

RESOLUTION NO. 21-36

RESOLUTION AUTHORIZING PURCHASE OF FIRE TRUCK

WHEREAS, City of Monticello recently suffered the loss of a fire truck in an accident;

WHEREAS, in the opinion of the Fire Chief and the Mayor the loss of that truck needs to be replaced as soon as possible for the protection of the citizens of the City of Monticello;

WHEREAS, there is available for purchase a replacement truck from Pierce Manufacturing for a purchase price of the \$287,753.00;

WHEREAS, this transaction is pursuant to a State bid contract and, therefore, is exempt from the requirement of the State mandated a bid procedures.

WHEREAS, Commercial Bank & Trust Company and Union Bank & Trust Company are agreeable to financing the transaction for one (1) year at an interest rate of 1.92% per annum with no penalty for early payoff.


IT IS, THEREFORE, by the City Council of Monticello, Arkansas resolved as follows:

1. That the purchase of the fire truck for \$287,753.00 is approved and Mayor is instructed to complete the transaction.


2. The City will pay $\frac{1}{2}$ of the purchase price from its existing funds (\$143,876.50 paid from 1998 1¢ Sales Tax Fund Expense Line Item #6032 Fire Department-CIP Projects) and $\frac{1}{2}$ of the purchase price will be acquired by loan from Commercial Bank & Trust Company and Union Bank & Trust Company at an interest rate of 1.92% per annum on a one (1) year maturity with no penalty for early prepayment.

(END OF RESOLUTION)

ADOPTED on this 25th day of May, 2021.



Mayor



City Clerk