



CITY OF HUNTSVILLE
COUNCIL MEETING

MONDAY, OCTOBER 13, 2025

City Hall | 6:00 PM

Agenda

1. **Call to Order** – Mayor Travis Dotson
2. **Roll Call - Establish Quorum** – Finance Director Carmen Watkins
3. **Invocation** – Councilor Scott Thomas
4. **Pledge of Allegiance** – Councilor Roger Eoff
5. **Approval of Agenda**
 - a. Councilors may add items or delete items.
 - b. Motion required to approve as submitted or amended.
6. **Introduction of Special Guests**
7. **Special Order of Business**
 - a. Public Hearing
 - b. Oath of Office-Planning Commission-Mark Gates
8. **Approval of Minutes of Sept 8th Meeting**
9. **Public Comments**
10. **City Department Reports** (provided in emailed agenda packet)

a. Police Department	g. Economic Development Director
b. Public Works Department	h. Planning Director
c. Water Department	i. Building Inspector
d. Fire Department	j. Code Enforcement Officer
e. Finance Director	k. Animal Control Officer
f. Mayor	
11. **Commission and Committee Reports** (emailed with agenda packet)
 - a. Airport Commission-Sept. 4th
 - b. Wage & Position-Sept. 10th
 - c. Economic Development Commission-Sept 16th
 - d. Water & Sewer Commission-Sept. 18th
 - e. Planning Commission-Sept. 18th
 - e. Personal Policy Committee-Oct. 1st
 - f. Park Commission-Oct. 9th
12. **Unfinished Business**

None
13. **New Business**
 - a. Resolution 12-2025 Certifying Tax Rate to the County Clerk
 - b. Resolution 13-2025 Regarding Approving the Intra Agency Agreement between the City of Huntsville and County of Madison.
 - c. Resolution 14-2025 Regarding the Acceptance of Certain Real Estate and Approval of Donation Agreement of Real Property.
 - d. Resolution 15-2025 Regarding the Acceptance of Certain Donation
 - e. Ordinance 2025-8 Issuance of a Water & Sewer Revenue Bond

Travis Dotson
Mayor

Janice Smith
City Clerk

Councilor Roger Eoff
Ward I, Position I

Councilor Chrystal Lacey
Ward I, Position II

Councilor Scott Thomas
Ward II, Position I

Councilor Leslie Evans
Ward II, Position II

Councilor Guy Roden
Ward III, Position I

Brad Willis
Ward III, Position II

Councilor Bettina Coger
Ward IV, Position I

Councilor Stephen Ford
Ward IV, Position II

Jessica Fritts
City Attorney

Josh Herring
Chief of Police

Brian Robinson
Public Works Director

Carmen Watkins
Finance Director

Kevin Shinn
Fire Department Chief

Sean Davis
Water Department Director

Brandi Holt
Economic Development Director

Huntsville City Hall
208 E War Eagle Ave
Huntsville, AR 72740
479.738.6607
www.huntsvillearkansas.org

- g. Ordinance 2025-9 Confirming Rates for Services rendered by the water and sewer system of the City of Huntsville.
- h. City Car
- i.. Schedule Budget Committee Meeting

14. Announcements/Correspondence/Comments

- a. Water & Sewer Commission-Thursday, Oct 16th
- b. Planning Commission-Monday, Oct 27th 6:00 pm
- c. City Council Meeting-Monday, Nov 10th 6:00 pm

15. Adjournment

COUNCIL MEETING MINUTES

September 8, 2025

CALL TO ORDER

Mayor Travis Dotson called to order the regular monthly meeting of the Huntsville City Council at City Hall at 6:00 P.M.

ROLL CALL / QUORUM

Councilors Stephen Ford, Brad Willis, Leslie Evans, Chrystal Lacey, Scott Thomas, Guy Roden and Bettina Coger were present. Councilor Roger Eoff was absent. Watkins called roll and declared a quorum.

INVOCATION / PLEDGE OF ALLEGIANCE

Councilor Thomas shared the Invocation and Councilor Lacey led the Pledge of Allegiance.

APPROVAL OF AGENDA

Council Roden made a motion to approve the agenda, seconded by Councilor Ford. Motion approved.

INTRODUCTION OF SPECIAL GUESTS

Mayor Dotson introduced Chirs Smallman, a resident of Huntsville, and the police department's new officer Ryan Ray.

SPECIAL ORDER OF BUSINESS

None

APPROVAL OF MINUTES

Councilor Evans made a motion to approve the minutes of August 11th, seconded by Councilor Ford. Motion approved.

PUBLIC COMMENTS

None

CITY DEPARTMENT REPORTS

Written departmental reports were provided to councilors in their emailed agenda packets. These actions were taken, or information was presented during the reporting period:

- It was announced that Tyle Rudolph with the water department has passed his level 3 water license.
- Mayor Dotson announced that we have received a grant from the Arvest Foundation for \$25,000.00 for improvements to the Basham Building.
- Mayor Dotson announced that the City has partnered with the Best Friends Animal Society as another option to take our animals.
- Mayor Dotson announced that the hangers at the airport are done.
- Mayor Dotson read an Intra Agency Agreement between the City of Huntsville and the County of Madison, Arkansas. The city and the county have reached an understanding concerning recent changes made from Act 371 of 2025. Mayor stated that there will be an Ordinance at the next council meeting to make the agreement official.

COMMISSION / COMMITTEE REPORTS PROVIDED

- Water and Sewer Commission – Aug 21st
- Planning Commission-Aug 25th

UNFINISHED BUSINESS

None

NEW BUSINESS

Mayor Dotson introduced an Ordinance Amending Title 8 of the Vehicle & Traffic Codes of the City of Huntsville, Arkansas. Councilor Thomas made a motion to place the Ordinance on its first reading, seconded by Councilor Lacey. Attorney Fritts read the Ordinance. Councilor Thomas made a motion to suspend the rules of reading the Ordinance on three different occasions and proceed with the second reading by title only, Seconded by Councilor Roden. Attorney Fritts read the title. Councilor Thomas made a motion to suspend the rules and place the Ordinance on its third reading by title only, seconded by Councilor Ford. Attorney Fritts read the title. Mayor Dotson opened the floor for discussion. After no discussion, Councilor Thomas made a motion to adopt the Ordinance, seconded by Councilor Ford. Councilor Thomas made a motion to Accept the Emergency Clause, seconded by Councilor Roden. Ord. 2025-7

ANNOUNCEMENTS, CORRESPONDENCE, COMMENTS, AND OTHER

Upcoming meetings and activities were announced.

ADJOURNMENT

Councilor Thomas made a motion to adjourn the meeting, seconded by Councilor Ford. Meeting adjourned 7:10 p.m.

Mayor Travis Dotson

City Clerk Janice Smith

5 YR MONTHLY					
Tax Comparison	Sep-25	Sep-24	Sep-23	Sep-22	21-Sep
City Sales Tax	112,685.98	152,660.31	103,060.56	93,105.21	84,304.66
County Sales Tax	41,075.91	42,244.14	35,794.21	34,885.17	24,754.88
5 YR ANNUAL	YTD 2025	2024	2023	2022	2021
Building Permits	39,541.73	26,577.34	35,271.67	42,984.52	82,027.51
Business License	8,490.00	8,195.00	8,615.00	8,622.50	7,095.00
Fire Dept Fees	9,410.00	9,565.00	9,930.00	7,170.00	7,160.00
Franchise Fees	318,266.95	379,692.50	432,189.31	369,615.81	322,753.78
Misc Permits	118.00	376.00	393.00	467.00	439.00
Fines Income	85,398.20	111,491.92	79,397.17	23,179.00	43,729.75
Municipal Aid	33,934.94	42,814.81	43,773.01	42,949.71	39,704.37
American Rescue				266,122.24	266,125.35
Grants/Donations	1,447,494.34	8,437.50	2,145.00	2,726.00	80.00
Huntsville Schools	52,332.86	110,565.76	72,791.15		
Interest Income	79,999.96	73,136.18	66,930.30	12,270.66	16,592.65
Madison County	11,633.02	21,988.02	26,019.52	21,571.90	15,791.64
Misc Income	3,714.25	46,058.96	2,144.49	1,099.44	525.90
Police Stipend 2022				43,060.00	
Rental Income	6,125.00	550.00			
Transfer In	493,639.96	50,285.01	67,756.48	645,065.78	3,200.00
City Sales Tax	965,853.34	2,191,163.72	1,200,022.53	1,166,393.15	1,010,636.66
County Sales Tax	346,830.68	442,766.41	416,780.44	397,864.52	311,277.83
Property Tax	90,698.87	150,912.97	158,685.76	115,928.77	132,633.45
	\$3,993,482.10	\$3,674,577.10	\$2,622,844.83	\$3,167,091.00	\$2,259,772.89

2025 REVENUE BY	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25
Building Permits	305.00	\$405.00	3265.00	7690.00	16646.27	200.00
Business License	160.00	\$60.00	75.00	30.00	130.00	1585.00
City Sales Tax	108,916.00	\$118,667.00	88252.00	90825.94	114122.10	106901.50
County Sales Tax	37,078.00	\$40,574.00	34417.00	33858.79	42784.96	37958.33
Fines Income	7,960.00	\$8,045.00	7724.00	13029.05	231.50	6863.46
Fire Dept Fees	710.00	\$7,075.00	1015.00	175.00	0.00	175.00
Franchise Fees	31,600.00	\$39,064.00	37462.00	34672.52	28970.82	31343.26
Grants/Donations		\$87,344.00	0.00	50.00	0.00	2000.00
Huntsville Schools	13,083.00	\$13,083.00	17083.00	13083.20	0.00	0.00
Interest Income	102.00	\$90.00	7900.00	38568.86	6965.00	5745.40
Misc Income	10.00	\$1,197.00	5.00	5.00	1355705.00	2325.69
Misc Permits	4.00	\$2.00	6.00	8.00	14.00	20.00
Municipal Aid	5,820.00	\$2,949.00	2949.00	2948.54	2947.15	2942.96
Property Tax	18,989.00	\$0.00	0.00	4937.49	51536.18	3196.11
Rental Income	100.00	\$0.00	225.00	475.00	0.00	300.00
	224,837.00	\$318,555.00	\$ 197,038.00	\$ 240,357.39	1,620,053.	201,557.

	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25
Building Permits	1,614.	1,651.	4,689.	0.	0.	0.
Business License	4,860.	950.	640.	0.	0.	0.
City Sales Tax	114,067.	111,416.	112,686.	0.	0.	0.
County Sales Tax	40,150.	38,934.	41,076.	0.	0.	0.
Fines Income	10.	18,261.	9,125.	0.	0.	0.
Fire Dept Fees	35.	140.	85.	0.	0.	0.
Grants/Donations	0.	1,000.	500.	0.	0.	0.
Franchise Fees	32,845.	38,469.	43,840.	0.	0.	0.
Huntsville Schools	0.	0.	0.	0.	0.	0.
Interest Income	11,881.	3,920.	4,927.	0.	0.	0.
Misc Income	803.	15.	20.	0.	0.	0.
Misc Permits	28.	10.	24.	0.	0.	0.
Municipal Aid	8,063.	2,368.	2,947.	0.	0.	0.
Property Tax	4,827.	3,887.	3,326.	0.	0.	0.
Rental Income	100.	0.	775.	0.	0.	0.
Transfer In	0.	13,083.	356,211.	0.	0.	0.
	219,282.	234,104.	580,871.	0.	0.	0.

General Fund Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual	Annual Budget Jan 2025 Dec 2025	Jan 2025 Dec 2025 Percent of Budget
Revenue & Expenditures				
Revenue				
General Revenues				
Building Permits	4,689.16	39,372.73	25,000.00	157.49%
Business License Fees	640.00	8,490.00	8,000.00	106.13%
City Sales Tax	112,685.98	965,853.34	1,350,000.00	71.54%
County Sales Tax	41,075.91	346,830.68	450,000.00	77.07%
Fines Income	9,124.58	71,248.45	100,000.00	71.25%
Fire Dept Fees	85.00	9,410.00	9,500.00	99.05%
Franchise Fees	43,839.88	318,266.95	380,000.00	83.75%
Grants/Donations	500.00	1,447,494.34	1,444,944.36	100.18%
Huntsville Schools SRO	0.00	52,332.86	123,648.98	42.32%
Interest Income	4,926.72	79,999.96	70,000.00	114.29%
Madison County	0.00	11,633.02	23,266.02	50.00%
Misc Income	20.00	3,714.25	0.00	
Misc Permits	24.00	116.00	400.00	29.00%
Municipal Aid	2,947.16	33,934.94	43,000.00	78.92%
Property Tax Assessment	3,326.27	90,698.87	155,000.00	58.52%
Rental Income	775.00	6,125.00	4,000.00	153.13%
Transfer In	356,211.01	493,639.96	54,500.00	905.76%
General Revenues Totals	\$580,870.67	\$3,979,161.35	\$4,241,259.36	
Revenue	\$580,870.67	\$3,979,161.35	\$4,241,259.36	
Gross Profit	\$580,870.67	\$3,979,161.35	\$4,241,259.36	
Expenses				
Administrative				
Advertising	443.50	2,843.00	2,500.00	113.72%
Dues/Licenses	359.88	4,958.52	5,854.52	84.70%
Equipment - Office	284.24	9,862.65	14,000.00	70.45%
Fuel	0.00	196.51	1,000.00	19.65%
Improvements	46,286.90	291,703.49	399,850.00	72.95%
Insurance - Buildings	0.00	3,679.65	2,996.27	122.81%
Insurance - Health	1,147.74	10,903.53	14,271.84	76.40%
Insurance - Legal & Other	0.00	5,326.15	5,330.00	99.93%
Insurance - Vehicles	0.00	0.00	248.50	
Land/Buildings	0.00	175,195.00	175,000.00	100.11%
Meeting Expense	0.00	0.00	500.00	
Miscellaneous Expense	552.14	233,604.74	6,000.00	3,893.41%
Other Services	5,730.53	46,369.09	54,398.00	85.24%
Payroll Taxes	981.57	9,487.52	16,939.71	56.01%
Repairs & Maint. - Bldgs.	2,577.83	4,541.52	5,000.00	90.83%
Repairs & Maint. - Veh/Equip	0.00	51.42	1,000.00	5.14%
Retirement - APERS	2,018.84	20,777.48	25,943.48	80.09%
Salaries	16,695.59	162,665.30	227,434.08	71.52%
Supplies - Office	3,411.00	8,099.44	6,500.00	124.61%
Travel/Training	454.90	10,948.63	17,000.00	64.40%
Unemployment	30.85	68.83	79.52	86.56%
Utilities/Phonel/Trash	1,719.60	11,668.64	12,000.00	97.24%
Workers' Comp	0.00	190.00	165.00	115.15%
Administrative Totals	\$82,695.11	\$1,013,141.11	\$994,010.92	
Animal Control/Sanitation				
Equipment	57.76	57.76	0.00	

General Fund

Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual	Annual Budget Jan 2025 Dec 2025	Jan 2025 Dec 2025 Percent of Budget
Travel/Training	0.00	130.00	2,700.00	4.81%
Unemployment	0.00	13.99	14.00	99.93%
Workers' Comp	0.00	100.00	16.00	625.00%
Economic Development Totals	\$2,749.19	\$26,703.69	\$86,189.50	
Fire Department				
Dues/Licenses	0.00	613.40	1,324.00	46.33%
Equipment	0.00	18,395.03	60,000.00	30.66%
Equipment - Office	0.00	0.00	1,000.00	
Fuel	2,116.81	8,333.74	9,500.00	87.72%
Insurance - Buildings	0.00	3,693.20	3,007.30	122.81%
Insurance - Health	770.16	7,509.06	9,514.56	78.92%
Insurance - Vehicles	0.00	0.00	11,402.70	
Land/Buildings	0.00	0.00	50,000.00	
Miscellaneous Expense	0.00	648.00	1,000.00	64.80%
Other Services	0.00	1,334.74	5,976.06	22.33%
Payroll Taxes	152.27	1,392.27	2,251.02	61.85%
Repairs & Maint. - Bldgs.	670.70	3,257.46	4,000.00	81.44%
Repairs & Maint. - Veh/Equip	6,980.56	17,915.35	26,000.00	68.91%
Salaries	10,577.85	96,690.12	144,710.08	66.82%
Supplies - Office	123.80	1,036.09	1,000.00	103.61%
Supplies - Uniforms	1,198.00	2,011.55	3,500.00	57.47%
Supplies/ Materials	347.94	5,947.39	9,000.00	66.08%
Travel/Training	1,669.83	9,971.80	25,000.00	39.89%
Unemployment	3.06	54.60	162.00	33.70%
Utilities/Phonel/Trash	2,047.29	16,427.63	23,000.00	71.42%
Vehicles	0.00	0.00	50,000.00	
Workers' Comp	0.00	2,300.30	1,723.00	133.51%
Fire Department Totals	\$26,658.27	\$197,531.73	\$443,070.72	
Police Dept				
Dispatching Service	0.00	26,250.00	35,000.00	75.00%
Dues/Licenses	0.00	125.00	305.00	40.98%
Equipment	528.73	46,538.56	70,000.00	66.48%
Fuel	3,864.20	19,206.92	43,500.00	44.15%
Insurance - Buildings	0.00	5,292.26	4,310.00	122.79%
Insurance - Health	4,418.84	37,718.68	66,601.92	56.63%
Insurance - Vehicles	0.00	457.50	3,827.50	11.95%
Miscellaneous Expense	650.13	2,145.63	1,000.00	214.56%
Other Services	5,824.37	34,349.71	33,112.00	103.74%
Payroll Taxes	3,916.48	42,244.04	58,294.44	72.47%
Police Pensions	(15,785.16)	57,769.22	99,784.37	57.89%
Repairs & Maint. - Bldgs.	3,620.98	6,232.93	8,000.00	77.91%
Repairs & Maint. - Veh/Equip	4,145.90	23,017.97	29,200.00	78.83%
Retirement - APERS	961.48	8,685.14	12,924.42	67.20%
Salaries	51,196.59	552,214.01	762,018.83	72.47%
Supplies - Office	303.34	5,591.20	6,000.00	93.19%
Supplies - Uniforms	83.54	7,914.08	8,500.00	93.11%
Supplies/ Materials	122.47	3,479.03	4,600.00	75.63%
Travel/Training	2,131.31	3,053.91	12,000.00	25.45%
Unemployment	4.25	245.72	204.00	120.45%
Utilities/Phonel/Trash	1,506.72	12,266.80	18,000.00	68.15%
Vehicles	0.00	44,000.00	44,000.00	100.00%

Street Fund

Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual	Annual Budget Jan 2025 Dec 2025	Jan 2025 Dec 2025 Percent of Budget
Revenue & Expenditures				
Revenue				
Interest Income	956.98	7,826.75	7,000.00	111.81%
Misc Income	275.52	424.83	0.00	
Municipal Aid	21,581.06	184,031.94	240,000.00	76.68%
Property Tax Assessment	1,426.65	83,554.38	58,000.00	144.06%
Revenue	\$24,240.21	\$275,837.90	\$305,000.00	
Gross Profit	\$24,240.21	\$275,837.90	\$305,000.00	
Expenses				
Dues/Licenses	0.00	0.00	45.00	
Equipment	1,220.77	30,529.12	64,000.00	47.70%
Fuel	2,389.60	22,468.53	20,500.00	109.60%
Grant Projects	0.00	0.00	79,000.00	
Insurance - Buildings	0.00	1,611.82	1,312.48	122.81%
Insurance - Vehicles	0.00	0.00	4,215.92	
Miscellaneous Expense	288.94	391.94	1,000.00	39.19%
Other Services	160.00	6,890.00	9,920.00	69.46%
Repairs & Maint - Street Proj.	0.00	19,697.48	332,406.60	5.93%
Repairs & Maint. - Bldgs.	0.00	0.00	1,500.00	
Repairs & Maint. - Veh/Equip	401.82	16,383.61	19,000.00	86.23%
Supplies - Uniforms	671.42	1,119.50	4,500.00	24.88%
Supplies/ Materials	12,639.19	22,549.93	19,000.00	118.68%
Travel/Training	0.00	0.00	500.00	
Utilities/Phone/Trash	3,573.01	31,627.98	42,000.00	75.30%
Workers' Comp	0.00	5,809.00	5,600.00	103.73%
Expenses	\$21,344.75	\$159,078.91	\$604,500.00	
Revenue Less Expenditures	\$2,895.46	\$116,758.99	(\$299,500.00)	
Other Expenses				
Transfer Out	0.00	13,821.20	13,500.00	102.38%
Other Expenses	\$0.00	\$13,821.20	\$13,500.00	
Net Change in Fund Balance	\$2,895.46	\$102,937.79	(\$313,000.00)	
Fund Balances				
Beginning Fund Balance	430,112.23	330,069.90	0.00	
Net Change in Fund Balance	2,895.46	102,937.79	(313,000.00)	
Ending Fund Balance	433,007.69	433,007.69	0.00	

Admin of Justice Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Fines Income	16,894.67	154,115.42
Interest Income	164.24	1,282.53
Revenue	\$17,058.91	\$155,397.95
Gross Profit	\$17,058.91	\$155,397.95
Expenses		
County Fees & Costs	2,290.69	20,616.21
State Fees & Costs	8,447.33	102,094.59
Expenses	\$10,738.02	\$122,710.80
Revenue Less Expenditures	\$6,320.89	\$32,687.15
Net Change in Fund Balance	\$6,320.89	\$32,687.15
Fund Balances		
Beginning Fund Balance	70,221.31	43,855.05
Net Change in Fund Balance	6,320.89	32,687.15
Ending Fund Balance	76,542.20	76,542.20

Court Automation Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Fines Income	2,132.50	44,099.46
Interest Income	90.64	721.86
Misc Income	0.00	200.00
Revenue	\$2,223.14	\$45,021.32
Gross Profit	\$2,223.14	\$45,021.32
Expenses		
Equipment - Office	1,755.05	16,111.93
Miscellaneous Expense	54.82	17,015.82
Supplies - Office	0.00	540.65
Utilities/Phonel/Trash	0.00	192.51
Expenses	\$1,809.87	\$33,860.91
Revenue Less Expenditures	\$413.27	\$11,160.41
Net Change in Fund Balance	\$413.27	\$11,160.41
Fund Balances		
Beginning Fund Balance	40,597.19	29,850.05
Net Change in Fund Balance	413.27	11,160.41
Ending Fund Balance	41,010.46	41,010.46

Airport Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
City Sales Tax	46.67	286.13
County Sales Tax	179.08	715.10
Grants/Donations	0.00	288,929.91
Interest Income	198.67	2,797.66
Misc Income	97.33	260.33
Rental Income	870.00	34,771.00
Sale Of Material	672.14	27,860.23
Transfer In	0.00	102,033.52
Revenue	\$2,063.89	\$457,653.88
Gross Profit	\$2,063.89	\$457,653.88
Expenses		
Fuel	0.00	23,737.50
Grant Projects	20,000.00	20,000.00
Improvements	0.00	303,276.25
Insurance - Buildings	0.00	5,007.77
Labor - Contract	2,145.00	5,005.00
Land/Buildings	0.00	64,696.36
Miscellaneous Expense	130.53	39,042.12
Repairs & Maint. - Veh/Equip	2,491.80	6,224.05
Sales Tax	251.78	2,984.03
Supplies/ Materials	0.00	288.73
T- Hangars	259.42	259.42
Utilities/Phonel/Trash	283.27	6,186.83
Expenses	\$25,561.80	\$476,708.06
Revenue Less Expenditures	(\$23,497.91)	(\$19,054.18)
Net Change in Fund Balance	(\$23,497.91)	(\$19,054.18)
Fund Balances		
Beginning Fund Balance	77,149.50	72,705.77
Net Change in Fund Balance	(23,497.91)	(19,054.18)
Ending Fund Balance	53,651.59	53,651.59

Fire Dept Act 833 Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Interest Income	64.18	381.80
State Of Arkansas	5,008.78	13,869.66
Revenue	\$5,072.96	\$14,251.46
Gross Profit	\$5,072.96	\$14,251.46
Revenue Less Expenditures	\$5,072.96	\$14,251.46
Net Change in Fund Balance	\$5,072.96	\$14,251.46
Fund Balances		
Beginning Fund Balance	26,308.07	17,129.57
Net Change in Fund Balance	5,072.96	14,251.46
Ending Fund Balance	31,381.03	31,381.03

General Fund Reserve
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Interest Income	1.21	15.47
Misc Income	0.00	4,764.27
Revenue	\$1.21	\$4,779.74
Gross Profit	\$1.21	\$4,779.74
Revenue Less Expenditures	\$1.21	\$4,779.74
Other Expenses		
Transfer Out	0.00	4,764.27
Other Expenses	\$0.00	\$4,764.27
Net Change in Fund Balance	\$1.21	\$15.47
Fund Balances		
Beginning Fund Balance	552.82	538.56
Net Change in Fund Balance	1.21	15.47
Ending Fund Balance	554.03	554.03

Huntsville City Parks Fund

Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Concession Income	2,000.00	2,000.00
Grants/Donations	29,000.00	29,000.00
Interest Income	105.46	784.76
League Fees	4,900.00	16,800.00
Misc Income	220.00	2,420.00
Transfer In	0.00	64,000.00
Revenue	\$36,225.46	\$115,004.76
Gross Profit	\$36,225.46	\$115,004.76
Expenses		
Equipment	162.46	9,381.18
Insurance - Buildings	0.00	1,219.33
Labor - Contract	500.00	3,500.00
Labor- League	1,520.00	9,250.00
League Expense	0.00	550.00
Lighting	0.00	2,508.75
Miscellaneous Expense	396.00	4,126.17
Other Services	510.52	7,363.48
Repairs & Maint. - Bldgs.	168.14	2,169.52
Repairs & Maint. - Veh/Equip	0.00	118.60
Supplies/ Materials	1,523.65	3,059.36
Utilities/Phonel/Trash	6,967.61	17,991.16
Expenses	\$11,748.38	\$61,237.55
Revenue Less Expenditures	\$24,477.08	\$53,767.21
Net Change in Fund Balance	\$24,477.08	\$53,767.21
Fund Balances		
Beginning Fund Balance	35,511.88	6,221.75
Net Change in Fund Balance	24,477.08	53,767.21
Ending Fund Balance	59,988.96	59,988.96

Industrial Park MM Savings Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Interest Income	0.00	5,305.62
Misc Income	0.00	290,000.00
Revenue	\$0.00	\$295,305.62
Gross Profit	\$0.00	\$295,305.62
Revenue Less Expenditures	\$0.00	\$295,305.62
Other Expenses		
Transfer Out	355,922.07	355,922.07
Other Expenses	\$355,922.07	\$355,922.07
Net Change in Fund Balance	(\$355,922.07)	(\$60,616.45)
Fund Balances		
Beginning Fund Balance	355,922.07	60,616.45
Net Change in Fund Balance	(355,922.07)	(60,616.45)
Ending Fund Balance	0.00	0.00

LOPFI Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Interest Income	312.42	2,255.82
Property Tax Assessment	475.38	35,329.36
Revenue	\$787.80	\$37,585.18
Gross Profit	\$787.80	\$37,585.18
Expenses		
Firemen's Pensions	0.00	14,346.44
Expenses	\$0.00	\$14,346.44
Revenue Less Expenditures	\$787.80	\$23,238.74
Net Change in Fund Balance	\$787.80	\$23,238.74
Fund Balances		
Beginning Fund Balance	142,361.62	119,910.68
Net Change in Fund Balance	787.80	23,238.74
Ending Fund Balance	143,149.42	143,149.42

Police Act 988 of 91' Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Fines Income	1,165.00	11,823.00
Interest Income	17.73	120.47
Revenue	\$1,182.73	\$11,943.47
Gross Profit	\$1,182.73	\$11,943.47
Expenses		
Equipment	0.00	9,763.71
Vehicles	0.00	11,142.00
Expenses	\$0.00	\$20,905.71
Revenue Less Expenditures	\$1,182.73	(\$8,962.24)
Net Change in Fund Balance	\$1,182.73	(\$8,962.24)
Fund Balances		
Beginning Fund Balance	7,399.81	17,544.78
Net Change in Fund Balance	1,182.73	(8,962.24)
Ending Fund Balance	8,582.54	8,582.54

Police Special Projects Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Grants/Donations	0.00	4,764.27
Interest Income	14.82	120.21
Revenue	\$14.82	\$4,884.48
Gross Profit	\$14.82	\$4,884.48
Revenue Less Expenditures	\$14.82	\$4,884.48
Net Change in Fund Balance	\$14.82	\$4,884.48
Fund Balances		
Beginning Fund Balance	6,763.03	1,893.37
Net Change in Fund Balance	14.82	4,884.48
Ending Fund Balance	6,777.85	6,777.85

Prisoner Act 1188 Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Fines Income	1,186.75	10,336.75
Interest Income	117.92	956.07
Revenue	\$1,304.67	\$11,292.82
Gross Profit	\$1,304.67	\$11,292.82
Expenses		
Other Services	500.00	3,900.00
Expenses	\$500.00	\$3,900.00
Revenue Less Expenditures	\$804.67	\$7,392.82
Net Change in Fund Balance	\$804.67	\$7,392.82
Fund Balances		
Beginning Fund Balance	53,392.86	46,804.71
Net Change in Fund Balance	804.67	7,392.82
Ending Fund Balance	54,197.53	54,197.53

Wastewater Facility Huntsville
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Revenue & Expenditures		
Revenue		
Interest Income	0.47	4.01
Revenue	\$0.47	\$4.01
Gross Profit	\$0.47	\$4.01
Revenue Less Expenditures	\$0.47	\$4.01
Net Change in Fund Balance	\$0.47	\$4.01
Fund Balances		
Beginning Fund Balance	216.05	212.51
Net Change in Fund Balance	0.47	4.01
Ending Fund Balance	216.52	216.52

Water Tank Simmons Bond Construction Fund
Statement of Revenue and Expenditures

	Current Period Sep 2025 Sep 2025 Actual	Year-To-Date Jan 2025 Sep 2025 Actual
Fund Balances		
Beginning Fund Balance	286,639.58	286,639.58
Net Change in Fund Balance	0.00	0.00
Ending Fund Balance	286,639.58	286,639.58



Public Works Department
Monthly Report
September 2025

Completed Projects
1) Cut brush and haul off.
2) Dug ditch for elect. At airport.
3) Work on culvert at the Pantry.
4) Concrete for bathrooms at splash pad.
5) Brush-hogging

Ongoing Projects

Huntsville Water Utilities Monthly Report

Reporting Period:	August 15, 2025 - September 15, 2025				
	Current Month	Previous Month Comparison		Same Month, 1 Year Ago	
Active Accounts	1,433	Up	5	Up	35
In City Residential	1,062	Up	1	Up	26
Gallons Purchased	52,332,866	Up	1,163,528	Up	7,118,039
Gallons Sold	49,093,240	Down	846,060	Up	7,719,540
Gal. Wastewater	53,590,000	Up	8,970,000	Up	20,981,000
Number of Leaks	3	Down	3	Up	1
Leak Man Hours	22	Down	31	Up	13
Water Loss %	6%	Up	3%	Down	2%
Service Orders	129	Up	7	Up	25
Line Locates	28	Down	19	Down	9

	Year to Date	Previous Year Comparison	
Gallons Purchased	376,178,064	Up	53,287,864
Gallons Sold	351,952,300	Up	60,181,321
Gal. Wastewater	407,266,000	Up	108,083,000
Number of Leaks	42	Up	10
Leak Man Hours	340.5	Up	2.5
Water Loss %	Average of 7%	Down	2%
Service Orders	961	Up	129
Line Locates	311	Up	90

HUNTSVILLE FIRE DEPARTMENT

October 2025 Report of September 2025 Activities

- We had a very busy month with 78 calls including many automatic and mutual aid calls.
- Our training for the month of September focused on stretching hose lines at a fire and extrication.
 - We conducted an Arkansas Fire Academy Extrication Class with nearly 30 firefighters from around the county participating.
 - Special thanks to Dean Deterts with Precision Rescue for assisting Assistant Chief Jeremy Shinn in teaching the class and providing extra equipment.
 - And once again, really appreciate Michael and Dalton Elsey from A+ Towing for providing us with around a dozen vehicles to use for the class. We literally could not have held the class without their assistance.
- In anticipation of being able to build our new training center in 2026, we are in the process of scheduling a full slate of AFA classes that will allow us to train our firefighters up to the Firefighter 1 and 2 levels.
 - The better trained we can get our firefighters and those of our surrounding departments, the better able we are to mitigate the increasing lack of available manpower we have available for structure fires inside the city.
- We are critically low on manpower right now with only 16 active members on our roster. Eight of those members having responded to at least 10% of our total calls while another seven of them have responded to less than 5% of the calls this year.
 - Looking strictly at fire calls, four of our firefighters have responded to at least 50% of our 75 fire calls.
 - Four of our firefighters have responded to at least 25% of our 334 medical calls.
- Of the 512 emergency calls we responded to from January 1st to September 30th this year, 131 of them (26%) were outside the city in our Fire District or as automatic/mutual aid calls.

Total calls from January 1 to September 30 by year.					
● 2025	● 2024	● 2023	● 2022	● 2021	● 2020
● 548	● 539	● 505	● 473	● 462	● 315

- Mayor Dotson, Chief Herring and I attended the Emergency Services meeting along with County Judge Larry Garrett, DEM/Fire Services Coordinator Greg Wheeler, MCEMS Director Keith Edmonds, Sheriff Ronnie Boyd, MCSO Dispatcher Lola Mitchell and MCSO Captain Michael Sloan and had a frank discussion regarding various issues facing the city and county.
- Captain Kristyn Shinn Clark and firefighter Samantha Freeman attended the First In conference in Little Rock.
- Firefighter Dasen attended the Rope Rescue Tech class in Harrison and now has completed his Awareness, Operations and Tech certifications.
- Lt. James House, firefighters Billy Kettner and Andrew Roman will be attending the Crash Course Heavy Extrication class in Ohio next week which will further enhance our ability to work heavy motor vehicle accidents.
- Firefighter Samantha Freeman is currently enrolled in the EMT program with NorthArk and doing very well. I have explained to her that once she becomes certified to work for EMS, she is not allowed to leave our department without hurting my feelings. She has assured me that she would never do that.
- Our MVA totals continue to rise with six more (which is nearly 20% of our total this year) happening in September.
 - Not shockingly, most of them were along the same 412 corridor we have discussed before.

January-September 2025	EMS CALLS	%	MVA	%	FIRE CALLS	%	SPECIAL DUTY	%	Inspections/Preplans	Public Service/Education	Training	Total Events
	384	75%	31	6%	75	15%	22	4%	22	16	28	578



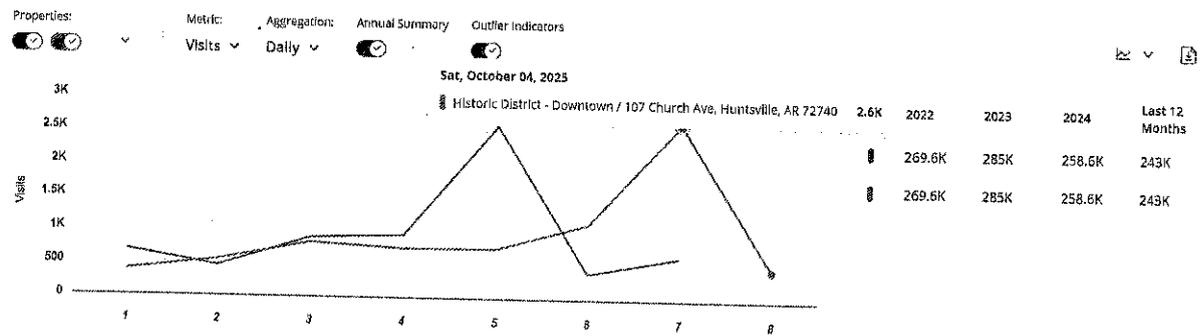
Strategic Objectives

- Economic Development –
 - Partnered with council members, Chystal Lacey and Bettina Coger, to coordinate an “Infrastructure Implementation Committee” and schedule meetings at the request of Mayor Dotson. – Ongoing.
 - Facilitated introduction and meeting with Mayor Dotson and GRANTED, a grant consultation organization for potential grant writing and management. – September 8, 2025.
 - Drafted and published an updated Basham Community Center Rental Agreement. The form can be downloaded from the city website. – September 10, 2025.
 - Attended City Council meeting. – September 15, 2025
 - Attended webinar, “AI workflows in Canva”. – September 18, 2025.
 - Participated in Arvest’s Junior Bank Board mock interviews and resume review session with Mayor Dotson. – September 24, 2025.
 - Attended ribbon cutting for Kings River Title. – September 24, 2025.
 - Attended Arkansas Municipal League webinar, “AI Policy Training”. – September 25, 2025.
 - Communications with Tom Ginn, AEDC Regional Manager for Community Development, Ron Maloney, NWA Council Economic Development Director, and Mark Goodman, Fayetteville Chamber of Commerce Economic Development Director.
 - Began research and selection process for new website hosting. Initial meetings with Appetegy and Civic Plus. – On going.
- Grants, Funding & Awards
 - Shared information regarding the National Fitness Campaign grant opportunity with Huntsville School District and potential partnership to apply for funding to add a Fitness Court to College Street Park. – September 4, 2025.
 - Coordinated Arvest Foundation award presentation in the amount of \$25,000 for Basham Community Center renovation. – September 16, 2025
 - Partnered with GRANTED to write and apply for consideration by the federal Rural Tribal Assistance program in the amount of \$550,000 to create active transportation connectivity between schools in the city. – September 22, 2025.

Cruzin the Square 2024 & 2025 Report – This event continues to bring the most visitors to the historic district annually.

Historic District - Downtown		Vs		Historic District - Downtown	
107 Church Ave, Huntsville, AR 72740				107 Church Ave, Huntsville, AR 72740	
Custom Dates	Over 10 Min	Edit Filters	Oct 01 - Oct 07, 2024	Sep 28 - Oct 05, 2025	Export
Metric Name	Historic District - Downtown 107 Church Ave, Huntsville, AR 72740		Historic District - Downtown 107 Church Ave, Huntsville, AR 72740		
Visits	6.6K		7.4K		
Visitors	5.5K		5.5K		
Visit Frequency	1.2		1.34		
Avg. Dwell Time	89 Min		94 Min		

Visits Trend ?



Historic District 2024 (Jan-Oct 2024) & 2025 YTD – Visitor numbers are continuing to trend slightly downward in 2025 to the historic district. Non-resident visits to the City of Huntsville are down 1.6%YTD in 2025.

Historic District - Downtown		Vs		Historic District - Downtown	
107 Church Ave, Huntsville, AR 72740				107 Church Ave, Huntsville, AR 72740	
Custom Dates	Over 10 Min	Edit Filters	Jan 01 - Oct 31, 2024	Year to Date	Export
Metric Name	Historic District - Downtown 107 Church Ave, Huntsville, AR 72740		Historic District - Downtown 107 Church Ave, Huntsville, AR 72740		
Visits	217.1K		184.5K		
Visitors	45.4K		39.6K		
Visit Frequency	4.78		4.66		
Avg. Dwell Time	73 Min		76 Min		
Panel Visits	19.5K		19.4K		
Visits YoY	-9.7%		-7.8%		
Visits Yo2Y	-3.6%		-15.9%		



**BUILDING INSPECTOR
MONTHLY REPORT**

Name	Number	Location
Terry Presley	4	Subdivison
Reliable Poultry	2	412 Bypass
Assembly God Church	3	412 Bypass
Blackey Canion	3	Combs St.
School Baseball Facility	3	Gaskill St
Tiny House Building	3	412 Bypass
Shop Building	2	Stone Crest (Enclave)
Hayden Dotson House	2	Gaskill St
Jason Hargis Remodal	3	Phillips St.

Council Members,

During the month of September, I've worked around 10 open cases. I am still in the midst of convincing people that mowing their yard is both necessary and required by ordinance. Unfortunately, I have seen an increase in issues with commercial properties, they have mostly been upkeep issues but all seem to either be resolved or on the road to resolution. If you have any questions feel free to reach out.

Thank you for your time,

Jeremy Shinn

Code Enforcement

ce@huntsvillarkansas.org

CE phone 479-325-8483

Huntsville Municipal Airport Commission Meeting Minutes

August 19, 2025 (Finalized September 4, 2025)

Chairman Charles Coger called the meeting of the Airport Commission to order at 6:00 p.m. Commissioners Bill Mason, Bill Smith, Cord Riley, and Tem Dotson were present. Chris Smallman, Cord Riley and Mark Hutton were absent.

This meeting was to discuss and finalize some rules on the new hangers.

- 1, Hanger preference to Huntsville or Madison County residents first. Motion made by Charles Coger to approve, seconded by Tem Dotson.
2. Preference for people wanting a new hanger that they get first chance at new hanger if they already have an old hanger. Motion made by Tem Dotson to approve, seconded by Charles Coger.
3. No ultralights in hangers and kit foxes and such. Motion made by Bill Smith to approve, seconded by Tem Dotson.
4. New hanger rentals are as follows:
 - Dan Wilkins #28
 - Kenton Hagen #26
 - Eddy Brewer #25
 - Troy Parlin (Mark Hutton's friend) #27
 - Two Hanger left vacant.
5. New Hanger rented by year only. Motion made by Charles Coger to approve, seconded by Tem Dotson.

Motion made by Charles Coger to adjourn , seconded by Tem Dotson.

City of Huntsville

Wage & Position Committee

Meeting Minutes

September 10, 2025

A meeting of the Wage & Position Committee was held at City Hall on Wednesday, September 10, 2025, at 6:00 p.m. for the purpose of discussing wage, salary & the budget for the next coming year. Also, to discuss some salary increases for certain individuals.

The following officials were present: Mayor Travis Dotson, Councilor Scott Thomas, Leslie Evans, Guy Roden, Finance Director Carmen Watkins and City Clerk Janice Smith. Councilor Chrystal Lacey was absent.

Mayor Dotson stated that we have a new police officer, Ryan Ray. He stated that Ryan has been an officer at Bella Vista and was a reserve officer for us previously. Starting pay for a new officer is \$21.57 and that we have started him at \$23.02 because of his experience.

Mayor Dotson stated that he would like to give Robert Smith a step increase from an 8/6, \$44,873 to 9/5, 48,435. The reason for the increase is because Robert has been training and taking classes to become a detective. He is not totally done with classes so this is just a small increase and when he finishes his classes, he will get the detective pay. Councilor Roden a motion to approve the raise starting October 1st, seconded by Councilor Evans. Motion approved.

Mayor Dotson told the councilors that the Personnel Committee is looking at some options to offer some perks for City's employees.

1. Allow an employee to cash in 40 hours of PTO time once a year. They must retain 40 hours of PTO. They can ask for an additional 40 hours but it must be approved.
2. Add maternity leave. An employee is allowed 6 weeks for a normal delivery and 8 weeks for a complicated delivery.
3. Each employee can earn more PTO each month. The mayor gave brief list of proposed changes for each month.

Mayor stated that he had a department head meeting and told them that they needed to start looking at their budgets and try to have numbers to him by October. Councilor Roden presented numbers for different scenarios for COLA raises.

Councilor Roden made a motion to adjourn, seconded by Councilor Scott.



City of Huntsville
Economic Development & Tourism
Commission Minutes
September 16, 2025
Basham Community Center

Special Guests: Debbie Nall, Ashley Scates, Lyndie Mullins with Arvest Bank, Huntsville, and Mayor Travis Dotson. The EDTC and Mayor Dotson were presented with a ceremonial check in the amount of \$25,000 from the Arvest Foundation. A special thank you to EDTC Commissioner and Community Bank President, Matt Smith for taking our request to the Arvest Foundation for consideration.

1. Call to Order – Commissioners David Pemberton, Jarred Rogers, Matt Smith, Bettina Cogèr, Shelia Willcutt, Jarred Rogers, and EDTC Director, Brandi Holt were in attendance.
2. New Business
 - a. Basham Community Center “Friend-Raiser” – Ideas were brainstormed to establish on-going community support for the maintenance and upkeep of the historic Basham Building. Commissioner Pemberton suggested a giving circle such as the Friends of the Basham Building. He will champion the development of the group and bring ideas to EDTC going forward to get the group established.
3. Open Discussion – Mayor Dotson discussed two local ordinances regarding appointed commissions (absences and social media) and one new state law regarding virtual meetings. Mayor Dotson also discussed Holt reaching out to the property owners of War Eagle One to discuss the building’s future.
4. Next Meeting – Tuesday, October 21, 2025
5. Adjournment

Upcoming Events

- HHS Homecoming Parade – Friday, September 19th , 1PM
- Ralph Baker Memorial Poker Run – Saturday, September 20th (Polk Square 2nd card)
- HHS Community Service Days – Tuesday, September 30 and Wednesday, October 1st
- Bike, Blues, & BBQ – October 1 - 4th
- Cruzin’ The Square – Saturday, October 4th
- Lighting the Square – Friday, November 21st
- Fall Holiday Market – November 21-22nd

Huntsville Water Utilities Commission Meeting

September 18, 2025

The regular meeting of the Huntsville Water and Sewer Commission was held at the Huntsville Water Utilities office.

Call to Order

- At 4:02, Chairman Brashears called the meeting to order. All commissioners were present.

Approval of Minutes

- Commissioner Ford made a motion to approve the minutes of the August meeting, seconded by Commissioner Rogers. The motion was approved.

Approval of Agenda

- Commissioner Rogers made a motion to accept the meeting agenda, seconded by Commissioner Ford. The motion was approved.

Old Business

- Mr. Davis reported that he had received clarification on the findings reported in the 2024 Audit report and that both were minor clerical items. He added that both items would be remedied and would not occur again.
- Mr. Davis reported that the wastewater plant upgrade was nearing design completion and would be going to bid soon. The resolution and ordinance for funding were both scheduled to go before City Council during the October meeting.

New Business

- Mr. Davis presented the first draft of the 2026 budget. Some project costs had not been finalized but he expected to have a version ready for approval in time for the October Commission meeting.
- Mr. Davis reported that a squirrel had shorted out the transformer that powers the telemetry for Regional Water's storage tank. Both Regional's tank and the City's had run very low but no residents lost water.
- Mr. Davis reported the Butterball corporation had put Huntsville Water in contact with MarksNelson, an accounting group that believes they can assist with the wastewater project by locating grant money. Huntsville Water would not be able to delay construction on the project any further to wait on the results but Mr. Davis would continue to discuss the grant options with MarksNelson.

Other Business

- Mr. Davis reported that one of the distribution operators had quit and an ad had been placed to fill the position.

Adjournment

- Commissioner Ford made a motion to adjourn the meeting, seconded by Commissioner Scott. The meeting was adjourned at 5:13 pm.



City of Huntsville Planning Commission

Meeting Minutes

9/22/25

CALL TO ORDER

The regular meeting of the Planning Commission came to order at 6 P.M.

ROLL CALL

Commissioners Yates, Malloy, Ford, Cogger and MacLean were present. Commissioner Davis came in at in at 6:05.

APPROVAL OF MINUTES LAST MEETING

Commissioner Davis made a motion to accept the minutes as presented. Commissioner Yates seconded and all were in favor.

APPROVAL OF THE AGENDA

Commissioner Yates moved to approve the agenda. Commissioner Malloy seconded the motion and all were in favor.

NEW BUSINESS

Fall Cleanup was held last Saturday and was success. There were about 40 volunteers. More students participated. The Commission wants to thank Arvest for providing breakfast, the city for providing lunch, Sparky's, Sean Davis, Todd and Jennifer Thomas for providing door prizes.

Thanks to Blake Edwards for dumpster use.

Old Business

The Sign Code has been being reviewed in the ad hoc meetings and is nearing completion.

Director Thomas presented 3 potential banners to recognize properties for improvements or good looks. Banner will include Congratulations and Property Highlight Award of Huntsville. Comments were made on the 3 and further discussion will be held on Wednesday's ad hoc meeting.

Commission awaiting survey for site plan approval of Yutzy property on Dotson St.

ANNOUNCEMENT

Mark Gates was present and expressed his interest in replacing Brad Willis on the Planning Commission.

ADJOURNMENT

Commissioner Davis moved to adjourn. Commissioner Yates seconded and all were in favor and the meeting adjourned at 6:16 P.M.

Secretary MacLean

2023 Planning and Board of Zoning Adjustments Commissioners

Brad Willis
Charles Cogger

Joni MacLean
Kenny Malloy
Sean Davis

Jason Yates
Stephen Ford

Personal Policy Committee
Meeting Minutes

October 1, 2025

Mayor Dotson called the meeting to order at 12:30 pm. Department Heads Pamela Garrett, Sean Davis, Brian Robinson, Josh Herring and Carmen Watkins were present. Also, attending was Brandi Holt, Jennifer Thomas and Jessica Fritts.

Motion made by Kevin to adopt 8 weeks of maternity leave for employees. Seconded by Pamela. Motion passed.

Motion made by Sean to change payroll from vacation/sick to PTO. Seconded by Kevin. Motion passed.

Motion made by Sean for the sale of PTO Policy. Seconded by Kevin. Motion passed.

Pamela made a motion to adjourn, seconded by Josh.

Huntsville Park Commission Meeting Minutes

October 9, 2025

Interim Chairman Ridgway called the meeting to order at 12:00 p.m. Commissioners Alex Foster, Carmen Watkins, Janice Smith, and John Parks were present. Todd Thomas was absent. Mayor Dotson was also present. Lunch was provided for the group.

Commissioner Watkins made a motion to approve the meeting minutes of February 28, 2025. Seconded by Commissioner Foster. Motion carried.

Commissioners reviewed the 2025 year-to-date financial statement that was provided for the meeting. Commissioner Foster made a motion to approve the financials, seconded by Commissioner Smith. Motion carried.

Commissioner Watkins made a motion to ask City Council for an increase in the 2026 budget from \$60,000.00 to \$70,000.00. Seconded by Commissioner Parks.

There was discussion on possibly upgrading the drainage and dirt on F1.

Mayor Dotson gave an update on the bathrooms at the splashpad.

Commissioner Watkins made a motion to adjourn, seconded by Commissioner Smith. Meeting adjourned 1:00 p.m.

CDW

2023 Park Commissioners

Todd Thomas - Chairman
Alex Foster
Carmen Watkins

Randy Ridgway
Don Smith

Makenzie Elsey
Olen Thompson

A RESOLUTION CERTIFYING TAX RATE TO THE COUNTY CLERK

WHEREAS, Arkansas Code Annotated Section 26-73-202 provides that the council of any municipal corporation may, on or before the time fixed by law for levying county taxes, make out and certify to the county clerk the rate of taxation levied by the municipal corporation on the real and personal property within the city or town. The amount so certified shall be placed upon the tax books by the county clerk of the county and collected in the same manner that state and county taxes are collected; and

WHEREAS, the city council for the City of Huntsville, Arkansas, desiring to conform to the requirements of Ark. Code Ann. 26-73-202, does hereby certify the rate of taxation to be levied is hereinafter provided.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF HUNTSVILLE, ARKANSAS, AS FOLLOWS:

SECTION 1. That the city council does hereby certify and state that the rate of taxation to be levied by the City of Huntsville, Arkansas, is:

1. City General - 3.5 mils on each dollar of assessed value of real property.
3.5 mils on each dollar of assessed value of personal property.
2. Firemen's Pension - 0.5 mils on each dollar of assessed value of real property.
0.5 mils on each dollar of assessed value of personal property.

SECTION 2. That this certification should be delivered by the mayor of the city of Huntsville, Arkansas, on or before the time fixed by law for levying county taxes to the county clerk of Madison County, Arkansas, so that said clerk may place the amount so certified on the tax books of the county clerk and collect said taxes in the manner that the state and county taxes are collected.

ADOPTED this 9th day of September 2024 by the City Council of Huntsville, Arkansas.

APPROVED _____
Mayor Travis Dotson

ATTEST _____
Janice Smith, City Clerk

RESOLUTION NO. 13-2023

**A RESOLUTION REGARDING APPROVING THE INTRA AGENCY AGREEMENT
BETWEEN THE CITY OF HUNTSVILLE, ARKANSAS AND THE COUNTY OF
MADISON, ARKANSAS**

WHEREAS, the City of Huntsville wishes to enter into an Intra Agency Agreement with the City of Huntsville and the County of Madison, Arkansas.

WHEREAS, the agreement establishes a written understanding concerning recent changes made from Act 371 of 2025, particularly regarding court costs collected by the District Court.

NOW, THEREFORE, BE IT RESOLVED by the City Council of Huntsville, Arkansas:

Section 1. That the City of Huntsville approves entering into an Intra Agency Agreement with the City of Huntsville and the County of Madison, Arkansas, attached as Exhibit 1.

ADOPTED this 13th day of October 2025 by the City Council of Huntsville, Arkansas.

APPROVED _____
Mayor Travis Dotson

ATTEST _____
City Recorder Janice Smith

RESOLUTION NO. 14-2025

A RESOLUTION REGARDING THE ACCEPTANCE OF CERTAIN REAL ESTATE AND APPROVAL OF DONATION AGREEMENT OF REAL PROPERTY

WHEREAS, the City Council of Huntsville, Arkansas have reached an agreement, by and between the City of Huntsville, Arkansas and Tiffany Haught Properties, LLC, for the purpose of accepting certain real estate;

WHEREAS, the City Council of Huntsville, Arkansas approved Resolution No. 6-2025 on May 12, 2025, accepting a Donation Agreement of Real Property.

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF HUNTSVILLE, ARKANSAS:

Section 1. That the City Council has reviewed and approves the Addendum to Donation Agreement of Real Property, changing the Donor's name from Tiffany Haught Properties, LLC to Madison County Properties, LLC.

ADOPTED this 13th day of October, 2025 by the City Council of Huntsville, Arkansas.

APPROVED

Mayor Travis Dotson

ATTEST

City Recorder Janice Smith

**ADDENDUM TO
DONATION AGREEMENT OF REAL PROPERTY**

This Addendum is made part of the Donation Agreement of Real Property between Tiffany Haught Properties, LLC and The City of Huntsville, Arkansas.

That the "Donor" of the Agreement should be referred to as Madison County Properties LLC, not Tiffany Haught Properties, LLC. Any references made to Tiffany Haught Properties, LLC or Donor, should refer to Madison County Properties LLC.

This Addendum is incorporated into and made part of the original Donation Agreement of Real Property referenced above. All other terms and conditions of the original Agreement shall remain unchanged and in full force and effect.

Signed on this _____ day of October, 2025.

DONOR:
Madison County Properties, LLC

DONEE:
City of Huntsville

By: _____

By: _____

Its: _____

Its: _____

Date: _____

Date: _____

Tiffany Haught Properties, LLC

By: _____

Its: _____

Date: _____

RESOLUTION NO. 15-2025

A RESOLUTION REGARDING THE ACCEPTANCE OF A CERTAIN DONATION

WHEREAS, the City Council of Huntsville, Arkansas would like to accept a certain donation from Thompson Equipment Leasing, LLC;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF HUNTSVILLE, ARKANSAS:

Section 1. That the City of Huntsville used rental equipment for over a month from Thompson Equipment Leasing, LLC to help with a ditch/tile restoration project in the City. That Josh Thompson, owner of Thompson Equipment Leasing, LLC, informed Mayor Dotson he would donate the rental cost of an excavator to the City, a value of \$9,749.70.

Section 2. That the City Council approves the acceptance of the donation Thompson Equipment Leasing, LLC and Josh Thompson, and thanks them for their generous gift.

ADOPTED this ____ day of October, 2025 by the City Council of Huntsville, Arkansas.

APPROVED _____

Mayor Travis Dotson

ATTEST _____

City Recorder Janice Smith

ORDINANCE NO. 2025-8

AN ORDINANCE AUTHORIZING THE ISSUANCE OF A WATER AND SEWER REVENUE BOND; PROVIDING FOR THE PAYMENT OF THE PRINCIPAL OF AND INTEREST ON THE BOND; PRESCRIBING OTHER MATTERS RELATING THERETO; AND DECLARING AN EMERGENCY.

WHEREAS, the City of Huntsville, Arkansas (the "City") owns water and sewer facilities, which are operated as one interrelated municipal undertaking (the "System") by the Huntsville Water and Sewer Commission (the "Commission"); and

WHEREAS, the City Council and the Commission have determined that betterments and improvements to the sewer facilities of the System (the "Improvements") are necessary to make the services thereof adequate for the needs of the City; and

WHEREAS, the City can pay all or a portion of the costs of the Improvements by the issuance of its Water and Sewer Revenue Bond in the principal amount of \$7,500,000 (the "bond"); and

WHEREAS, through the assistance of Raymond James & Associates, Inc., as placement agent, the City has received an offer for the purchase of the bond from Simmons Bank (the "Lender"), at a price of par (the "Purchase Price"), pursuant to a Letter of Offer and Representations (the "Offer"), which has been presented to and is before this meeting; and

WHEREAS, the City has outstanding its Water and Sewer Revenue Bonds, Refunding Series 2016A and Construction Series 2016B (the "2016 Bonds"), authorized by Ordinance No. 15-10, adopted on December 14, 2015; and

WHEREAS, the City has outstanding its Water and Sewer Revenue Bond, dated November 29, 2022 (the "2022 Bond"), authorized by Ordinance No. 2022-6, adopted on October 24, 2022; and

WHEREAS, the coverage test for securing the bond with a lien on System revenues on a parity with the lien on System revenues in favor of the 2016 Bonds and the 2022 Bond (collectively, the "Parity Bonds") has been or will be met;

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Huntsville, Arkansas:

Section 1. The Improvements shall be accomplished. The Mayor and City Recorder are hereby authorized to take, or cause to be taken, all action necessary to accomplish the same and to execute all required documents. The Improvements shall be accomplished under the control of the Commission.

Section 2. The City Council hereby finds and declares that the period of usefulness of the System will be more than 15 years, which is longer than the term of the bond.

Section 3. The Offer of the Lender for the purchase of the bond from the City at the Purchase Price, for a bond bearing interest at the rate per annum, maturing and otherwise subject to the terms and provisions hereafter in this Ordinance set forth in detail is hereby accepted, and the bond is hereby sold to the Lender. The Mayor is hereby authorized and directed to execute and deliver the Offer on behalf of the City.

Section 4. Under the authority of the Constitution and laws of the State of Arkansas (the "State"), including particularly Title 14, Chapter 234, Subchapter 2, Title 14, Chapter 235, Subchapter 2, and Title 14, Chapter 164, Subchapter 4 of the Arkansas Code of 1987 Annotated and applicable decisions of the Supreme Court of the State, including particularly City of Harrison v. Braswell, 209 Ark. 1094, 194 S.W. 2d 12 (1946), a City of Huntsville, Arkansas Water and Sewer Revenue Bond is hereby authorized and ordered issued in the principal amount of \$7,500,000 for the purpose of financing all or a portion of the costs of the Improvements, partially funding a debt service reserve and paying expenses of issuing the bond. The bond shall mature on October 15, 2037 and shall bear interest at the rate of 4.29% per annum (the "Interest Rate").

In the event of a Payment Default (as defined in Section 20), the bond, during the period of such Payment Default, shall bear interest at the Default Rate, which is the Interest Rate or the Taxable Rate, as applicable, plus 4%.

In the event of a Determination of Taxability (as defined below), the interest rate on the bond shall automatically increase to the Taxable Rate (as defined below) retroactive to the date of issuance of the bond and the City shall pay such additional amount as will result in the Lender receiving the interest component of the bond payments at the Taxable Rate.

"Determination of Taxability" shall mean, and shall occur when, (i) the Lender receives written notice from the City, supported by a written opinion of legal counsel duly admitted to practice law before the highest court of any state who may be counsel for the City, that interest on the bond is Taxable (as defined below) due to any action or inaction by the City or (ii) the Internal Revenue Service shall issue a final determination in writing that interest on the bond is Taxable due to any action or inaction by the City; provided, that a Determination of Taxability shall not be deemed to have occurred until and unless the City is afforded reasonable opportunity (at the expense of the City and for a period not to exceed two years) to pursue any judicial or administrative remedy available to it with respect to such determination and avails itself of such opportunity by appropriate proceedings diligently pursued.

"Taxable" shall mean that interest on the bond is includable in the gross income in the computation of federal income tax liability for the holder of the bond; provided, however, interest on the bond shall not be deemed "Taxable" because interest is includable in any calculation of income for purposes of an alternative minimum tax or any other type of taxation other than the regular federal tax imposed on income.

"Taxable Rate" means a fixed rate of interest equal to 5.81% on the outstanding principal balance on the bond.

The bond shall be dated the date of issuance and delivery to the Lender and shall be issuable only as one fully registered typewritten bond without coupons and numbered R-1.

Interest on the bond shall be payable on April 15, 2026 and semiannually thereafter on April 15 and October 15 of each year. Payment of each installment of principal and interest shall be made to the person in whose name the bond is registered on the registration books of the City maintained by the City Recorder as bond registrar. Final payment of principal shall be made upon presentation and surrender of the bond at the office of the City Recorder.

The City shall cause books to be maintained for the registration and for the transfer of the bond as provided herein and in the bond. The City Recorder shall act as the bond registrar. The bond is transferable by the registered owner thereof or by his attorney duly authorized in writing at the principal office of the City Recorder. Every transferee shall take the transferred bond subject to all payments of principal and interest (as reflected by the Payment Record to be maintained by the City Recorder), prior to such surrender for transfer. When the principal of and interest on the bond have been fully paid, the bond shall be canceled by the City Recorder.

No charge shall be made to the registered owner of the bond for the privilege of transfer, but the registered owner of the bond requesting any such transfer shall pay any tax or other governmental charge required to be paid with respect thereto.

The person in whose name the bond shall be registered shall be deemed and regarded as the absolute owner thereof for all purposes, and payment of or on account of the principal or premium, if any, or interest of the bond shall be made only to or upon the order of the registered owner thereof or his legal representative, but such registration may be changed as hereinabove provided. All such payments shall be valid and effectual to satisfy and discharge the liability upon such bond to the extent of the sum or sums so paid.

In any case where the date of interest on or principal of the bond or the date fixed for redemption of the bond shall be a Saturday or Sunday or shall be in the State a legal holiday or a day on which banking institutions are authorized by law to close, then payment of interest or principal (and premium, if any) need not be made on such date but may be made on the next succeeding business day with the same force and effect as if made on the date of maturity or the date fixed for redemption, and no interest shall accrue for the period after the date of maturity or date fixed for redemption.

Section 5. The bond shall be executed on behalf of the City by the manual or facsimile signatures of the Mayor and City Recorder and shall have impressed or imprinted thereon the seal of the City. The bond, together with interest thereon, is secured by and is payable solely from revenues derived from the System ("Revenues"), which are hereby pledged and mortgaged for the equal and ratable payment of the bond. In this regard, the pledge of Revenues in favor of the bond is on a parity with the pledge in favor of the Parity Bonds. The bond shall not constitute an indebtedness of the City within any constitutional or statutory limitation.

Section 6. The bond shall be in substantially the following form and the Mayor and City Recorder are hereby expressly authorized and directed to make all recitals contained therein:

(Form of Bond)

REGISTERED

REGISTERED

No. R-1

\$7,500,000

UNITED STATES OF AMERICA
STATE OF ARKANSAS
COUNTY OF MADISON
CITY OF HUNTSVILLE
WATER AND SEWER REVENUE BOND

Interest Rate: 4.29%

Maturity Date: October 15, 2037

Dated Date: November 25, 2025

Registered Owner: Simmons Bank

Principal Amount: Seven Million Five Hundred Thousand Dollars

KNOW ALL MEN BY THESE PRESENTS:

That the City of Huntsville, County of Madison, State of Arkansas (the "City"), for value received, hereby promises to pay, solely from the source as hereinafter provided and not otherwise, to the Registered Owner shown above, or registered assigns, on the Maturity Date shown above, the Principal Amount shown above, in such coin or currency of the United States of America as at the time of payment shall be legal tender for the payment of public and private debts and to pay interest thereon, but solely from the source as hereinafter provided and not otherwise, in like coin or currency from the Dated Date shown above, at the Interest Rate per annum shown above, calculated on a 360-day year consisting of twelve 30-day months, payable April 15, 2026 and semiannually thereafter on April 15 and December 15 of each year, until payment of such Principal Amount or, if this bond or a portion hereof shall be duly called for redemption, until the date fixed for redemption, and to pay interest on overdue principal and interest (to the extent legally enforceable) at the rate borne by this bond. Payment of each installment of principal (except final payment) and interest shall be made by check or draft to the person in whose name this bond is registered on the registration books of the City maintained by the City Recorder. The final payment of principal shall only be made upon presentation and surrender hereof at the principal office of the City Recorder.

If principal or interest on this bond is not paid when due, this bond shall, during the period of such payment default, bear interest at the Default Rate, which is the Interest Rate as set forth above or the Taxable Rate (as defined below), as applicable, plus 4%.

In the event of a Determination of Taxability (as defined below), the Interest Rate on this bond as set forth above shall automatically increase to the Taxable Rate (as defined below)

retroactive to the Dated Date and the City shall pay such additional amount as will result in the Registered Owner hereof receiving the interest component of payments on this bond at the Taxable Rate.

"Determination of Taxability" shall mean, and shall occur when, (i) the Registered Owner hereof receives written notice from the City, supported by a written opinion of legal counsel duly admitted to practice law before the highest court of any state who may be counsel for the City, that interest on this bond is Taxable due to any action or inaction by the City or (ii) the Internal Revenue Service shall issue a final determination in writing that interest on this bond is Taxable due to any action or inaction by the City; provided, that a Determination of Taxability shall not be deemed to have occurred until and unless the City is afforded reasonable opportunity (at the expense of the City and for a period not to exceed two years) to pursue any judicial or administrative remedy available to it with respect to such determination and avails itself of such opportunity by appropriate proceedings diligently pursued.

"Taxable" shall mean that interest on this bond is includable in the gross income in the computation of federal income tax liability for the holder of this bond; provided, however, interest on this bond shall not be deemed "Taxable" because interest is includable in any calculation of income for purposes of an alternative minimum tax or any other type of taxation other than the regular federal tax imposed on income.

"Taxable Rate" means a fixed rate of interest equal to 5.81% on the outstanding principal balance on this bond.

This bond is issued for the purpose of financing all or a portion of the costs of acquiring, constructing and equipping betterments and improvements to the sewer facilities of the City's water and sewer (combined) system (the "System"), paying necessary expenses incidental thereto and to the authorization and issuance of this bond and partially funding a debt service reserve. This bond is issued pursuant to and in full compliance with the Constitution and laws of the State of Arkansas (the "State"), including particularly Title 14, Chapter 234, Subchapter 2, Title 14, Chapter 164, Subchapter 4, and Title 14, Chapter 235, Subchapter 2 of the Arkansas Code of 1987 Annotated and applicable decisions of the Supreme Court of Arkansas, including particularly City of Harrison v. Braswell, 209 Ark. 1094, 194 S.W. 2d 12 (1946), and pursuant to Ordinance No. _____, duly adopted on October 13, 2025 (the "Authorizing Ordinance"). This bond does not constitute an indebtedness of the City within any constitutional or statutory limitation. This bond is not a general obligation of the City, but is a special obligation payable solely from the revenues derived from the operation of the System. In this regard, the pledge of System revenues in favor of this bond is on a parity with the pledge in favor of the City's Water and Sewer Revenue Bonds, Refunding Series 2016A and Construction Series 2016B and the City's Water and Sewer Revenue Bond, dated November 29, 2022. An amount of System revenues sufficient to pay the principal of and interest on the bond has been duly pledged and set aside into the 2025 Water and Sewer Revenue Bond Fund created by the Authorizing Ordinance. Reference is hereby made to the Authorizing Ordinance for a detailed statement of the terms and conditions upon which this bond is issued, of the nature and extent of the security for this bond, and the rights and obligations of the City and the Registered Owner. The City has fixed and has covenanted and agreed to maintain rates for the services of the System which shall be sufficient at all times to

provide for the proper and reasonable expenses of operation and maintenance of the System and for the payment of the principal of and interest on this bond and on all outstanding bonds to which System revenues are pledged, as the same become due and payable, to establish and maintain any required debt service reserves and to make the required deposit for the depreciation of the System.

This bond shall be subject to optional, mandatory sinking fund and extraordinary redemption as follows:

1. This bond is subject to redemption at the option of the City, on and after October 15, 2027, in whole or in part at any time, at a price equal to the principal amount being redeemed plus accrued interest to the redemption date.

2. This bond is subject to mandatory sinking fund redemption on October 15 in each of the years and in the amounts set forth below, at a redemption price equal to the principal amount being redeemed plus accrued interest to the date of redemption:

Year (October 15)	Principal Amount
2026	\$522,931
2027	509,615
2028	531,478
2029	554,278
2030	578,056
2031	602,855
2032	628,718
2033	655,690
2034	683,819
2035	713,155
2036	743,749
2037 (maturity)	775,656

3. This bond shall be redeemed from proceeds of this bond which are not needed for the purposes intended, in whole at any time or in part on any interest payment date, at a price equal to the principal amount being redeemed plus accrued interest to the redemption date.

In the event of an optional or extraordinary redemption of this bond, principal shall be applied in inverse chronological order of sinking fund installments due or on a pro rata basis against sinking fund installments due, as directed by the City.

Notice of optional or extraordinary redemption identifying this bond or portions thereof (which shall be \$1,000 or a multiple thereof) to be redeemed shall be given by the City Recorder, at least five (5) business days prior to the date fixed for redemption, by mailing a copy of the redemption notice by first class mail, postage prepaid, or by sending a copy of the redemption notice via other standard means, including electronic or facsimile communication, to the Registered Owner. If this bond has been called for redemption in full and if funds are duly provided and set aside in accordance with the Authorizing Ordinance prior to the date fixed for redemption, this bond will cease to bear interest on such redemption date.

This bond is transferable by the Registered Owner hereof in person or by his attorney in fact duly authorized in writing at the principal office of the City Recorder, but only in the manner, subject to the limitations and upon payment of the charges provided in the Authorizing Ordinance, and upon surrender of this bond. Every transferee shall take this bond subject to all payments and redemptions of principal and interest (as reflected by the Payment Record to be maintained by the City Recorder), prior to such surrender for transfer. This bond is issued with the intent that the laws of the State shall govern its construction. The City may not assign its rights or obligations hereunder or under the Authorizing Ordinance to any person without the prior written consent of the Registered Owner hereof.

The City may deem and treat the Registered Owner as the absolute owner hereof for the purpose of receiving payment of or on account of principal hereof and premium, if any, hereon and interest due hereon and for all other purposes, and the City shall not be affected by any notice to the contrary.

IT IS HEREBY CERTIFIED, RECITED AND DECLARED that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this bond do exist, have happened and have been performed in due time, form and manner as required by law; that the indebtedness represented by this bond, together with all obligations of the City, does not exceed any constitutional or statutory limitation; and that the revenues pledged to the payment of the principal of and premium, if any, and interest on this bond as the same become due and payable will be sufficient in amount for that purpose.

THE CITY HAS DESIGNATED THIS BOND AS A "QUALIFIED TAX-EXEMPT OBLIGATION" WITHIN THE MEANING OF SECTION 265 OF THE INTERNAL REVENUE CODE OF 1986, AS AMENDED.

IN WITNESS WHEREOF, the City of Huntsville, Arkansas has caused this bond to be executed by its Mayor and City Recorder and its corporate seal to be impressed or imprinted on this bond, all as of the Dated Date shown above.

CITY OF HUNTSVILLE, ARKANSAS

ATTEST:

By _____
Mayor

City Recorder

(SEAL)

(Form of Assignment)

ASSIGNMENT

FOR VALUE RECEIVED, _____ ("Transferor"), hereby sells, assigns and transfers unto _____, the within bond and all rights thereunder, and hereby irrevocably constitutes and appoints _____ as attorney to transfer the within bond on the books kept for registration thereof with full power of substitution in the premises.

DATE: _____

Transferor

GUARANTEED BY:

NOTICE: Signature(s) must be guaranteed by a member of or participant in the Securities Transfer Agents Medallion Program (STAMP), or in another signature guaranty program recognized by the City.

Section 7. (a) The rates charged for services of the System heretofore fixed by ordinances of the City and the conditions, rights and obligations pertaining thereto, as set out in those ordinances, are hereby ratified, confirmed and continued.

(b) The City covenants and agrees that the rates shall never be reduced while the bond is outstanding unless there is obtained from an independent certified public accountant not in the regular employ of the City ("Accountant") a certificate that the Net Revenues ("Net Revenues" being defined as gross Revenues less the expenses of operation and maintenance of the System, including all expense items properly attributable to the operation and maintenance of the System under generally accepted accounting principles applicable to municipal water and sewer facilities, excluding depreciation, interest and bond amortization expenses), with the reduced rates, will always be equal to at least 120% of the maximum annual principal and interest requirements on all outstanding bonds to which Revenues are pledged ("System Bonds").

(c) The City further covenants and agrees that the rates shall, if and when necessary, from time to time, be increased in such manner as will produce Net Revenues at least equal to 120% of the maximum annual principal and interest requirements on all System Bonds.

Section 8. The City covenants that it will continuously operate the System as a revenue-producing undertaking and will not sell or lease the same, or any substantial portion thereof; provided, however, that nothing herein shall be construed to prohibit the City from making such dispositions of properties of the System and such replacements and substitutions for

properties of the System as shall be necessary or incidental to the efficient operation of the System as a revenue-producing undertaking.

Section 9. The City Treasurer shall be custodian of the Revenues. However, Revenues shall be collected, held and disbursed by the Commission. Each employee of the City handling Revenues shall give bond for the faithful discharge of his or her duties in such amounts as approved by the City Council. All Revenues shall at all times be accounted for separately and distinctly from other moneys of the City and shall be used and applied only as provided herein. Except as hereinafter provided, all Revenues shall be deposited in such depository or depositories for the City as may be lawfully designated from time to time by the Commission; subject, however, to the giving of security as now or hereafter may be required by law, and provided that such depository or depositories shall hold membership in the Federal Deposit Insurance Corporation ("FDIC") or any successor entity. All deposits shall be in the name of the City and shall be so designated as to indicate the particular fund to which the Revenues belong. Except as hereinafter provided, all payments from the respective funds shall be by check or voucher, signed by two persons designated by the Commission and drawn on the depository with which the moneys in the fund shall have been deposited and each such check or voucher shall briefly specify the purpose of the expenditure. Any deposit in excess of the amount insured by the FDIC shall be secured by Government Obligations (as defined in Section 19 hereof) or other securities authorized by State law to secure public deposits.

Section 10. All Revenues shall be deposited into a fund heretofore created and designated as the "Water and Sewer Revenue Fund" (the "Revenue Fund"). Moneys in the Revenue Fund shall be applied to the payment of the reasonable and necessary expenses of operation and maintenance of the System, to the payment of the principal of and interest on the bond and other System Bonds, to the maintenance of any required debt service reserve funds, to the providing of the Depreciation Fund, and otherwise as described herein.

Section 11. There shall first be paid from the Revenue Fund into a fund heretofore created and designated "Water and Sewer Operation and Maintenance Fund" (the "Operation and Maintenance Fund"), on or before the first business day of each month, an amount sufficient to pay the reasonable and necessary expenses of operation, repair, maintenance and the insuring of the System for such month (excluding debt service payments) and from which disbursements shall be made only for those purposes. Fixed annual charges, such as insurance premiums and the cost of major repair and maintenance expenses may be computed and set up on an annual basis and one twelfth (1/12) of the amount thereof may be paid into the Operation and Maintenance Fund each month.

If in any month for any reason there shall be a failure to transfer and pay the required amount into the Operation and Maintenance Fund, the amount of the deficiency shall be added to the amount otherwise required to be transferred and paid into the fund the next succeeding month. If in any fiscal year a surplus shall be accumulated in the Operation and Maintenance Fund over and above the amount necessary to meet the requirements thereof during the remainder of the then current fiscal year and the next ensuing fiscal year, such surplus may be transferred into the Revenue Fund.

Section 12. (a) After making the required payment into the Operation and Maintenance Fund, there shall be transferred from the Revenue Fund into a special fund hereby created and designated "2025 Water and Sewer Revenue Bond Fund" (the "Bond Fund"), the sums in the amounts and at the times hereinafter stated in subsection (b) for the purpose of providing funds for the payment of the principal of and interest on the bond as it matures and as a Debt Service Reserve.

(b) There shall be paid into the Bond Fund on the first business day of each month until the bond with interest thereon has been paid in full or provision made for such payment, a sum equal to $\frac{1}{6}$ of the next installment of interest on the bond plus $\frac{1}{12}$ of the next installment of principal; provided, however, that monthly payments into the Bond Fund through October 2026 shall be increased as necessary to make the principal and interest payments on the bond through October 15, 2026.

The City shall also pay into the Bond Fund such additional sums as necessary to provide for any arbitrage rebate due the United States Treasury under Section 148(f) of the Internal Revenue Code of 1986, as amended (the "Code"). The City shall realize a credit against monthly deposits into the Bond Fund from interest earnings on moneys in the Bond Fund and from transfers into the Bond Fund derived from earnings in the Debt Service Reserve.

(c) There is hereby created, as a part of the Bond Fund, a Debt Service Reserve which shall be funded as described herein. Proceeds of the bond in the amount of \$295,000 shall be deposited into the Debt Service Reserve on the date the bond is issued. On the first business day of each month, beginning in December 2025, the City shall deposit the sum of \$37,917 (the "Reserve Deposit") into the Debt Service Reserve until the amount in the Debt Service Reserve is equal to the least of (1) the maximum annual principal and interest requirements on the bond, (2) 10% of the original principal amount of the bond and (3) 125% of the average annual principal and interest requirements on the bond (the "Required Level"). The Reserve Deposit shall not be required once the Debt Service Reserve has been accumulated, and so long as it shall remain, in an amount equal to the Required Level.

If for any reason there shall be a deficiency in payments made into the Bond Fund so that there are unavailable sufficient moneys therein to pay the principal of and interest on the bond as the same become due, any sums then held in the Debt Service Reserve shall be used to the extent necessary for the payment of the principal of or interest on the bond but the Debt Service Reserve shall be reimbursed from the Revenue Fund in the amount of any such payment as described above. The Debt Service Reserve shall be used solely as provided herein, but the moneys therein may be invested as hereinafter set forth.

(d) If Revenues are insufficient to make the required payment on the first business day of the following month into the Bond Fund, the amount of any such deficiency in the payment made shall be added to the amount otherwise required to be paid into the Bond Fund on the first business day of the next month.

If a surplus shall exist in the Bond Fund over and above the amount required for making all principal and interest payments during the next succeeding twelve-month period, and

in excess of the Required Level for the Debt Service Reserve, such surplus shall be deposited into the Revenue Fund.

(e) When the moneys held in the Bond Fund, including the Debt Service Reserve, shall be and remain sufficient to pay the principal of and interest on the bond, the City shall not be obligated to make any further payments into the Bond Fund.

(f) It shall be the duty of the City to cause to be withdrawn from the Bond Fund at least one (1) business day before the due date for the principal and/or interest on the bond, at maturity or redemption prior to maturity and paid to the registered owner of the bond the amount of the bond and interest due thereon for the sole purpose of paying the same. No withdrawal of funds from the Bond Fund shall be made for any other purpose except as otherwise authorized in this Ordinance. There shall also be withdrawn and paid to the United States Treasury any arbitrage rebate due at the times and in the amounts required by Section 148(f) of the Code.

(g) The bond shall be specifically secured by a pledge of all Revenues. This pledge in favor of the bond is hereby irrevocably made according to the terms of this Ordinance, and the City and its officers and employees shall execute, perform and carry out the terms thereof in strict conformity with the provisions of this Ordinance.

(h) Simultaneously with making the deposit into the Bond Fund, there shall be transferred from the Revenue Fund into the bond funds for the Parity Bonds (the "Parity Bond Funds"), amounts equal to the required monthly deposits into such funds. The obligation to make the required monthly deposits into the Bond Fund and the Parity Bond Funds shall rank on a parity of security. If the City issues any additional parity bonds, the obligation to make payments into debt service and debt service reserve funds for those bonds shall rank on a parity of security with the obligation to make payments into the Bond Fund and the Parity Bond Funds. In the event the Revenues remaining after the required monthly deposit into the Operation and Maintenance Fund are insufficient to make the full monthly deposits into the Bond Fund, the Parity Bond Funds and the bond funds for the additional parity bonds, the amount deposited into each shall be reduced proportionately.

Section 13. After making the payments set forth above, there shall be paid from the Revenue Fund into a fund heretofore created and designated "Water and Sewer Depreciation Fund" (the "Depreciation Fund") on or before the first business day of each month while the bond is outstanding, an amount equal to (a) 5% of the gross Revenues for the then preceding month or (b) such other amount required by State law. The moneys in the Depreciation Fund shall be used for the purpose of paying the costs of repairs and replacements made necessary by the depreciation of the System and for the purpose of paying the cost of economically justifiable extensions to the System.

Section 14. Any surplus in the Revenue Fund after making all disbursements and providing for all funds described above may be used, at the option of the City, for any lawful municipal purpose.

Section 15. So long as the bond is outstanding, the City shall not issue or attempt to issue any bonds claimed to be entitled to a priority of lien on Revenues over the lien securing the bond. The City reserves the right to issue additional bonds to finance or pay the cost of constructing any future extensions, betterments or improvements to the System or to refund bonds issued for such purposes, but the City shall not authorize or issue any such additional bonds ranking on a parity with the bond unless there has been procured and filed with the City Recorder and the registered owner of the bond a statement by an Accountant reciting the opinion, based upon necessary investigation, that the Net Revenues (as defined in Section 7) for the fiscal year immediately preceding the fiscal year in which it is proposed to issue such additional bonds shall equal not less than 120% of the maximum annual principal and interest requirements on all the then outstanding System Bonds and the additional bonds then proposed to be issued. In making the computation set forth above, the City, and the Accountant on behalf of the City, may, based upon the opinion or report of an independent consulting engineer or rate analyst not in the regular employ of the City, treat any increase in rates for the System enacted subsequent to the first day of such preceding fiscal year as having been in effect throughout such fiscal year and may include in gross Revenues for such fiscal year the amount that would have been received, based on such opinion or report, had the increase been in effect throughout such fiscal year.

The additional bonds, the issuance of which is restricted and conditioned by this Section, shall not be deemed to mean bonds the security and source of payment of which are subordinate and subject to the priority of the bond, and such additional bonds may be issued without complying with the terms and conditions of this Section.

Section 16. The bond shall be subject to redemption prior to maturity in accordance with the terms set out in the bond form in Section 6 hereof. The City covenants and agrees to cause to be paid into the Bond Fund sufficient funds to redeem the bond in the amounts and on the dates set forth in the bond. Therefore, in calculating the monthly payments to be deposited into the Bond Fund, the term "next installment of principal" shall include the principal of the bond maturing on the next principal payment date and the principal of the bond which will be redeemed in accordance with the mandatory sinking fund redemption provisions of the bond on the next interest payment date scheduled for such redemption.

Section 17. (a) The City shall cause proper books of accounts and records to be kept (separate from all other records and accounts) in which complete and correct entries shall be made of all transactions relating to the operation of the System, and such books shall be available for inspection by the registered owner of the bond at reasonable times and under reasonable circumstances. The City agrees to have these records audited by an Accountant at least once each year. A copy of the audit shall be provided to the registered owner of the bond within 210 days after the end of each fiscal year; provided, however, that if the audited financial statements are unavailable on that date, the City will provide the registered owner with unaudited financial statements and will provide the audited financial statements to the registered owner within 30 days after receipt thereof. If the City changes its fiscal year, the City shall notify the registered owner in writing and shall provide audited financial statements within 30 days after receipt thereof. In the event that the City fails or refuses to make the audit, the registered owner of the bond may have the audit made, and the cost thereof shall be charged against the Operation and Maintenance Fund. To the extent the City files such information on the electronic municipal market access website

("EMMA") of the Municipal Securities Rulemaking Board of the Securities and Exchange Commission, such requirement for delivery to the owner shall be deemed satisfied.

(b) The City shall provide to the registered owner an Annual Disclosure Report within 210 days after the end of each fiscal year that includes (i) annual information on the number of customers of the System by classification and (ii) the top ten customers of the System and the percentage of Revenues attributable to each. To the extent the City files such information on EMMA, such requirement for delivery to the registered owner shall be deemed satisfied.

Section 18. The City covenants that it will maintain the System in good condition and operate the same in an efficient manner and at reasonable cost. While the bond is outstanding, the City agrees that it will insure and at all times keep insured, in the amount of the actual value thereof, in a responsible insurance company or companies authorized and qualified under the laws of the State to assume the risk thereof, properties of the System, to the extent that such properties would be covered by insurance by private companies engaged in similar types of businesses against loss or damage thereto from fire and other perils included in extended coverage insurance in effect in the State. In the event of loss, the proceeds of such insurance shall be applied solely toward the reconstruction, replacement or repair of the System, and in such event the City will, with reasonable promptness, cause to be commenced and completed the reconstruction, replacement and repair work. If such proceeds are more than sufficient for such purposes, the balance remaining shall be deposited to the credit of the Revenue Fund, and if such proceeds shall be insufficient for such purposes the deficiency shall be supplied first from moneys in the Depreciation Fund and second from moneys in the Operation and Maintenance Fund and third from available moneys in the Revenue Fund. Nothing shall be construed as requiring the City to expend any moneys for operation and maintenance of the System or for premiums on its insurance which are derived from sources other than the operation of the System, but nothing shall be construed as preventing the City from doing so.

Section 19. The bond shall be deemed to be paid within the meaning of this Ordinance when payment of the principal of and interest on the bond (whether at maturity or upon redemption as provided herein, or otherwise), either (i) shall have been made or caused to be made in accordance with the terms thereof, or (ii) shall have been provided for by irrevocably depositing with the registered owner of the bond, in trust and irrevocably set aside exclusively for such payment, (1) cash fully insured by the FDIC and/or fully collateralized with Government Obligations (as hereinafter defined) sufficient to make such payment and/or (2) direct or fully guaranteed obligations of (including obligations issued or held in book entry form on the books of) the Department of the Treasury of the United States of America ("Government Obligations") (provided that such deposit will not affect the tax exempt status of the interest on the bond or cause the bond to be classified as an "arbitrage bond" within the meaning of Section 148 of the Code), maturing as to principal and interest in such amounts and at such times as will provide sufficient moneys to make such payment.

Section 20. If there occurs an Event of Default (as hereinafter defined), the registered owner of the bond may, by proper suit, compel the performance of the duties of the officials of the City under the laws of the State. And in the case of a default in the payment of the principal of and interest on the bond ("Payment Default"), the registered owner of the bond may

apply in a proper action to a court of competent jurisdiction for the appointment of a receiver to administer the System on behalf of the City and the registered owner of the bond with power to charge and collect (or by mandatory injunction or otherwise to cause to be charged and collected) rates sufficient to provide for the payment of the expenses of operation and maintenance and to pay the bond and interest outstanding and to apply the Revenues in conformity with the laws of the State and with this Ordinance. When all Payment Defaults have been cured, the custody and operation of the System shall revert to the City.

"Event of Default" shall mean the following:

(i) if the City fails to pay the registered owner of the bond when due any fee or expense incurred in connection with the issuance of the bond, subject to any limitations thereon;

(ii) any representation, warranty, certification or statement made by the City in connection with the issuance of the bond shall prove to have been incorrect in any material respect when made;

(iii) a final unappealable judgment or order for the payment of money in excess of \$5,000,000 payable from the Revenues is rendered against the City and such judgment or order shall continue unsatisfied and unstayed for a period of 60 days;

(iv) default by the City in the payment of debt service (or servicing fees) on the bond, additional parity bonds or subordinate lien obligations when due or within any applicable grace period;

(v) the occurrence of any event under any document executed in connection with additional parity bonds or subordinate lien obligations that results in or would entitle the obligee thereof or a trustee on behalf of such obligee to pursue any remedies against the City;

(vi) any material provision of any documents delivered in connection with the bond shall be at any time for any reason cease to be valid and binding on the City as a result of federal or state legislative or administrative action, or shall be declared in a final unappealable judgment by any court having jurisdiction over the City to be null and void, invalid, or unenforceable, or the validity or enforceability thereof shall be contested by the City;

(vii) the powers of the City shall be limited in any way or this Ordinance shall be modified or amended in any way that prevents the City from fixing, charging or collecting Revenues in an amount sufficient to pay the bond, any additional parity bonds or subordinate lien obligations as they become due; and

(viii) default shall be made by the City in the performance or observance of any other covenants, agreements or conditions on its part in the documents delivered in connection with the bond and such default shall continue for a period of 30 days after written notice thereof to the City by the owner of the bond.

The registered owner of the bond shall not have any right to institute any suit, action, mandamus or other proceeding in equity or at law for the protection or enforcement of any power or right unless such registered owner previously shall have given to the City written notice of the default on account of which such suit, action or proceeding is to be taken, and unless such default is not cured within thirty (30) days. The registered owner of the bond shall not have any right in any manner whatever by his or her action to affect, disturb or prejudice the security of this Ordinance, or to enforce any right thereunder except in the manner herein described. All proceedings at law or in equity shall be instituted, had and maintained in the manner herein described and for the benefit of the registered owner of the bond.

No remedy conferred upon or reserved to the registered owner of the bond is intended to be exclusive of any other remedy or remedies, and every such remedy shall be cumulative and shall be in addition to every other remedy given under this Ordinance or by law. Upon the occurrence of an Event of Default, the registered owner of the bond may take any action permitted by law or equity, including without limitation, actions to petition a court of competent jurisdiction to issue a mandamus order to the City to compel specific performance of the covenants and agreements of the City contained herein. In the event of a Payment Default, the registered owner of the bond shall have all the rights and powers afforded to other holders of System Bonds, if any, with respect to the appointment of a receiver.

No delay or omission of the registered owner of the bond to exercise any right or power accrued upon any default shall impair any such right or power or shall be construed to be a waiver of any such default or acquiescence therein; and every power and remedy given by this Ordinance to the registered owner of the bond may be exercised from time to time and as often as may be deemed expedient.

In any proceeding to enforce the provisions of this Ordinance any plaintiff bondholder shall be entitled to recover from the City all costs of such proceeding, including reasonable attorneys' fees.

Section 21. When the bond has been executed, it shall be delivered to the Lender upon payment of the Purchase Price. The sum of \$295,000 shall be deposited into the Debt Service Reserve. The remainder of the Purchase Price shall be deposited into a special account in the name of the City designated "2025 Water and Sewer Revenue Bond Construction Fund" (the "Construction Fund") to be held by the Lender. The moneys in the Construction Fund shall be disbursed solely in payment of the costs of accomplishing the Improvements, paying necessary expenses incidental thereto, and paying expenses of issuing the bond. Disbursements shall be on the basis of checks which shall contain at least the following information: the person to whom payment is being made; the amount of the payment; and the purpose by general classification of the payment. Each check must be signed by two persons designated by the Commission.

When all required expenses have been paid and expenditures made from the Construction Fund for and in connection with the accomplishment of the Improvements and the financing thereof, this fact shall, if there are moneys on hand in the Construction Fund, be evidenced by a certificate signed by the Mayor, which certificate shall state, among other things, that all obligations payable from the Construction Fund have been discharged. A copy of the

certificate shall be filed with the depository of the Construction Fund, and upon receipt thereof, such depository shall transfer any remaining balance to the City for deposit into the Bond Fund to be used to redeem the bond.

Section 22. (a) The City covenants that it shall not take any action or suffer or permit any action to be taken or conditions to exist which causes or may cause the interest payable on the bond to be included in gross income for federal income tax purposes. Without limiting the generality of the foregoing, the City covenants that the proceeds of the sale of the bond and the Revenues will not be used directly or indirectly in such manner as to cause the bond to be treated as an "arbitrage bond" within the meaning of Section 148 of the Code.

(b) The City shall assure that (i) not in excess of 10% of the Net Proceeds of the bond is used for Private Business Use if, in addition, the payment of more than 10% of the principal or 10% of the interest due on the bond during the term thereof is, under the terms of the bond or any underlying arrangement, directly or indirectly secured by any interest in property used or to be used for a Private Business Use or in payments in respect of property used or to be used for a Private Business Use or is to be derived from payments, whether or not to the City, in respect of property or borrowed moneys used or to be used for a Private Business Use; and (ii) that, in the event that both (A) in excess of 5% of the Net Proceeds of the bond are used for a Private Business Use, and (B) an amount in excess of 5% of the principal or 5% of the interest due on the bond during the term thereof is, under the terms of the bond or any underlying arrangement, directly or indirectly, secured by any interest in property used or to be used for said Private Business Use or in payments in respect of property used or to be used for said Private Business Use or is to be derived from payments, whether or not to the City, in respect of property or borrowed money used or to be used for said Private Business Use, then said excess over said 5% of Net Proceeds of the bond used for a Private Business Use shall be used for a Private Business Use related to the governmental use of the System.

The City shall assure that not in excess of 5% of the Net Proceeds of the bond are used, directly or indirectly, to make or finance a loan to persons other than state or local governmental units.

As used in this subsection (b), the following terms shall have the following meanings:

"Net Proceeds" means the face amount of the bond less the amount of bond proceeds deposited into the Debt Service Reserve.

"Private Business Use" means use directly or indirectly in a trade or business carried on by a natural person or in any activity carried on by a person other than a natural person, excluding, however, use by a state or local governmental unit and use as a member of the general public.

(c) The bond is hereby designated as a "qualified tax-exempt obligation" within the meaning of the Code. The City represents that the aggregate principal amount of its qualified tax-exempt obligations (excluding "private activity bonds" within the meaning of Section 141 of

the Code which are not "qualified 501(c)(3) bonds" within the meaning of Section 145 of the Code), including those of its subordinate entities, issued in calendar year 2025 are not reasonably expected to exceed \$10,000,000.

(d) The City covenants that it will take no action which would cause the bond to be "federally guaranteed" within the meaning of Section 149(b) of the Code. Nothing in this Section shall prohibit investments in bonds issued by the United States Treasury.

(e) The City covenants that it will submit to the Secretary of the Treasury of the United States, not later than the 15th day of the second calendar month after the close of the calendar quarter in which the bond is issued, a statement required by Section 149(e) of the Code.

(f) The City covenants that it will retain all documents and records pertaining to the bond and the Improvements for the life of the bond plus an additional three (3) years.

(g) The City covenants that it will not reimburse itself from proceeds of the bond for any costs paid prior to the date the bond is issued except in compliance with United States Treasury Regulation §1.150-2 (the "Regulation"). This Ordinance shall constitute an "official intent" for purposes of the Regulation.

(h) The City covenants that it will, in compliance with the requirements of Section 148(f) of the Code, pay with moneys in the Bond Fund to the United States Government in accordance with the requirements of Section 148(f) of the Code, from time to time, an amount equal to the sum of (1) the excess of (A) the amount earned on all Non-purpose Investments (as therein defined) attributable to the bond, other than investments attributable to such excess over (B) the amount which would have been earned if such Non-purpose Investments attributable to the bond were invested at a rate equal to the Yield (as defined in the Code) on the bond, plus (2) any income attributable to the excess described in (1), subject to the exceptions set forth in Section 148 of the Code. The City further covenants that in order to assure compliance with its covenants herein, it will employ a qualified consultant to advise the City in making the determination required to comply with this subsection. Anything herein to the contrary notwithstanding, the City need not comply with this provision if, in the opinion of Bond Counsel, the failure to comply would not affect the tax-exempt status of interest on the bond for federal income tax purposes.

Section 23. (a) Moneys held for the credit of the Bond Fund (other than the Debt Service Reserve) shall be continuously invested and reinvested in Permitted Investments (as hereinafter defined), which shall mature, or which shall be subject to redemption by the holder thereof, at the option of such holder, not later than the payment date for interest or principal and interest.

(b) Moneys held for the credit of the Debt Service Reserve shall be invested and reinvested in Permitted Investments, which shall mature, or which shall be subject to redemption by the holder thereof, at the option of such holder, not later than five (5) years after the date of investment or the final maturity date of the bond, whichever is earlier.

(c) Moneys held for the credit of any other fund, including the Construction Fund, may be invested and reinvested in Permitted Investments (as hereinafter defined), or other

investments as may, from time to time, be permitted by State law, which shall mature, or which shall be subject to redemption by the holder thereof, at the option of such holder, not later than the date or dates when the moneys held for the credit of the particular fund will be required for purposes intended.

(d) Obligations so purchased as an investment of moneys in any fund shall be deemed at all times to be a part of such fund and the interest accruing thereon and any profit realized from such investments shall be credited to such fund, and any loss resulting from such investment shall be charged to such fund, except that interest earnings and profits of investments of moneys in the Debt Service Reserve which increase the amount thereof above the Required Level shall to the extent of any such excess be transferred into the Bond Fund and used as a credit against the monthly Bond Fund payments due.

(e) Moneys so invested in Government Obligations or in certificates of deposit of banks to the extent insured by FDIC, need not be secured by the depository bank or banks.

(f) "Permitted Investments" are defined as (i) Government Obligations, (ii) direct obligations of an agency, instrumentality or government-sponsored enterprise created by act of the United States Congress and authorized to issue securities or evidences of indebtedness, regardless of whether the securities or evidences of indebtedness are guaranteed for repayment by the United States Government, (iii) certificates of deposit or demand deposits of banks, which are insured by FDIC or, if in excess of insurance coverage, collateralized by Government Obligations or other investments authorized by State law to secure public funds or (iv) money market funds invested exclusively in Government Obligations and the obligations described in (ii) above.

(g) All investments and deposits shall have a par value (or market value when less than par), exclusive of accrued interest at all times at least equal to the amount of money credited to such funds and shall be made in such a manner that the money required to be expended from any fund will be available at the proper time or times.

(h) Investments of moneys in all funds shall be valued in terms of current market value as of the last day of each year, except that direct obligations of the United States (State and Local Government Series) in book-entry form shall be continuously valued at par or face principal amount.

Section 24. In the event the office of Mayor, City Recorder, City Treasurer, or City Council shall be abolished, or any two or more of such offices shall be merged or consolidated, or in the event the duties of a particular office shall be transferred to another office or officer, or in the event of a vacancy in any such office by reason of death, resignation, removal from office or otherwise, or in the event any such officer shall become incapable of performing the duties of his office by reason of sickness, absence from the City or otherwise, all powers conferred and all obligations and duties imposed upon such office or officer shall be performed by the office or officer succeeding to the principal functions thereof, or by the office or officer upon whom such powers, obligations and duties shall be imposed by law.

Section 25. It is understood and agreed that the Commission, acting for and on behalf of the City, has custody of and control over the System, operates, maintains and repairs the System and collects and handles the Revenues. Therefore, it is understood and agreed that even though there are some express references to the Commission, all references herein to the City shall, when appropriate in view of the authority and responsibility of the Commission, be construed to mean and include the Commission.

Section 26. The Mayor is hereby authorized and directed to work with Friday, Eldredge & Clark, LLP, as bond counsel, to review and revise, as needed, its written procedures to monitor compliance with federal tax requirements with respect to tax-exempt obligations of the City.

Section 27. The provisions of this Ordinance are hereby declared to be separable and if any provision shall for any reason be held illegal or invalid, such holding shall not affect the validity of the remainder of this Ordinance.

Section 28. All ordinances and resolutions or parts thereof in conflict herewith are hereby repealed to the extent of such conflict.

Section 29. It is hereby ascertained and declared that the Improvements are immediately needed for the preservation of the public peace, health and safety and to remove existing hazards thereto. The Improvements cannot be accomplished without the issuance of the bond, which cannot be sold at the interest rate specified herein unless this Ordinance is immediately effective. 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.

PASSED: October 13, 2025

APPROVED:

ATTEST:

Mayor

City Recorder

(SEAL)

CERTIFICATE

The undersigned, City Recorder of the City of Huntsville, Arkansas, hereby certifies that the foregoing pages are a true and perfect copy of Ordinance No. _____, adopted at a regular session of the City Council of the City of Huntsville, Arkansas, held at the regular meeting place in said City at 6:00 p.m., on the 13th day of October, 2025, and that the Ordinance is of record in Ordinance Record Book No. _____, Page _____, now in my possession.

GIVEN under my hand and seal on this 13th day of October, 2025.

City Recorder

(SEAL)

LETTER OF OFFER AND REPRESENTATIONS

City of Huntsville, Arkansas
208 East War Eagle Avenue
Huntsville, Arkansas 72740
Attention: Mayor

Re: City of Huntsville, Arkansas Water and Sewer Revenue Bond

Ladies and Gentlemen:

The undersigned (the "Lender") offers to purchase a Water and Sewer Revenue Bond in the principal amount of \$7,500,000 (the "Bond") from the City of Huntsville, Arkansas (the "Issuer") at a price of 100% on the dollar. The Bond shall be dated the date of delivery, shall bear interest at the rate of 4.29% and shall mature on October 15, 2037. In the event of a Determination of Taxability (as described below), the interest rate on the Bond shall automatically increase to the Taxable Rate retroactive to the date of issuance of the Bond and the Issuer shall pay such additional amount as will result in the Lender receiving the interest component of the Bond payments at the Taxable Rate.

The Bond shall be as described in, and this offer is subject to the terms of, the Ordinance authorizing the Bond (the "Ordinance") which pledges to the payment of the Bond the revenues (the "Revenues") of the Issuer's water and sewer system (the "System"). The pledge of Revenues in favor of the Bond is on a parity with the pledge in favor of the Issuer's Water and Sewer Revenue Bonds, Refunding Series 2016A and Construction Series 2016B and the Issuer's Water and Sewer Revenue Bond, dated November 29, 2022.

A debt service reserve in an amount equal to the least of (1) the maximum annual principal and interest requirements on the Bond, (2) 10% of the original principal amount of the Bond and (3) 125% of the average annual principal and interest requirements on the Bond will be funded as described in the Ordinance.

The Bond shall be subject to optional redemption, on and after October 15, 2027, in whole or in part, at any time. The Bond shall also be subject to mandatory sinking fund redemption according to the schedule attached as Exhibit A hereto. The Bond shall further be subject to extraordinary redemption, on any interest payment date, from proceeds of the Bond not needed for the intended purposes.

Interest on the Bond shall be excludable from gross income of the Lender for federal income tax purposes, and the Bond will be designated by the Issuer as a "qualified tax-exempt obligation" within the meaning of the Internal Revenue Code of 1986, as amended. At the closing Friday, Eldredge & Clark, LLP ("Bond Counsel") will provide an approving bond counsel opinion, in customary form and substance.

The closing shall occur on November 25, 2025, or at the request of the Issuer, at such earlier or later date agreed to by the Lender. At the closing, the Lender shall deliver the purchase price in immediately available funds.

For purposes of this Letter of Offer and Representations, the following terms shall have the meanings ascribed:

(a) "Determination of Taxability" shall mean, and shall occur when, (i) the Lender receives written notice from the Issuer, supported by a written opinion of legal counsel duly admitted to practice law before the highest court of any state who may be counsel for the Issuer, that interest on the Bond is Taxable due to any action or inaction by the Issuer or (ii) the Internal Revenue Service shall issue a final determination in writing that interest on the Bond is Taxable due to any action or inaction by the Issuer; *provided*, that a Determination of Taxability shall not be deemed to have occurred until and unless the Issuer is afforded reasonable opportunity (at the expense of the Issuer and for a period not to exceed 2 years) to pursue any judicial or administrative remedy available to it with respect to such determination and avails itself of such opportunity by appropriate proceedings diligently pursued.

(b) "Taxable" shall mean that interest on the Bond is includable in the gross income in the computation of federal income tax liability for the holder of the Bond; provided, however, interest on the Bond shall not be deemed "Taxable" because interest is includable in any calculation of income for purposes of an alternative minimum tax or any other type of taxation other than the regular federal tax imposed on income.

(c) "Taxable Rate" shall mean a fixed rate of interest equal to 5.81% on the outstanding principal balance on the Bond.

The Lender represents to you as follows:

1. We have sufficient knowledge and experience in business and financial matters to enable us to evaluate the Bond, the credit of the Issuer and the bond terms and we will make our own independent credit analysis and decision to purchase the Bond based upon an independent examination and evaluation of the transaction and the information deemed appropriate, without reliance on others, including Raymond James & Associates, Inc. (the "Placement Agent") or its affiliates, its directors, officers, employees, attorneys or agents. We have had access to and received all information concerning the System which we have deemed material in formulating a decision to purchase the Bond.

2. We acknowledge that no official statement has been prepared for the Bond, the Bond will not be rated, and the Issuer will not be entering into a continuing disclosure agreement to provide ongoing disclosure with respect to the Bond pursuant to SEC Rule 15c2-12. We have been offered copies of or full access to all documents relating to the Bond and all records, reports, financial statements and other information concerning the Issuer and pertinent to the source of payment for the Bond as deemed material by us, which we have requested and to which we would attach significance in making the decision to purchase the Bond without reliance upon others.

3. We confirm that we have regularly bought and sold obligations similar to the Bond for our own account and have the knowledge and experience in financial and business matters sufficient to enable us to evaluate the merits and risks of purchasing the Bond.

4. We are purchasing the Bond for our own account or for our loan portfolio and are not purchasing the Bond for resale or other disposition and not with a present view to the sale, redistribution or other disposition thereof in the ordinary course of business in a transaction amounting to a public offering as contemplated by Section 4(2) of the Securities Act of 1933, as amended (the "1933 Act"). Although our present intention is to hold the Bond to maturity or early redemption, we reserve the right, subject to paragraph 5 below, to sell participation interests in or otherwise dispose of the Bond in the future as we choose. In reaching the conclusion that we desire to acquire the Bond, we have carefully evaluated all risks associated with this purchase and acknowledge that we are able to bear the economic risk of this purchase. We are (i) an "accredited investor" within the meaning of Section 501(a)(1)-(8) of Regulation D under the 1933 Act or (ii) a "Qualified Institutional Buyer" within the meaning of Rule 144A under the 1933 Act with respect to the Bond to be purchased by us.

5. We acknowledge that (1) the Bond will not be registered under the 1933 Act or any applicable state securities law and (2) the Bond may not be transferred unless, in the opinion of counsel to the purchaser, such transfer will not cause a violation of the 1933 Act, or any applicable state securities law. We agree that we will not sell, transfer, assign, or otherwise dispose of the Bond or any interests therein (1) unless (a) we obtain from the purchaser and deliver to the Issuer an agreement similar in form and substance to this agreement, or (b) we obtain from the purchaser and deliver to the Issuer a written acknowledgement that such purchaser is a "qualified institutional buyer" as defined in Rule 144A promulgated under the 1933 Act, and (2) except in compliance with the applicable provisions of the 1933 Act, the Securities Exchange Act of 1934, as amended (the "1934 Act"), any rules and regulations promulgated under either the 1933 Act or the 1934 Act, and the applicable securities laws of any other jurisdiction, and in connection therewith, we agree that we shall furnish to any purchaser of the Bond all information required by applicable law.

6. The Bond will be purchased by us under the following conditions: (i) the Bond will not be assigned a separate rating by any municipal securities rating agency, (ii) the Bond is not being registered or otherwise qualified for sale under the "Blue Sky" laws; (iii) we will hold the Bond as one single debt instrument in evidence of a privately negotiated loan, (iv) the Bond will not be assigned a CUSIP number by Standard & Poor's CUSIP Service, (v) no official statement or other similar offering document will be required or delivered in connection with the private placement of the Bond, (vi) the Bond will not be registered with the Depository Trust Company or any other securities depository, and (vii) the obligations represented by the Bond will be classified as a privately placed loan.

7. We acknowledge that the Bond is not a general obligation of the Issuer or the State of Arkansas but is a special obligation secured by a pledge of and payable solely from Revenues. The Bond represents a pledge of Revenues as more specifically set forth herein, in the Bond, and in the Ordinance.

8. We understand that the Issuer and the Placement Agent, and their respective counsel and Bond Counsel will rely upon the accuracy and truthfulness of the representations and warranties contained herein and hereby consent to such reliance.

9. The Lender and its representatives are not registered municipal advisors and do not provide advice to municipal entities or obligated persons with respect to municipal financial products or the issuance of municipal securities (including regarding the structure, timing, terms and similar matters concerning municipal financial products or municipal securities issuances) or engage in the solicitation of municipal entities or obligated persons for the provision by non-affiliated persons of municipal advisory services and/or investment advisory services. With respect to this Letter of Offer and Representations and any other information, materials or communications provided by the Lender: (a) the Lender and its representatives are not recommending an action to any municipal entity or obligated person; (b) the Lender and its representatives are not acting as an advisor to any municipal entity or obligated person and do not owe a fiduciary duty pursuant to Section 15B of the 1934 Act to any municipal entity or obligated person with respect to this Letter of Offer and Representations, information, materials or communications; (c) the Lender and its representatives are acting for their own interests; and (d) the Issuer has been informed that the Issuer should discuss this Letter of Offer and Representations and any such other information, materials or communications with any and all internal and external advisors and experts that the Issuer, respectively, deems appropriate before acting on this Letter of Offer and Representations or any such other information, materials or communications.

10. The engagement of Friday, Eldredge & Clark, LLP, as Bond Counsel, Mitchell, Williams, Selig, Gates & Woodyard, P.L.L.C., as Lender's counsel, and the Placement Agent, did not include services related to the compilation, verification or furnishing to us of information regarding the merits and risks of making the loan to the Issuer evidenced by the Bond. We have regularly made loans evidenced by debt instruments similar to the Bond and have knowledge and experience in financial and business matters sufficient to enable us to evaluate such merits and risks.

11. The Issuer represents and warrants to the Lender that neither it nor any of its principals, shareholders, members, partners, or affiliates, as applicable, is a person named as a Specially Designated National and Blocked Person (as defined in Presidential Executive Order 13224) and that it is not acting, directly or indirectly, for or on behalf of any such person. The Issuer further represents and warrants to the Lender that the Issuer and its principals, shareholders, members, partners, or affiliates, as applicable, are not directly or indirectly, engaged in, nor facilitating, the transactions contemplated by this transaction on behalf of any person named as a Specially Designated National and Blocked Person.

12. The Lender shall maintain the right to transfer and/or assign, in whole or in part, its rights hereunder and under the Bond, or any interest therein, to any person or entity in its sole and absolute discretion, subject to the requirements set forth in Paragraph 5. The Issuer may not assign its rights hereunder or under any of the documents executed in connection with the Bond to any person without the prior written consent of the Lender.

13. The signatory of this Letter of Offer and Representations is a duly authorized officer of Simmons Bank with the authority to sign this Letter of Offer and Representations on behalf of the Lender, and this Letter of Offer and Representations has been duly authorized, executed and delivered.

Dated: October 13, 2025

Sincerely,

SIMMONS BANK

By _____

(Title)

ACCEPTED this 13th day of October, 2025.

CITY OF HUNTSVILLE, ARKANSAS

By _____
Mayor

APPROVED AND RECOMMENDED TO THE CITY
HUNTSVILLE WATER AND SEWER COMMISSION

By _____
Chairman

EXHIBIT A

<u>Year</u> <u>(October 15)</u>	<u>Principal Amount</u>
2026	\$522,931
2027	509,615
2028	531,478
2029	554,278
2030	578,056
2031	602,855
2032	628,718
2033	655,690
2034	683,819
2035	713,155
2036	743,749
2037 (maturity)	775,656

ORDINANCE NO. 2025-9

AN ORDINANCE CONFIRMING RATES FOR SERVICES RENDERED BY THE WATER AND SEWER SYSTEM OF THE CITY OF HUNTSVILLE, ARKANSAS; AND PRESCRIBING OTHER MATTERS RELATING THERETO.

WHEREAS, the City of Huntsville, Arkansas (the "City") owns a water and sewer system (the "System") which is operated by the Huntsville Water and Sewer Commission (the "Commission"); and

WHEREAS, the City Council of the City and the Commission have determined that it is in the best interests of the City to acquire, construct and equip betterments and improvements to the sewer facilities of the System (the "Improvements"); and

WHEREAS, all or a portion of the costs of the Improvements will be accomplished by the issuance of bonds secured by revenues of the System (the "bonds"); and

WHEREAS, it is necessary for the issuance of the bonds that the City confirm the existing rates charged for water and sewer services rendered by the System;

NOW, THEREFORE, BE IT ORDAINED by the City Council of the City of Huntsville, Arkansas:

Section 1. That the following monthly rates and charges, which the City Council hereby finds and declares are fair, reasonable and necessary minimum rates, are hereby fixed as rates to be charged for water services to be rendered by the System.

Monthly Water Rates. All water charges shall be based on water consumption. The amount to be paid by each customer shall be computed on the basis of the following schedule of rates:

CURRENT WATER RATES

Minimum Charges for Water

<u>Meter Size</u>	<u>Inside City</u>	<u>Outside City</u>
5/8" (Residential)	\$ 21.50	\$ 32.25
1"	24.00	36.00
2"	40.00	60.00
3"-4"	65.00	97.50
6" and over	200.00	300.00

Water Rates

<u>Usage</u>	<u>Inside City</u>	<u>Outside City</u>
First 1,000 gallons	\$3.00 per 1,000 gallons	\$4.50 per 1,000 gallons
Next 94,000 gallons	6.18 per 1,000 gallons	9.27 per 1,000 gallons
Next 200,000 gallons	6.00 per 1,000 gallons	9.00 per 1,000 gallons
All over 295,000 gallons	5.10 per 1,000 gallons	7.65 per 1,000 gallons

WATER RATES EFFECTIVE DECEMBER 15, 2025

Minimum Charges for Water

<u>Meter Size</u>	<u>Inside City</u>	<u>Outside City</u>
5/8" (Residential)	\$ 22.75	\$ 34.13
1"	29.00	43.50
2"	55.00	82.50
3"-4"	75.00	112.50
6" and over	300.00	450.00

Water Rates

<u>Usage</u>	<u>Inside City</u>	<u>Outside City</u>
First 1,000 gallons	\$5.00 per 1,000 gallons	\$7.50 per 1,000 gallons
Next 94,000 gallons	6.20 per 1,000 gallons	9.30 per 1,000 gallons
Next 200,000 gallons	6.20 per 1,000 gallons	9.30 per 1,000 gallons
All over 295,000 gallons	5.28 per 1,000 gallons	7.92 per 1,000 gallons

Section 2. That the following monthly rates and charges, which the City Council hereby finds and declares are fair, reasonable and necessary minimum rates, are hereby fixed as rates to be charged for sewer services to be rendered by the System.

Monthly Sewer Rates. All sewer charges shall be based on water consumption. The amount to be paid by each customer shall be computed on the basis of the following schedule of rates:

CURRENT SEWER RATES

Minimum Charges for Sewer

<u>Meter Size</u>	<u>Inside City</u>	<u>Outside City</u>
5/8" (Residential)	\$ 20.25	\$ 30.38
1"	24.05	36.08
2"	63.55	95.33
3"-4"	75.00	112.50
6" and over	200.00	300.00

Sewer Rates

<u>Usage</u>	<u>Inside City</u>	<u>Outside City</u>
First 2,000 gallons	\$6.85 per 1,000 gallons	\$10.28 per 1,000 gallons
Next 2,000 gallons	8.25 per 1,000 gallons	12.38 per 1,000 gallons
Next 96,000 gallons	8.25 per 1,000 gallons	12.38 per 1,000 gallons
All over 100,000 gallons	5.95 per 1,000 gallons	8.93 per 1,000 gallons

SEWER RATES EFFECTIVE DECEMBER 15, 2025

Minimum Charges for Sewer

<u>Meter Size</u>	<u>Inside City</u>	<u>Outside City</u>
5/8" (Residential)	\$ 24.00	\$ 36.00
1"	30.00	45.00
2"	90.00	135.00
3"-4"	100.00	150.00
6" and over	300.00	450.00

Sewer Rates

<u>Usage</u>	<u>Inside City</u>	<u>Outside City</u>
First 2,000 gallons	\$9.70 per 1,000 gallons	\$14.55 per 1,000 gallons
Next 2,000 gallons	9.70 per 1,000 gallons	14.55 per 1,000 gallons
Next 96,000 gallons	9.70 per 1,000 gallons	14.55 per 1,000 gallons
All over 100,000 gallons	7.06 per 1,000 gallons	10.59 per 1,000 gallons

Section 3. That the provisions of this Ordinance are separable and if a section, phrase or provision shall be declared invalid, such declaration shall not affect the validity of the remainder of this Ordinance.

Section 4. That all ordinances and resolutions and parts thereof in conflict herewith are hereby repealed to the extent of such conflict.

[Remainder of page intentionally left blank]

PASSED: October 13, 2025.

APPROVED:

ATTEST:

Mayor

City Recorder

(SEAL)

CERTIFICATE

The undersigned, City Recorder of the City of Huntsville, Arkansas, hereby certifies that the foregoing pages are a true and perfect copy of Ordinance No. _____, adopted at a regular session of the City Council of the City of Huntsville, Arkansas, held at the regular meeting place in said City at 6:00 o'clock p.m., on the 13th day of October, 2025, and that the Ordinance is of record in Ordinance Record Book No. _____, Page _____, now in my possession.

GIVEN under my hand and seal on this 13th day of October, 2025.

City Recorder

(SEAL)