

ORDINANCE 2025-05

AN ORDINANCE AUTHORIZING THE EXECUTION OF A PROMISSORY NOTE TO PROVIDE FOR THE PURCHASE OF A 2015 FORD F-750 SUPER DUTY RESCUE TRUCK FROM GOVDEALS, INC./ROME, GA AND APPROVING THE EXECUTION OF A VEHICLE PURCHASE AGREEMENT WITH FNBC BANK; DECLARING AN EMERGENCY; AND FOR OTHER PURPOSES.

WHEREAS, the Mayor and City Council, the Governing Body (the "Governing Body") of the City of Hardy, AR, hereby finds, determines, and adjudicates as follows:

1. The City of Hardy desires to enter into a Vehicle Purchase Agreement with the Exhibits attached thereto in substantially the same form as attached hereto as Exhibit "A" (the "Agreement") with FNBC Bank for the purpose of presently purchasing the vehicle as described therein for the total cost specified therein (collectively the "Vehicle").
2. The City of Hardy is authorized pursuant to "The City and County Government Development Bond and Short-Term Financing Amendment" to the Constitution of the State of Arkansas to acquire tangible personal property with an expected useful life of more than one (1) year by Lease-Purchase agreement and pay interest thereon by contract for a term not to exceed five (5) years.
3. It is in the best interest of the residents served by the City of Hardy that the City of Hardy acquire the Vehicle pursuant to and in accordance with the terms of the Agreement; and
4. It is necessary for the City of Hardy to approve and authorize the Agreement.
5. The City of Hardy desires to designate the Agreement as a qualified tax-exempt obligation of the City of Hardy for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986 (the "Code").

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL FOR THE CITY OF HARDY AS FOLLOWS:

Section 1. The Agreement and Exhibits attached hereto in substantially the same form as attached hereto as Exhibit "A" by and between FNBC Bank and the City of Hardy is hereby approved, and the Mayor and the Recorder-Treasurer are hereby authorized and directed to execute said Agreement on behalf of the City of Hardy.

Section 2. The Agreement is being issued in calendar year 2025.

Section 3. Neither any portion of the gross proceeds of the Agreement nor the Vehicle identified to the Agreement shall be used (directly or indirectly) in a trade or business carried on by any person other than a governmental unit, except for such use as a member of the public.

Section 4. No portion of the payments identified in the Agreement (a) is secured, directly or indirectly, by property used or to be used in a trade or business carried on by a person

Filed 4/30/2025 VS for
City of Hardy, Arkansas
Recorder-Treasurer Office

other than a governmental unit, except for such use as a member of the general public, or by payments in respect of such property; or (b) is to be derived from payments (whether or not to City of Hardy) in respect of property or borrowed money used or to be used for a trade or business carried on by any person other than a governmental unit.

Section 5. No portion of the gross proceeds of the Agreement are used (directly or indirectly) to make or finance loans to persons other than governmental units.

Section 6. The City of Hardy hereby designates the Agreement as a qualified tax-exempt obligation for purposes of Section 265(b) of the Code.

Section 7. In the calendar year 2025, the City of Hardy has designated \$192,029.56 of tax-exempt obligations (including the Agreement) as qualified tax-exempt obligations. Including the Agreement herein so designated, City of Hardy will not designate more than \$10,000,000.00 of obligations issued during calendar year 2025 as qualified tax-exempt obligations.

Section 8. City of Hardy reasonably anticipates that the total amount of tax-exempt obligations (other than private activity bonds) to be issued by the City of Hardy during calendar year 2025 will not exceed \$10,000,000.00.

Section 9. For purposes of this ordinance, the number of Tax-exempt obligations stated as either issued or designated as qualified tax-exempt obligations includes tax-exempt obligations issued by all entities deriving their issuing authority from the City of Hardy or by an entity subject to substantial control by the City of Hardy, as provided in Section 265(b)(3)(E) of the Code.

Section 10. The assessed value of taxable property located within the municipality is \$21,363,765.00 determined by the last completed tax assessments in Sharp and Fulton Counties.

Section 11. The aggregate principal amount of short-term financing obligations incurred by Lessee, including the obligations under the Agreement, does not exceed five percent (5%), if the City of Hardy is a municipality, or two and one-half percent (2½%), if the City of Hardy is a county, of the assessed value of taxable property located within the municipality or county, as determined by the last completed tax assessment.

Section 12. The City of Hardy approves the purchase of 2015 Ford F-750 Super Duty Rescue Truck from GovDeals, Inc./Rome, GA for \$22,790.00.

Section 13. The Mayor and the Recorder-Treasurer are further authorized for and on behalf of the City Council and the City of Hardy to do all things necessary in furtherance of the obligations of the Agreement, including execution and delivery of all other documents necessary or appropriate to carry out the transactions contemplated thereby in accordance with the terms and provisions thereof.

Section 14. It is hereby ascertained and declared that the 2015 Ford F-750 Super Duty Rescue Truck use is immediately needed for the preservation of the public peace, health and safety. Therefore, it is declared that an emergency exists and this Ordinance being necessary for the preservation of the public peace, health and safety shall be in force and take effect immediately upon and after its passage.

Following the reading of the foregoing ordinance, Natalie Quintana DuBois moved that the foregoing ordinance be adopted, Jana Smith seconded the motion for its' adoption. The Mayor put the question to a roll call vote and the result was as follows:

<u>Benney</u>	Voted: <u>yes</u>
<u>Clair-Thomas</u>	Voted: <u>yes</u>
<u>Kalbfleiman</u>	Voted: <u>yes</u>
<u>Quintana-DuBois</u>	Voted: <u>yes</u>
<u>Smith</u>	Voted: <u>yes</u>
<u>Taylor</u>	Voted: <u>yes</u>

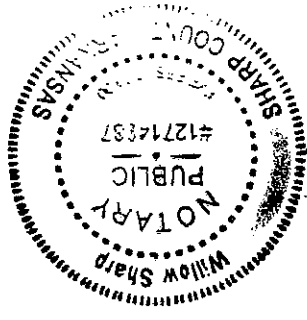
The motion having received the affirmative vote of a majority of all council members present; the Mayor and Recorder-Treasurer declared the motion carried and the ordinance adopted this the 30th day of April, 2025.

ATTEST:

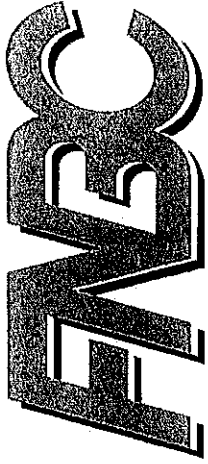
Willow R. Sharp
Willow R. Sharp, Recorder-Treasurer

APPROVED:

Ethan J. Barnes
Ethan J. Barnes, Mayor



Filed 4/30/2025 NS 2024
City of Hardy, Arkansas
Recorder-Treasurer Office



COMMUNITY BANKERS

P.O. Box 8 636 Ash Flt Drive, Ash Flat, AR 72513

Phone (870) 994-2311 Fax (870) 257-1890

www.fnbc.us

City of Hardy
Fire Department Truck

FNBC Bank bid dated 4/30/2025

Purchase amount:	\$22,790.00
Loan Amount:	\$22,790.00
Rate:	5.25% fixed for 5 years on monthly payments
Origination fee:	\$150

Monthly payment: \$440 (approximate)

This pricing is good for 30 days.

Clint Wiles

Vice President

870-257-1865

Exhibit "A"

Filed 4/30/2025 18:42
City of Hardy, Arkansas
Recorder-Treasurer Office