Years \_\_\_\_\_  
(To be filled out by state.)

\*Term bond subject to mandatory redemption as set forth in the Official Statement

14. Itemized Description of the Cost of Issuance  
(Round to Nearest Dollar)

|  |               | Name of Firm   |
|--|---------------|--|
| a. Financial Advisor Fees                  | \$ 52,348.57  | First Southwest Company, Raftelis Financial Consulting |
| b. Legal Fees                              |               |  |
| i. Bond Counsel                            | \$ 68,280.74  | Bass, Berry & Sims PLC                                 |
| ii. Issuer's Counsel                       | \$            |  |
| iii. Trustee's Counsel                     | \$            |  |
|  | \$            |  |
| c. Paying Agent Fees and Registration Fees | \$ 700.00     | The Bank of New York Mellon Trust Company, N.A.        |
| d. Trustee Fees                            | \$            |  |
| e. Remarketing Agent Fees                  | \$            |  |
| f. Liquidity Fees                          | \$            |  |
| g. Rating Agency Fees                      | \$ 31,850.69  | Moody's and S&P  |
| h. Credit Enhancement Fees                 | \$            |  |
| i. Underwriter's Discount (0.682%)         | \$ 511,995.97 | Morgan Stanley & Co. Incorporated                      |
| i. Take Down                               | \$            |  |
| ii. Management Fee                         | \$            |  |
| iii. Risk Premium                          | \$            |  |
| iv. Underwriter's Counsel                  | \$            |  |
| v. Other Expenses                          | \$            |  |
| j. Printing and Advertising Fees           | \$ 1,138.01   | Image Master, MuniOS                                   |
| k. Issuer Fees                             | \$            |  |
| l. Misc. Costs                             | \$ 4,552.05   |  |
| m. Other Costs                             | \$            |  |
| n. Total Costs                             | \$ 670,866.03 |  |

\*If other costs are included, please itemize  
Note: Please enclose a copy of the DISCLOSURE STATEMENT or OFFICIAL STATEMENT if one was developed.

|     |   |   |
|-----|---|---|
| 15. |  | Jeffrey Oldham                          |
|     | Authorized Representative (Signature)   | Preparer (Please Type or Print Legibly) |
|     | Richard M. Riebeling  | Bond Counsel                            |
|     | Authorized Representative (Please Type or Print Legibly)                            | Title                                   |
|     | Director of Finance   | Bass, Berry & Sims PLC                  |
|     | Title   | Firm                                    |
|     | 12/16/2010  | 12/16/2010                              |
|     | Date  | Date                                    |

SEND TO: Director • Division of Local Finance • Suite 1600 • James K. Polk State Office Building • Nashville, Tennessee 37243-0274