

ASH FLAT CITY COUNCIL

MEETING

December 8, 2025

Present:

Larry Fowler, Mayor

Charlotte Goodwin, Recorder

Council Members' Present: Fred Goodwin, Sean Himschoot, Mike Nix, Danny Traw, and Annette Wolverton

Council Member Absent: Kevin Grissom

Officials Present: Fire Chief S.A. Bates, Police Chief Steve Powell, Librarian Susan Funnell, W/S Supt. Alex Martin, Street Supt. Virgil Stevens, Code Officer John Manning, and Police Officer Ricky Moore

Guests Present: Marc Phillips, David Ladd w/Waste Management, Georgia Kelley, Sheryl Kelley, Bill Demmons, and Mary Ellen Henley

MEETING CALLED TO ORDER/PLEDGE OF ALLEGIANCE

The Ash Flat City Council met in regular session Monday, 6:00 p.m. December 8th, in the council chambers at Ash Flat City Hall. The Honorable Mayor Larry Fowler, the presiding officer, declared a quorum was present and called the meeting to order. Recorder Charlotte Goodwin called the roll by wards. Council members answering the call by their respective wards were Ward 1- Fred Goodwin, Mike Nix; Ward 2- Sean Himschoot, Danny Traw; Ward 3- Annette Wolverton (6/1) Council member Kevin Grissom was absent.

PLEDGE OF ALLEGIANCE TO THE FLAG OF OUR COUNTRY

Mayor Fowler led the Pledge of Allegiance to the Flag of our country and observed a moment of silence.

AGENDA APPROVAL-December 8, 2025

Mayor Fowler called for a motion to approve the December 8th agenda. *Council member Fred Goodwin made the motion, seconded by Council member Danny Traw, the roll having been called, and with the consent of all the members present, approved the agenda as presented.* A roll call vote was taken. The following voice votes were

recorded: *Vote Yea: Goodwin, Himschoot, Nix, Traw, and Wolverton*
Vote Nay: None

Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

MINUTES-November 10, & Budget Hearing Nov. 24, 2025

Mayor Fowler called for a motion to approve the minutes of the regular November 10th council meeting, and the November 24th Budget Hearing. *Council member Sean Himschoot made the motion, seconded by Council member Annette Wolverton, the roll having been called, and with the consent of all the members present, approved both meeting minutes as transcribed.* A roll call vote was taken. The following voice votes were recorded: *Vote Yea: Himschoot, Nix, Traw, Wolverton, and Goodwin* *Vote Nay: None*

Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

DEPARTMENT REPORTS

Department reports are part of the council packet & filed with the official minutes.

FIRE DEPT. - Chief Bates gave the department report.

POLICE DEPT.- Chief Powell gave the department report.

PARKS DEPT. - Mark Phillips gave the report

STREET DEPT. - Virgil Stevens gave the report

WWW DEPT.-Alex Martin gave the report.

CITY HALL -Report in the packet.

CODE ENFORCEMENT-John Manning gave the report.

LIBRARY -Susan Funnel gave the report.

PLANNING & ZONING- Sean Himschoot, P&Z Chair, stated they had a good meeting with the McDonalds representative. Truman Sisney resigned from the committee.

CEMETERY COMMITTEE- No report available

SCRAA & TCSWA- Sharp County Regional Airport and Tri-County Solid Waste Authority minutes, when provided, are in the council packets.

UNFINISHED BUSINESS

BIDS FOR TRASH SERVICE (A)

(NOTE: A family member of Council member Mike Nix submitted a sealed bid for waste removal. Council member Mike Nix recused himself from the meeting prior to the opening/reading of the bids.)

Mayor Fowler stated H4 Sanitation and Waste Connections of Arkansas were the bids received for trash removal. **Council member Sean Himschoot opened and read the bid submitted by Waste Connections of Arkansas in the amount of \$16.46 per residential customer, plus applicable taxes, and based on an annual CPI. Council member Annette Wolverton opened and read the bid submitted by H4 Sanitation in the amount of \$15.00 per household, plus applicable taxes, with a 3-year service contract. Following a discussion, Council member Danny Traw made the motion, seconded by Council member Fred Goodwin, the roll having been called, and with the consent of all the members present, approved the bid from H4 Sanitation as presented.** A roll call vote was taken. The following voice votes were recorded: *Vote Yea: Himschoot, Traw, Wolverton, and Goodwin* *Vote Nay: None*
Motion carried with a roll call vote of 4-Yeas/0-Nays/1-Absent/-1-Recused *Council Member Kevin Grissom was absent*

NEW BUSINESS

2026 CITY BUDGETS/RESOLUTION (E)

Mayor Fowler presented the 2026 City Budgets & introduced the Budget Resolution 12-0-2025 entitled "A RESOLUTION PROVIDING FOR THE ADOPTION OF A BUDGET FOR THE CITY OF ASH FLAT, ARKANSAS, FOR THE TWELVE (12) MONTHS BEGINNING JANUARY 1, 2026, AND ENDING DECEMBER 31, 2026, APPROPRIATING MONEY FOR EACH ITEM OF EXPENDITURE THEREIN PROVIDED FOR; AND FOR OTHER PURPOSES." Following a discussion, *Council member Danny Traw made the motion, seconded by Council member Sean Himschoot, the roll having been called, and with the consent of all the members present, approved Budget Resolution 12-0-2025 and the city budgets as presented.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Nix, Traw, Wolverton, Goodwin, and Himschoot* *Vote Nay: None*

**Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
*Council Member Kevin Grissom was absent***

SEWER BOND ORDINANCE 2025-12-1 (F)

Mayor Fowler introduced Ordinance 2025-12-1 entitled "AN ORDINANCE AUTHORIZING THE FUNDING OF CERTAIN RENOVATIONS AND IMPROVEMENTS TO THE ISSUER'S WASTEWATER TREATMENT AND DISTRIBUTION FACILITY; AUTHORIZING THE ISSUANCE OF WASTEWATER FEE REVENUE BONDS; PROVIDING FOR THE PAYMENT OF PRINCIPAL AND INTEREST ON THE BONDS; PLEDGING TO THE PAYMENT OF THE BONDS WASTEWATER FEES AND OTHER REVENUES; AND PRESCRIBING CERTAIN OTHER MATTERS RELATING THERETO." Fowler stated this is an ordinance accepting a bond with First National Banking Company for the upgrades and improvements on Sharp Street sewer pump station.

Mayor Fowler called for a motion to read the ordinance by title only. *Council member Sean Himschoot made the motion, seconded by Council member Fred Goodwin, the roll having been called, and with the consent of all the members present, approved reading the Ordinance 2025-12-1 by title only.* A roll call vote was taken. The following voice votes were recorded: *Vote Yea: Nix, Traw, Wolverton, Goodwin, and Himschoot* *Vote Nay: None*

**Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
*Council Member Kevin Grissom was absent***

Recorder Charlotte Goodwin read the ordinance by title only. Mayor Fowler called for a motion to approve the ordinance 2025-12-1 as it was read. *Council member Sean Himschoot made the motion, seconded by Council member Fred Goodwin, the roll having been called, and with the consent of all the members present, approved Resolution 11-0-2025 as read.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Traw, Wolverton, Goodwin, Himschoot, and Nix* *Vote Nay: None*

**Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
*Council Member Kevin Grissom was absent***

Mayor Fowler then called for a motion to suspend the rules an ordinance must be read three times on three different days. *Council member Danny Traw made the motion, seconded by Council member Sean Himschoot, the roll having been called, and with the consent of all the members present.* A roll call vote was taken. The following votes

were recorded: *Vote Yea: Wolverton, Goodwin, Himschoot, Nix, and Traw* *Vote Nay: None*

Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

Mayor Fowler declared the Ordinance passed.

Mayor Fowler called for a motion to accept the Emergency Clause to put this ordinance into effect immediately. *Council member Fred Goodwin made the motion, seconded by Council member Danny Traw, the roll having been called, and with the consent of all the members present.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Goodwin, Himschoot, Nix, Traw, and Wolverton* *Vote Nay: None*

Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

COMMUNITY CENTER RENT, BUILDING FEES, CODE INSPECTION FEES (G)

Mayor Fowler stated the community center is costing the city more to clean it than we're receiving to rent it. We need to get the rental fee up to cover the cost of cleaning. *Council member Danny Traw made the motion, seconded by Council member Fred Goodwin, the roll having been called, and with the consent of all the members present voted to increase the community rent to \$125.00 for half day and \$175.00 for a whole day.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Himschoot, Nix, Traw, Wolverton, and Goodwin* *Vote Nay: None*

Motion carried with a roll call vote of 5 Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

Inspection & Building fees- Sean Himschoot, P&Z Chair, stated the P&Z Committee has reviewed building and inspection fees from other cities, but no decision has been made. Following further discussion, *Council member Sean Himschoot made the motion, seconded by Council member Danny Traw, the roll having been called, and with the consent of all the members present to table further discussion on building and inspection fees until a later date.* All in favor. **Motion carried with a vote of 5 Yeas/0-Nays/1-Absent**
Council Member Kevin Grissom was absent

CYBERSECURITY POLICY (ACT 846)/INFO FROM ACRB/FEES (H)

Mayor Fowler stated Act 846 regarding cybersecurity was passed by the legislator in the last session. The Arkansas Cyber Response Board (ACRB), established under Act 846, is crucial in setting minimum cybersecurity standards for entities in the Arkansas Self-Funded Cyber Response Program. As the cybersecurity landscape evolves, the ACRB's standards will adapt to address new challenges and threats. Fowler stated that due to the amount of information we hold on our computers it's a must that we improve our security. We've received several quotes regarding cybersecurity, and we've spoken with reps from the Arkansas Municipal League about the steps needed to take regarding cybersecurity. Fowler stated we've learned there are grants to assist with funding. Also, Fowler stated there's an immediate need in the police department as their computers are no longer secure because they haven't been updated to Windows 11. Officer Rick Moore stated he's spoken with Blain Davis, an IT person with ACIC. Sarah Cole, ACIC Representative, told Moore we need to work with Davis, follow his guidance and he'll make sure we're in compliance. Following further discussion, *Council member Sean Himschoot made the motion, seconded by Council member Annette Wolverton, the roll having been called, and with the consent of all the members present, approved purchasing 5 computers with Windows 11 Pro in the amount of \$7,000.00 (\$1,400.00 each) for the Police Department as stated.* The following voice votes were recorded: *Vote Yea: Nix, Traw, Wolverton, Goodwin, and Himschoot*

*Motion carried with a rollcall vote of 5-Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent*

PAY BILLS

Mayor Fowler called for a motion to pay the bills. *Council member Annette Wolverton made the motion, seconded by Council member Fred Goodwin, the roll having been called, and with the consent of all the members present, approved paying the bills.* A roll call vote was taken. The following voice votes were recorded: *Vote Yea: Goodwin, Himschoot, Nix, Traw, and Wolverton* *Vote Nay: None*

*Motion carried with a roll call vote of 5-Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent*

OTHER BUSINESS

EXECUTIVE SESSION

Mayor Fowler called for a motion to meet in Executive Session to discuss a promotion and salary for an employee. The time was 6:32 P.M. *Council member Danny Traw made the motion, seconded by Council member Sean Himschoot, the roll having been called, and with the consent of all the members present, approved meeting in Executive Session.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Traw, Wolverton, Goodwin, Himschoot, and Nix*
Vote Nay: None

Motion carried with a roll call vote of 5-Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

EXECUTIVE SESSION ENDED

Mayor Fowler called the meeting back to order at 6:44 p.m. Fowler stated they discussed promoting Blair Ables from a reserve officer to a day-to-day part-time Ash Flat officer for a total of 1,456 hours per year, 28 hours a week, at the rate of \$18.00 per hour. Fowler called for a motion to approve the promotion and salary. *Council member Danny Traw made the motion, seconded by Council member Fred Goodwin, the roll having been called, and with the consent of all the members present, approved the promotion and salary amount.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Wolverton, Goodwin, Himschoot, Nix, and Traw* *Vote Nay: None*

Motion carried with a roll call vote of 5-Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

END OF YEAR SALARY INCREASE

Mayor Fowler call for a motion to approve the end of the year salary increase. *Council member Sean Himschoot made the motion, seconded by Council member Annette Wolverton, the roll having been called, and with the consent of all the members present, approved the end of year salary increase.* A roll call vote was taken. The following votes were recorded: *Vote Yea: Himschoot, Nix, Traw, Wolverton, and Goodwin* *Vote Nay: None*

Motion carried with a roll call vote of 5-Yeas/0-Nays/1-Absent
Council Member Kevin Grissom was absent

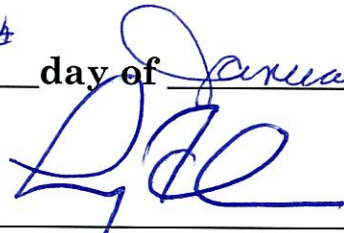
ADJOURNMENT

Having no further business to come before the council, Mayor Fowler called for a motion to adjourn. *Council member Annette Wolverton made the motion, seconded by Council member Fred Goodwin, and hearing no objections, the meeting adjourned. The time was 6:49 p.m.*

CERTIFICATE

We, the undersigned Mayor and Recorder/Treasurer for the City of Ash Flat, do hereby certify the forgoing pages to be a true and correct record for the proceedings of the Ash Flat City Council meeting held in regular session at 6:00 p.m., Monday, December 8, 2025.

PASSED and APPROVED this 12th day of January, 2026.



LARRY FOWLER, MAYOR

ATTEST:



CHARLOTTE GOODWIN, RECORDER



A G E N D A
ASH FLAT CITY COUNCIL
6:00 P.M.
DECEMBER 8, 2025

“The City of Ash Flat is an equal opportunity employer and provider”

- I. Determination of a Quorum**
- II. Call To Order/Roll Call**
- III. Welcome Guests**
- IV. Pledge of Allegiance/Moment of Silence (Optional)**
- V. Agenda Approval for December 8, 2025**
Consideration of Minutes for November 10, 2025 & Budget
Hearing 11-24-2025

DEPARTMENT REPORTS:

- (a) Fire Department**
- (b) Police Department**
- (c) Parks Department**
- (d) Street Department**
- (e) Water/Sewer Department**
- (f) City Hall Report**
- (g) Code Enforcement**
- (h) Library Report**
- (i) Planning & Zoning Report/Minutes**
- (j) Cemetery Committee/SCRAA/TCSWA Reports**

VI. UNFINISHED BUSINESS:

- A. Bids for Trash Service***
- B. ***
- C. ***
- D. ***

NEW BUSINESS:

- E. 2026 City Budgets/Resolution 12-0-2025**
- F. Bond Ordinance 12-1-2025**
- G. Community Center Rent, Building Fees, Code Insp Fees ***
- H. Cybersecurity Policy (Act 846)/ Info from ACRB/Fees**

- VII. Pay Bills**
- VIII. Other Business/Correspondence**
- IX. Announcements/Comments (2-minute limit)**
- X. Adjourn**

NOTE: Please turn radio volume down or off. Switch cell phones to vibrate or silent. Thank you!

**ASH FLAT CITY COUNCIL MEETING
GUEST REGISTER**

DECEMBER 8, 2025

“City of Ash Flat is an equal opportunity employer and provider.”

PRINT your name:

Steve Powell

Susan Funnell

John Manning

David Ludd

Georgia Kelley

Sydney Kelley

Marc Phillips

Alex Martin

Viggo Stevens

William Lemmons

Ron Man

Mary Ann



Ash Flat Fire Department

5 Goodwin Cove P.O. Box 280
Ash Flat, AR 72513
870-994-3066 Fax 870-994-7976
www.ashflatfire.org

Monthly Report to the City Council November 2025

Incident Summary

MVA	3
EMS	25
Vehicle Fire	1
Rubbish Fire	2
Cooking Fire	1
Wildland Fire	4
Lift Assist	4
False Alarm	5

Total Incident Response	Month	45
	Year	389

Occupancies Inspected

Mutual Aid Received/Given

Training hours Logged 36

Respectfully submitted,

Chief Adam Bates
Ash Flat Fire Department

The Fire Department Christmas Party will be held at 6:00 P.M. on Friday, December 19th. This year our party will be co-hosted with Spring River EMS; all city personnel and their families are invited.

ASH FLAT POLICE DEPARTMENT DAILY ACTIVITY REPORT

NOVEMBER 2025

LOCAL DATA	NIBRS DATA
CALLS FOR SERVICE 127	DEATHS 0
TRAFFIC STOPS 90	KIDNAPPING / MISSING PERSONS 1
ACCIDENTS 6	SEXUAL ASSAULTS 0
ARRESTS 8	ALL OTHER ASSAULTS 0
DUI / DWI 4	HUMAN TRAFFICKING 0
PUBLIC INTOX / DRUNK / DISORDERLY 1	ARSON 0
WARRANTS 3	ALL THEFTS / B & E / STOLEN PROPERTY 5
ALARMS 2	DESTRUCTION / DAMAGE / VANDALISM 0
DOMESTICS 2	FRAUDS & IMPERSONATIONS 0
PROWLER CALLS 1	DRUGS / NARCOTICS VIOLATIONS 1
ANIMAL COMPLAINTS 4	GAMBLING VIOLATIONS 0
WELFARE CHECKS 7	PORNOGRAPHY / OBSCENE MATERIALS 0
AGENCY ASSISTS 35	PROSTITUTION & RELATED 0
FLEEING / RESISTING 1	WEAPONS LAW VIOLATIONS 1
CRIMINAL TRESPASSING 2	INVOLVING
PROTECTIVE CUSTODY 0	PERSONS WITH DISABILITIES 1
OTHER CITIZEN INTERACTION 215	ALCOHOL / INTOXICATED SUBJECTS 4
CITATIONS 30	PRESENCE OF DRUGS / EQUIPMENT 0
TRAFFIC WARNINGS 56	ELDERLY 2
MOTORIST ASSISTS 12	UNDERAGE SUBJECTS 2
(RESERVED FOR FUTURE USE)	SEARCHES CONDUCTED 3
(RESERVED FOR FUTURE USE)	SOCIAL SERVICES CALL 0
	ADMINISTRATIVE TASKS (IN HOURS) 48.0

INVESTIGATIONS

TOTAL PROPERTY VALUE (THEFT / MISSING / DAMAGE) \$22,015.00 NUMBER OF INVESTIGATIONS ON SHIFT 0

TRAINING ASSIGNED / CONDUCTED - XX.XX Man Hours

PERSONNEL

The following personnel are assigned to the Ash Flat Police Department:
5 Full Time Personnel, 8 Part-Time Personnel, and 2 Auxiliary Personnel.

City of Ash Flat
Parks/Recreation
Department Report
November, 2025

- Contacted Entergy to install Christmas Lights on power poles.
- Recycle each Tuesday.
- Repaired Cardboard trailer door hinges.
- Removed brush along Main Street.
- Put up Christmas lights at City Park.
- Assisted Water/Sewer Department Sharp Street and Eagle Crest Lift Station and clarifier.



STREET DEPT. REPORT

NOVEMBER 2025

**REPAIRED GARVEL APPROACHES AT PEACE VALLEY
BRIDGE**

- **GRADED SADDLE CLUB RD., FOWLER RD.. AND ORR
AVE.**
- **INSPECTED AND HAD STREET LIGHT CHRISTMAS
DECORATINS PUT UP**
- **ASSISTED WITH CHRISTMAS DECORATIONS AT CITY
PARK**
- **REPLACED BRAKE PADS ON PART-TIME POLICE
DURANGO**
- **CURRENTLY WORKING ON PREPPING AND
INSPECTING SNOW/ICE REMOVAL EQUIPMENT**

RESPECTFULLY SUBMITTED

VIRGIL STEVENS

STREET DEPT. SUPERINTENDENT

City of Ash Flat
Water/Wastewater
Department Reports
November, 2025

- **Daily routine:** *Check well houses and record water pumped and run time on pumps, Perform One Calls as required, Check Ash Flat Nursing Home pump station and clean out rags and debris, Check remaining pump stations 2-3 times per week, sample chlorine levels on water system, Treatment Plant – Change paper on chart recorder and record flows and transfer to flow sheet, check clarifiers for proper flow and wash out algae and debris, circulate #2 clarifier 2-3 times per week, oil plunger, pump and clean off oil and grease, grease grit chamber blower and blower #1, clean/clear rags from grit chamber auger and shovel out gravel and wash down with hose, clean Chlorine Contact Chamber, waste sludge as needed, clean office-pump room and blower room as needed.*
- Read water meters.
- Pulled Monthly water samples and sent to State Lab.
- Process Sludge and haul to Landfill.
- Cleaned water shop.
- Assisted in putting Christmas lights up.
- Worked on clarifier 1.
- Assisted on brush removal on Main Street.
- Met with Cozy Country Estates about proposed water line loop.

Alex Martin
W-WW Supt.

Code Enforcement Office

Report for December 2025

Performed the top out plumbing inspection and rough-in electrical inspection at the Nursing home construction

Finished the plan review for McDonalds

Issued 1 alteration permit

Attended the Municipal League training/meeting at Jonesboro

Went over the HVAC install at the nursing home with the State inspector

I'm happy to report that the yard at the Windham house on the corner of 354 and Martin Lane has been cleaned up

Council Meeting Notes

December 8, 2025

Ash Flat Library – Susan Funnell, Library Manager

November 2025

1. We had a guest reader for Storytime this month, Becky Foreman, she was a hit. We want to thank her for coming in and reading to the children.
2. The library is preparing for Christmas. Decorating the library and preparing for Santa Claus and a dinosaur coming to story time this month. We will be reading "A Dinosaur's Night Before Christmas."
3. We are also preparing to be in the Christmas parade, with the help of the friends of the Library.
4. Hopefully we will be doing an inventory of the library in January.

I apologize for the first email. You'd think after all this time I would know how to do this.

Attendees

Michelle Carr
Susan Funnell
Katrine Thomas
Anita Hawkins
John Jackson

Building

1. Plans - Terry reported that there seems to be a pause in progress, there is a lot of discussion about what we need and what can be included in the building plans, but we don't seem to be doing anything to get there. John reminded us that Cynthia VanWinkle, the fundraising consultant, told us to get five principals who are the primary leaders in our fundraising campaign. These are people who know everyone and are interested in community development, willing to be involved, and interested in investing.
2. Nominees - Terry asked each board member to bring names of potential people to the next meeting that might be principals in our fundraising efforts.
3. Building Needs - We will continue to plan and organize our thinking about what we need. Is it just a library or is it a cultural center for the county or even this end of the state?

Library

1. Friends - Anita reported that the Friends have approximately \$2100 in their checking account and \$500 plus interest in the savings. The Halloween Trunk or Treat was a big success and plans for the float for the Christmas parade are made. The Library will be open after the parade for the children to visit Ms. Claus. The Friends are making plans for next year including a new Coffee and Color program starting January 6.
2. Budget - Susan reported that the budget we requested was approved by the City Council including money for new computers and the new hosting service. Terry will contact Bert about the computers and ByWater about the change to the new hosting.
3. City Christmas Party - The City is having a Christmas party on December 19 at the firehouse and all the volunteers at the Library are invited, including members of the Board.
4. Inventory - Susan would like to conduct an inventory of the library and had thought to have that done in January. However, with the move to ByWater for hosting, they may want us to wait until that is complete. Terry will ask them about that.
5. Next Meeting - The next meeting will be held on January 6.

Ash Flat Library

2025

	Jan	Feb	March	April	May	June	July	August	September	October	November
DAYS OPEN	23	22	26	23	29	24	25	25	25	26	21

CIRCULATION

Books	717	710	852	743	1,309	1,241	1,189	787	854	950	661
Visual materials	163	157	111	136	128	121	137	115	115	113	34
Other	11	15	24	22	25	24	25	17	11	23	1
TOTAL	891	882	987	901	1,462	1,386	1,351	919	990	1,086	696

E-Books

Checkouts	1,628	1,447	1,547	1,325	1,505	1,395	1,499	1,315	1,292	1,310	1,118
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ITEMS OFFERED

Audio	345	345	345	345	345	341	341	341	339	339	339
Books	14,325	14,453	14,496	14,558	14,600	14,561	14,722	14,859	14,822	14,769	14,774
Maps	2	2	2	2	2	2	2	2	2	2	2
Music	2	2	2	2	2	2	2	2	2	2	2
Mixed Media	5	5	13	13	13	14	14	11	10	10	10
Reference	207	207	207	207	207	207	207	207	207	207	207
Visual materials	1,521	1,547	1,554	1,568	1,568	1,552	1,575	1,575	1,544	1,542	1,542
TOTAL	16,407	16,561	16,619	16,695	16,737	16,679	16,863	16,997	16,926	16,871	16,876

PATRONS

Juvenile	912	917	926	934	959	979	987	999	1,024	1,032	1,008
Patron	4,354	4,384	4,410	4,427	4,452	4,475	4,496	4,516	4,549	4,582	4,625
Staff	19	19	19	20	20	20	20	20	20	20	20
TOTAL	5,285	5,320	5,355	5,381	5,431	5,474	5,503	5,535	5,593	5,634	5,653

FACEBOOK FOLLOWERS

1,326	1,331	1,360	1,377	1,401	1,412	1,416	1,424	1,437	1,447	1,449
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PLANNING MEETING
July 1, 2025

MEETING CALLED TO ORDER

Sean Himschoot, Planning Chairman, called the Ash Flat Planning Commission meeting to order at 6:00 p.m. Commissioners present were Chairman Sean Himschoot, William (Bill) Demmons, Fred Goodwin, Glenn Halfacre, Steve McNulty, Truman Sisney, John Manning, Code Enforcement Officer, and Planning Secretary Charlotte Goodwin

MEMBERS ABSENT: None

GUESTS: Jeremy Langston

INTRODUCTION OF CODE OFFICER

Chairman Sean Himschoot introduced John Manning as the cities Code Enforcement Officer. Bill Myer is no longer working for the city.

MINUTES OF PREVIOUS MEETING

Chairman Himschoot presented the March 4, 2025, minutes for consideration. *Commissioner Steve McNulty made the motion, seconded by Commissioner Fred Goodwin, and by consent of the members present, approved the minutes as transcribed. Commission members Demmons, Halfacre, Goodwin, McNulty, and Sisney voted yea.*

NEW BUSINESS

CROSSROADS BAPTIST CHURCH

Jeremy Lannngston, with Crossroads Baptist Church, met with the planning board to discuss building a new church on College Drive & Nix Ridge Road. The church is looking to purchase a 12-acre parcel of land there. Charley Yates, church pastor, was scheduled to meet with the board to discuss the issue but had another meeting to attend.

Langston stated the church had outgrown the present location thus the need for a larger facility with more parking space. Chairman Sean Himschoot stated the location is zoned commercial/industrial, and a church is considered as commercial. Following further discussion, *Commissioner Fred Goodwin made the motion, seconded by Commissioner Glenn Halfacre to approve erecting the church on College Drive & Nix*

Ridge Road as requested. Commission members Demmons, Halfacre, Goodwin, McNulty, and Sisney voted yea.

UNFINISHED BUSINESS

There was no unfinished business to come before the board.

ADJOURN

Having no further business to come before the board, Fred Goodwin made the motion, seconded by Steve McNulty, the meeting adjourned at 6:14 p.m.

The next meeting date and time is scheduled for 6:00 p.m. August 5, 2025.

PASSED and APPROVED this 2nd day of December, 2025.

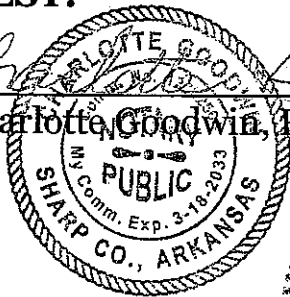
Sean Himschoot
Sean Himschoot, Planning Chairman

12/2/2025
Date

ATTEST:

Charlotte Goodwin
Charlotte Goodwin, Planning Secretary

12/2/2025
Date



Ash Flat Cemeteries Subcommittee of Ash Flat City Council
Minutes of November 18, 2025, Meeting at 6:00 PM, Ash Flat United Methodist Church

Members in Attendance:

(Trustees) Amy Trivitt, President, Jan Lusk, Secretary, Brien Nix Hall, Council Liaison
Dolly Nicholson, David Ferguson, Martin Carpenter
(Committee Members) Jim Sawyer, Marlene Sawyer

Committee President Amy Trivitt called the meeting to order.

Item 1: Minutes of April 8, 2025, Meeting

Martin Carpenter made a motion to approve minutes as presented; second by Brien Nix Hall. Motion passed.

Item 2: Old Business

Cemetery Signs - Attendees reviewed a list of suggestions which were presented at the April 8 meeting.

- A. It was suggested that the following items be combined and simplified.
 - (1) Floral Removal - No glass items on the ground or in path of mowers (glass flower holders, bottles of any kind, drink cans). Floral arrangements need to be placed on or next to the base of a monument.
 - (2) Decorations may only be placed on monuments, in urns, wells, or clipped to the top of the monument. Shepherd Hooks and rod holders need a base plate to keep grass away from the rod in the ground. No more than three decorations per monument (Not a good idea and we don't have a problem.)
 - (3) All items are subject to removal at spring and fall cleanup if they interfere with lawn maintenance or when their condition warrants. And it is the family's responsibility to discard their own debris.
 - (4) Keep decorations out of the way of mowers
- B. Sign should include contact information for cemetery donations - (Address for Ash Flat City Hall). Sources of information can be made available at the following: Ash Flat City Facebook, Ash Flat Old Timers, Business cards provided to the funeral homes
- C. Burial in wrong place (The expense is transferred to the funeral home in charge of burial.)
- D. Straightening of stones is responsibility of family.

David Ferguson made a motion and seconded by Martin Carpenter to accept the items in Section A – D for inclusion on cemetery signs. Motion passed.

Item 3: New Business

Deeds – Committee members discussed the feasibility of a burial deed or cemetery plot deed be issued when a burial plot is purchased. Also discussed was perhaps completing a plat of the cemeteries of Old Baptist Cemetery, Wiles Cemetery, and Ash Flat Cemetery.

Brien Nix Hall will check about getting an aerial view of the four cemeteries.

Members talked about creating drawings of the cemeteries with the goal of identifying the name(s) of those who are buried in each cemetery and adding names as plots are purchased. Drawings of cemetery layouts would prevent possible confusion and assist with inquiries.

Mowing - Michael Butler mowed the cemeteries during 2025 at a rate of \$1,020 per month.

Following a discussion with Brien Nix Hall, Michael is requesting an increase of \$100 per month; the cost would then be \$1,120 per month for mowing and maintenance of the four cemeteries.

Martin Carpenter made a motion to accept the increase to \$1,120 per month.

Brien Nix Hall seconded the motion; Motion Passed

Next Meeting – Spring 2026, Date To Be Determined

Meeting adjourned at 7:00 p.m.

SHARP COUNTY REGIONAL AIRPORT AUTHORITY

20 Airport Lane
Cherokee Village, AR. 72529

Minutes of the November 5, 2025 Board Meeting
Next Regular Meeting: December 3, 2025 at 3:00 p.m.

Attendees: Chairman Adam Bates, Peggy Long, Jeff Scott, Jim Thomas (Hardy), Fred Holzhauer, Tony Stallsmith (Cherokee Village), Asst. Chairman John Armstrong and John Manning, Airport Manager.

Absentees: Mayor Ethan Barnes, Bill Demmons (Ash Flat), Sidney Armstrong (Highland) and Highland Mayor Kyle Crawford.

Guests: Scott Daily, Raphael Gonzales, and Jacob Acklin

The meeting was called to order by Chairman Adam Bates at 3:00 p.m.

Minutes of the previous meeting:

Chairman Bates asked for a motion to accept the minutes of the October meeting. A motion was made by Jeff Scott. Seconded by John Armstrong. The motion passed unanimously.

Financial Report:

Peggy Long presented the October 2025 Financial Statements and stated all bills have been paid. Jim Thomas made a motion to accept the October financial. Seconded by Tony Stallsmith. The motion passed unanimously.

Managers Report:

- a.) Problem with Jet A air locking, Larry found that the valve is sticking. Need to replace the valve will determine the correct valve and order it.
- b.) Sharp Co came and looked at the tractor and we will need to order a turbo for it.
- c.) Been some moving around on the hangars and will have one T-hanger open but have a person interested.

Old Business:

- a.) Required FAA Audit-Nothing new on audit.
- b.) Perimeter fence repair- No update. John will contact the fencing company again.
- c.) Hangar roof leak repair- John Armstrong has some metal screws he will bring to try to help fix the leaks.
- d.) EAA Chapter progress - Had the first event and a nice kickoff meeting. All paperwork has been turned in to EAA and just waiting on notification that the chapter is active. We will have a meeting on Thursday, December 4, 2025 at 7:00 p.m. and anybody not a member can show up at the meeting and can join at that time. Also the EAA website has tons of resources about events in the area. John Armstrong requested input from EAA members for the logo.
- e.) Taxiway project progress - The contractor has started the dirt work. The estimated completion date is 3/3/26. The airport will need a line of credit to start as soon as possible for the portion that the state will pay at the end. The board authorized Fred Holzhauer with First Community Bank to do a \$120,000.00 line of credit with Adam Bates and Peggy Long as the authorized signers. This line of credit will be paid in full with the final reimbursement from the Arkansas Aeronautics Board at the completion of the project. There will be a period at the end of the construction that the runway will be shut down. It was suggested we ask the contractor about only closing one end of the runway. Adam said he would mention that and see if it is an option.
- f.) Grass runway repair- Will talk to Sharp Co or Highland about getting a road grader to work on the grass runway.

New Business:

- a.) New 5 year airport plan - The 5 year plan has been updated and the runway rehab and apron has been scheduled for 2027 and the final phase of the taxiway scheduled for 2029 followed by the relocating of the terminal building and fuel farm.

Other Business:

- a.) Jacob Acklin of West Plains addressed the board to offer his services in aircraft detailing. He is expanding his business to N.E. Arkansas.

Adjourn:

Since all business to come before the board was concluded John Armstrong made a motion to adjourn. Jim Thomas seconded the motion. The motion passed. The meeting was adjourned at 3:33 p.m.

Prepared/Submitted by: Peggy Long SHARP COUNTY REGIONAL AIRPORT AUTHORITY

Sharp County Regional Airport Authority (SRCAA)
20 Airport Lane
Cherokee Village, AR 72529

Wednesday, November 5, 2025 Agenda
3 pm. at Airport Terminal Building

- 1) Call Meeting to order
- 2) Introduce Guests/Attendees
- 3) Approve Minutes of last meeting-October
- 4) Review/Discuss/Approve bills:
 - a) Financial Statements for October: All bills have been paid
- 5) Managers Report:
 - a.)
- 6) Old Business:
 - a.) FAA Audit
 - b.) Repairs - Fence/Hangar Roof Leaks
 - c.) EAA Chapter update
 - d.) Grass runway repair
 - e.) Taxiway project update
- 7) New Business:
 - a.)
- 8) Other Business:
 - a.)
- 9) Adjourn:

Next meeting: December 3, 2025 3:00 pm airport terminal building.

Tri-County Solid Waste Disposal Authority ♦♦♦
500 Landfill Road • Cherokee Village AR 72529
Telephone 870-994-3020

MINUTES OF THE EXECUTIVE BOARD MEETING, November 19, 2025

The meeting was called to order at 9:34 AM. Those in attendance were: Chairman Kyle Crawford (Highland), Mayor Larry Fowler (Ash Flat), Mayor Steven Rose (Cherokee Village), Brandi Cherry (Ash Flat), Charlotte Goodwin (Ash Flat), Mayor Ethan Barnes (Hardy), Judge Eric Smith (Izard Co), Todd Price (Sharp Co), Judge Kenneth Crow (Fulton Co), Michael Eaton (Fulton Co OEM), Michael Hurlburt and Peggy Long, Treasurer.

Chairman Kyle Crawford asked if everyone had read the minutes and if any changes should be made. A motion was made by Larry Fowler to approve the minutes of the previous meeting. Motion was seconded by Ethan Barnes. The motion passed unanimously.

The financial report for the month of October was read by Peggy Long: We had income of \$1,523.83 from Customer Accounts, \$2,329.40 from Sale of Recycled Materials, \$3,250.00 from City of Ash Flat, 169.92 from City of Cherokee Village, \$1,500.00 from Fulton County, \$3,250.00 from City of Highland, \$1,500.00 from Izard County, \$405.75 from City of Salem, \$1,353.13 from scrap equipment sales, \$1,766.39 from White River grant reimbursements and \$.37 cents in interest income. For a total income of \$17,048.79. We had expenses of \$23,305.92. This gives us a monthly ending balance of \$7,121.84. Motion to accept financial by Steven Rose. Seconded by Todd Price. The financial report was unanimously approved as written.

Manager's Report - Given by Michael Hurlburt. He has been moving stuff around for container project at site. Has had a few equipment issues-big baler, a part was bent and this has caused the cardboard processing to be behind. He should have a truck any day to pick up a load of OCC. He only has one other employee right now and is only getting one inmate each day. The new truck is great the only problem is the hitch is really high. It is a fabricated hitch not adjustable. Larry Fowler told Michael to take it by the Ash Flat city shop and they will see what they can do. The center did have a water leak and Ash Flat helped dig it up and repair it. Todd Price with Sharp Co will fill the hole. Thank you to everyone for all your assistance.

Old Business:

Baler Repairs - The blue is prepped and ready to weld, no change on the grey baler. The big baler has 2 small leaks (one on Door and one on thermal sensor), the repairman has ordered parts and in the meantime we are catching the hydraulic fluid and reusing it. Still waiting on repairman to work on these balers.

Container Purchase - In the process of getting the site ready.

Phone: Michael said the phones were working again. It was suggested that we check with NEXT on the phone service to see if we can get a lower rate for phone service. Peggy will check and have the information at the next meeting.

Rate Increase: After discussion a motion was made by Kenneth Crow that the counties would increase to a minimum of \$8,000.00 annually to help fund the center. Motion seconded by Eric Smith. The motion passed unanimously. A motion was then made by Larry Fowler to increase the cities to \$2.00 per capita annually. Motion seconded by Ethan Barnes. The motion passed unanimously.

New Business:

Other Business: None

With no other business a motion was made by Steven Rose to adjourn at 11:17 a.m. Seconded by Kenneth Crow. Motion approved unanimously.

The next regular meeting will be on Wednesday, December 17, 2025 at 9:30 AM at the recycling center.

Respectfully Submitted,

Peggy Long, Treasurer/Secretary

Tri County Regional Solid Waste Authority
500 Landfill Drive
Cherokee Village, AR 72529

Wednesday, November 19, 2025 Agenda
9:30 am. at Recycling Center

- 1) Call Meeting to order
- 2) Introduce Guests/Attendees
- 3) Approve Minutes of last meeting
- 4) Review/Discuss/Approve bills:
 - a) Financial Statements
- 5) Managers Report:
 - a.)
- 6) Old Business:
 - a.) Baler Repair
 - b.) Container purchase
 - c.) City/County Funding increase proposal-Final vote
- 7) New Business:
 - a.)
- 8) Other Business:
 - a.)
- 9) Adjourn:

Next meeting: Wednesday, December 17, 2025 9:30 am at the recycling center.

2026 PROPOSED FUNDING FOR TRI-COUNTY RECYCLING							
CITY/COUNTY	TOTAL POPULATION	COUNTY ONLY POPULATION	2025 FUNDING	PROPOSED 2026 FUNDING	PROPOSED FUNDING INCREASE	COST PER CAPITA ON TOTAL POPULATION	COST PER CAPITA ON COUNTY ONLY POPULATION
SHARP COUNTY	18130	8064	\$6,000.00	\$12,000.00	\$6,000.00	\$0.66	\$1.49
IZARD COUNTY	14291	12423	\$6,000.00	\$12,000.00	\$6,000.00	\$0.84	\$0.97
FULTON COUNTY	12546	10528	\$6,000.00	\$12,000.00	\$6,000.00	\$0.96	\$1.14
ASH FLAT	1185		\$1,185.00	\$2,370.00	\$1,185.00	\$2.00	
CAVE CITY	2021		\$2,021.00	\$4,042.00	\$2,021.00	\$2.00	
CHEROKEE VILLAGE	5022		\$5,022.00	\$10,044.00	\$5,022.00	\$2.00	
HARDY	781		\$781.00	\$1,562.00	\$781.00	\$2.00	
HIGHLAND	1057		\$1,057.00	\$2,114.00	\$1,057.00	\$2.00	
MELBOURNE	1868		\$1,868.00	\$3,736.00	\$1,868.00	\$2.00	
SALEM	1643		\$1,643.00	\$3,286.00	\$1,643.00	\$2.00	
VIOLA	375		\$375.00	\$750.00	\$375.00	\$2.00	
TOTAL INCREASE FOR 2026			\$31,952.00	\$63,904.00	\$31,952.00		

* DID NOT HAVE A BREAKDOWN FOR ASH FLAT, CHEROKEE VILLAGE, AND HARDY POPULATIONS IN SHARP VS FULTON CO SO ALL ENTERED IN SHARP COUNTY FIGURES. **

Tri-County Regional Solid Waste Disposal Authority
STATEMENT OF ACTIVITY
FOR THE MONTH ENDING OCTOBER 31, 2025

	Actual			Budget			Variance		
	October	4th Qtr	YTD	4th Qtr	YTD	4th Qtr	YTD		
Income:									
Sale of Recycled Materials	2,329.40	2,329.40	21,556.44	\$ -	40000.00	\$ 2,329.40	\$ (18,443.56)		
Collections from E-Waste	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Collections from Commercial Accounts	1,523.83	1,523.83	15,590.32	0.00	15500.00	1,523.83	80.32		
Collections from Donations	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Grant from Ash Flat	3,250.00	3,250.00	4,441.00	0.00	1191.00	3,250.00	3,250.00		
Grant from Cherokee Village	169.92	169.92	3,929.67	0.00	5013.00	169.92	(1,083.33)		
Grant from Fulton County	1,500.00	1,500.00	6,000.00	0.00	6000.00	1,500.00	0.00		
Grant from Hardy	0.00	0.00	772.00	0.00	1055.00	0.00	0.00		
Grant from Highland	3,250.00	3,250.00	4,305.00	0.00	6000.00	3,250.00	3,250.00		
Grant from Izard County	1,500.00	1,500.00	6,000.00	0.00	6000.00	1,500.00	0.00		
Grant from Melbourne	0.00	0.00	1,899.00	0.00	1899.00	0.00	0.00		
Grant from Sharp County	0.00	0.00	6,000.00	0.00	6000.00	0.00	0.00		
Grant from Viola	0.00	0.00	373.00	0.00	373.00	0.00	0.00		
Grant from Salem	405.75	405.75	1,217.25	0.00	1623.00	405.75	(405.75)		
Miscellaneous Income-Equip Sales	1,353.13	1,353.13	3,378.13	0.00	0.00	1,353.13	3,378.13		
Grant from White River Planning	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Grant from WR Waste Mgmt Dist (RAM Exp's 7525)	1,766.39	1,766.39	26,419.16	0.00	27000.00	1,766.39	(580.84)		
Total Income	17,048.42	17,048.42	101,870.97	0.00	112,426.00	17,048.42	(10,555.03)		
Administrative Expenses:									
Accounting Services	200.00	200.00	2,000.00	0.00	2,400.00	200.00	(400.00)		
Postage, Copies, Office Supplies	0.00	0.00	330.75	0.00	500.00	0.00	(169.25)		
Recycling Expenses:									
Employee Wages & P/R Taxes	7,241.35	7,241.35	52,969.94	0.00	72,000.00	7,241.35	(19,630.06)		
Employee Bonus	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Employee Uniforms	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Bank Service Charges	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Miscellaneous	11.00	11.00	11.00	0.00	1,000.00	11.00	(989.00)		
Transportation of recyclables	587.75	587.75	6,656.94	0.00	8,200.00	587.75	(1,543.06)		
Utilities	429.64	429.64	4,236.82	0.00	5,000.00	429.64	(763.18)		
Insurance	0.00	0.00	10,332.50	0.00	10,500.00	0.00	(167.50)		
Small Tools, Safety Equipment	0.00	0.00	0.00	0.00	100.00	0.00	(100.00)		
Repairs & Maintenance on Equipment	1,459.78	1,459.78	10,568.47	0.00	9,300.00	1,459.78	1,268.47		
Recycling Supplies	37.40	37.40	1,983.13	0.00	1,300.00	37.40	683.13		
Sales Tax Expense	339.00	339.00	1,391.00	0.00	1,400.00	339.00	(9.00)		
Equipment Purchase	13,000.00	13,000.00	22,405.00	0.00	0.00	13,000.00	22,405.00		
Edu. Signage and Advertising	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Security Expense	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Interest Expense	0.00	0.00	0.00	0.00	0.00	0.00	0.00		
Total Expenses	23,305.92	23,305.92	112,285.55	0.00	111,700.00	23,305.92	585.55		
Excess Income over Expenses	\$ (6,257.50)	\$ (6,257.50)	\$ (10,414.58)	\$ -	\$ 726.00	\$ (6,257.50)	\$ (11,140.58)		
Cash Activity:									
Interest Income	0.37		4.22						
Loan Proceeds	0.00		0.00						
Principal Payments on Loans	0.00		0.00						
Net Change in Cash	(6,257.13)		(10,410.36)						
Beginning Cash Balance 10/01/25	13,378.97		17,532.20						
Ending Cash Balance 10/31/25	7,121.84		7,121.84						
Loan Balances:									
Bank									
FNBC									
Total Loan Balances:									

Tri-County Regional Solid Waste Disposal Authority
Projected Cash Flow for November 19, 2025

Checking Account 11/01/25		\$ 7,122
11/05/25 Customer Collections	248	
11/03/25 Grant from White River Waste Mgmt-Reimbursements	579	
11/03/25 Customer Collections	197	
11/13/25 Sale of Recycled Materials-Ore-OCC 20.26 Tons @ \$60	1,216	
11/18/25 Sale of Recycled Materials-Cherry's Alum Cans(244.50-30.50)	214	
11/18/25 Customer Collections	33	
		<u>2,486</u>
Disbursements:		
11/14/25 Payroll (net)	2,122	
11/17/25 Payroll Taxes	1,173	
11/19/25 Operating Expenses	1,991	
		<u>(5,285)</u>
Checking Account 11/19/25		<u>\$ 4,323</u>
Projected Disbursements:		
11/28 Payroll (net)	2,100	
11/30 Operating Expenses	500	
Projected Receipts:		
City of Cherokee Village-Truck Purchase	(4,333)	
WR Grant Reimbursements	(1,708)	
		<u>3,441</u>
Projected Checking Account 11/30/25		<u>\$ 7,764</u>

Tri-County Regional Solid Waste Disposal Authority
Deposit Detail
October 2025

Type	Num	Date	Name	Account	Amount
Deposit		10/01/2025		Checking Account	1,896.75
Payment	89991	09/30/2025	Sharp County Treasurer	Grant from WR Waste Mg Di...	-1,766.39
Payment	88269	09/30/2025	Melbourne School District	Undeposited Funds	-32.70
Payment	5502	09/30/2025	Izard Co School District(Brockwell)	Undeposited Funds	-32.10
Payment	5910	09/30/2025	Cross Eyed Catfish	Undeposited Funds	-32.78
Payment	5910	09/30/2025	Fore Family Practice	Undeposited Funds	-32.78
TOTAL					-1,896.75
Deposit		10/09/2025		Checking Account	743.67
Payment	6738	10/08/2025	El Palenque	Undeposited Funds	-32.89
Payment	18038	10/08/2025	Richards Heating & Cooling	Undeposited Funds	-355.59
Payment	157358	10/08/2025	North Araknsas Electric Coop-Ash Flat	Undeposited Funds	-355.19
TOTAL					-743.67
Deposit		10/14/2025		Checking Account	5,091.93
Payment	60260	10/14/2025	Premier Pet Transport LLC	Sale of Recycled Materials	-320.00
Payment	80170499	10/14/2025	Fulton County	Undeposited Funds	-1,500.00
Payment	80170499	10/14/2025	McDonalds	Undeposited Funds	-353.97
Payment	47348	10/14/2025	Areawide Media-Highland	Undeposited Funds	-32.93
Payment	34449	10/14/2025	City of Cherokee Vlg	Undeposited Funds	-1,253.25
Payment	73363	10/14/2025	FNA Group Inc	Undeposited Funds	-32.89
Payment	73672	10/14/2025	Izard County	Undeposited Funds	-1,500.00
Payment	17911	10/14/2025	Johnson Supply Ace Hardware	Undeposited Funds	-32.89
Payment	4933	10/14/2025	USA Investments/Glencoe Valero	Undeposited Funds	-32.85
Payment	7412	10/14/2025	Kwik Serv #4 Salem	Undeposited Funds	-33.15
TOTAL					-5,091.93
Deposit		10/16/2025		Checking Account	1,964.38
			Cherry's Scrap Yard Inc	Sale of Equipment	-1,353.13
			Cherry's Scrap Yard Inc	Sale of Recycled Materials	-136.25
			Premier Pet Transport LLC	Sale of Recycled Materials	-475.00
TOTAL					-1,964.38
Deposit		10/16/2025		Checking Account	0.18
				Interest Income	-0.18
TOTAL					-0.18
Deposit		10/20/2025		Checking Account	1,935.02
Payment	10696	10/20/2025	ORE - Recovered Material	Sale of Recycled Materials	-1,398.15
Payment	1152	10/20/2025	City of Salem	Undeposited Funds	-405.75
Payment	1152	10/20/2025	Main Street Outlet	Undeposited Funds	-32.78
Payment	1275	10/20/2025	Pill Box Cafe	Undeposited Funds	-98.34
TOTAL					-1,935.02
Deposit		10/28/2025		Checking Account	8,666.67
Payment	38990	10/28/2025	City of Ash Flat	Undeposited Funds	-4,333.34
Payment	13298	10/28/2025	City of Highland	Undeposited Funds	-4,333.33
TOTAL					-8,666.67

Tri-County Regional Solid Waste Disposal Authority

Deposit Detail

October 2025

Type	Num	Date	Name	Account	Amount
Deposit		10/31/2025		Checking Account	0.19
				Interest Income	-0.19
TOTAL					-0.19

Tri-County Regional Solid Waste Disposal Authority
General Ledger

As of October 31, 2025

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Checking Account							13,378.97
Deposit	10/01/2025			Deposit	1,896.75		15,275.72
Check	10/01/2025	7283	Partz Store	#1055		65.78	15,209.94
Check	10/01/2025	7284	Peggy Long	Accting		200.00	15,009.94
Paycheck	10/03/2025	7285	Aidan L Dailey			635.26	14,374.68
Paycheck	10/03/2025	7287	Roy L Stokes			487.37	13,887.31
Paycheck	10/03/2025	7286	Michael D Hurlburt			1,012.20	12,875.11
Check	10/08/2025	7288	North Arkansas Electric Coop-Ash Flat	Acct# 89166001		253.83	12,621.28
Check	10/08/2025	7289	Fulton County Water Assoc.	Acct#246		54.49	12,566.79
Check	10/08/2025	7290	Johnson Supply	Acct # 348		37.40	12,529.39
Check	10/08/2025	7291	Thayer LP Gas	Acct TRIREC - Propane #218326		120.00	12,409.39
Deposit	10/09/2025			Deposit	743.67		13,153.06
Deposit	10/14/2025			Deposit	5,091.93		18,244.99
Check	10/14/2025	7292	Wex Bank	0496-00-767072-2		587.75	17,657.24
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389		755.04	16,902.20
Liability Check	10/15/2025	ACH	State of Arkansas Dept of Finance	12281019-WHW		70.74	16,831.46
Deposit	10/16/2025			Deposit	1,964.38		18,795.84
Deposit	10/16/2025			Interest	0.18		18,796.02
Paycheck	10/17/2025	7293	Aidan L Dailey			402.03	18,393.99
Paycheck	10/17/2025	7295	Roy L Stokes			703.29	17,690.70
Paycheck	10/17/2025	7294	Michael D Hurlburt			1,012.20	16,678.50
Check	10/20/2025	ACH	Department of Finance & Administration	Sales Tax-3rd Qtr		339.00	16,339.50
Deposit	10/20/2025			Deposit	1,935.02		18,274.52
Check	10/20/2025	7296	Brightspeed	#300404259		121.32	18,153.20
Check	10/22/2025	7297	John Robinson	Box Truck Purchase		13,000.00	5,153.20
Deposit	10/28/2025			Deposit	8,666.67		13,819.87
Check	10/28/2025	7298	City of Ash Flat	25% of Box Truck		1,083.34	12,736.53
Check	10/28/2025	7299	City of Highland	25% Box Truck Purchase		1,083.33	11,653.20
Check	10/28/2025	7300	City of Cherokee Village	25% Box Truck Purchase		1,083.33	10,569.87
Check	10/30/2025	7302	Jennings Pipe & Fence	Trailer Repair		1,274.00	9,295.87
Check	10/30/2025	7301	Department of Finance & Administration	Tag for 2014 Box Truck		11.00	9,284.87
Liability Check	10/31/2025	ACH	First National Bank of Sharp County	62-1710389		41.76	9,243.11
Liability Check	10/31/2025	ACH	AR Employment Security Dept	000210165		41.76	9,201.35
Paycheck	10/31/2025	7303	Aidan L Dailey			422.81	8,778.54
Paycheck	10/31/2025	7305	Roy L Stokes			644.69	8,133.85
Paycheck	10/31/2025	7304	Michael D Hurlburt			1,012.20	7,121.65
Deposit	10/31/2025			Interest	0.19		7,121.84
Total Checking Account					20,298.79	26,555.92	7,121.84
Accounts Receivable							2,132.66
Invoice	10/01/2025	2954	City of Cherokee Vlg		1,253.25		3,385.91
Invoice	10/01/2025	2955	City of Salem		405.75		3,791.66
Invoice	10/01/2025	2956	Fulton County		1,500.00		5,291.66
Invoice	10/01/2025	2957	Izard County		1,500.00		6,791.66
Payment	10/08/2025	18038	Richards Heating & Cooling			355.59	6,436.07
Payment	10/08/2025	6738	El Palenque			32.89	6,403.18
Payment	10/08/2025	157358	North Arkansas Electric Coop-Ash Flat			355.19	6,047.99
Payment	10/14/2025	4933	USA Investments/Glencoe Valero			32.85	6,015.14
Payment	10/14/2025	60260	Fulton County			1,500.00	4,515.14
Payment	10/14/2025	80170...	McDonalds			353.97	4,161.17
Payment	10/14/2025	47348	Areawide Media-Highland			32.93	4,128.24
Payment	10/14/2025	34449	City of Cherokee Vlg			1,253.25	2,874.99
Payment	10/14/2025	73363	FNA Group Inc			32.89	2,842.10
Payment	10/14/2025	73672	Izard County			1,500.00	1,342.10
Payment	10/14/2025	17911	Johnson Supply Ace Hardware			32.89	1,309.21
Payment	10/14/2025	7412	Kwik Serv #4 Salem			33.15	1,276.06
Invoice	10/19/2025	2959	Areawide Media-Highland		32.93		1,308.99
Invoice	10/19/2025	2960	Cross Eyed Catfish		32.78		1,341.77
Invoice	10/19/2025	2961	Crow-Burlingame Co		32.93		1,374.70
Invoice	10/19/2025	2962	Crown Point Resort		27.96		1,402.66
Invoice	10/19/2025	2963	D&L Discount 2		32.78		1,435.44
Invoice	10/19/2025	2964	El Palenque		32.89		1,468.33
Invoice	10/19/2025	2965	Fair Auto Body & Collision		32.93		1,501.26
Invoice	10/19/2025	2966	FNA Group Inc		32.89		1,534.15
Invoice	10/19/2025	2967	Fore Family Practice		32.78		1,566.93
Invoice	10/19/2025	2968	Happy Feet Learning Care		32.48		1,599.41
Invoice	10/19/2025	2969	Izard Co School District(Brockwell)		32.10		1,631.51
Invoice	10/19/2025	2970	Johnson Supply Ace Hardware		32.89		1,664.40
Invoice	10/19/2025	2971	Kwik Serv #4 Salem		33.15		1,697.55
Invoice	10/19/2025	2972	Main Street Outlet		32.78		1,730.33
Invoice	10/19/2025	2973	Melbourne School District		32.70		1,763.03
Invoice	10/19/2025	2974	Musick Pest Control		32.93		1,795.96
Invoice	10/19/2025	2975	Pill Box Cafe		32.78		1,828.74
Invoice	10/19/2025	2976	Rox Outfitters LLC		32.93		1,861.67
Invoice	10/19/2025	2977	The Bent Fork		355.19		2,216.86
Invoice	10/19/2025	2978	Triple D Package Store		32.78		2,249.64
Invoice	10/19/2025	2979	USA Investments/Glencoe Valero		32.85		2,282.49
Payment	10/20/2025	10696	City of Salem			405.75	1,876.74
Payment	10/20/2025	1152	Main Street Outlet			32.78	1,843.96
Payment	10/20/2025	1275	Pill Box Cafe			98.34	1,745.62
Invoice	10/22/2025	2980	City of Ash Flat		4,333.34		6,078.96
Invoice	10/22/2025	2981	City of Highland		4,333.33		10,412.29
Invoice	10/22/2025	2982	City of Cherokee Vlg		4,333.33		14,745.62
Payment	10/28/2025	38990	City of Ash Fiat			4,333.34	10,412.28
Payment	10/28/2025	13298	City of Highland			4,333.33	6,078.95
Total Accounts Receivable					18,685.43	14,719.14	6,078.95
Undeposited Funds							130.36
Deposit	10/01/2025	89991	Melbourne School District	Deposit		32.70	97.66

Tri-County Regional Solid Waste Disposal Authority
General Ledger

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As of October 31, 2025

Accrual Basis

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Deposit	10/01/2025	88269	Izard Co School District(Brockwell)	Deposit		32.10	65.56
Deposit	10/01/2025	5502	Cross Eyed Catfish	Deposit		32.78	32.78
Deposit	10/01/2025	5910	Fore Family Practice	Deposit		32.78	0.00
Payment	10/08/2025	18038	Richards Heating & Cooling		355.59		355.59
Payment	10/08/2025	6738	El Palenque		32.89		388.48
Payment	10/08/2025	157358	North Araknsas Electric Coop-Ash Flat		355.19		743.67
Deposit	10/09/2025	6738	El Palenque	Deposit		32.89	710.78
Deposit	10/09/2025	18038	Richards Heating & Cooling	Deposit		355.59	355.19
Deposit	10/09/2025	157358	North Araknsas Electric Coop-Ash Flat	Deposit		355.19	0.00
Payment	10/14/2025	4933	USA Investments/Glencoe Valero		32.85		32.85
Payment	10/14/2025	60260	Fulton County		1,500.00		1,532.85
Payment	10/14/2025	80170...	McDonalds		353.97		1,886.82
Payment	10/14/2025	47348	Areawide Media-Highland		32.93		1,919.75
Payment	10/14/2025	34449	City of Cherokee Vlg		1,253.25		3,173.00
Payment	10/14/2025	73363	FNA Group Inc		32.89		3,205.89
Payment	10/14/2025	73672	Izard County		1,500.00		4,705.89
Payment	10/14/2025	17911	Johnson Supply Ace Hardware		32.89		4,738.78
Payment	10/14/2025	7412	Kwik Serv #4 Salem		33.15		4,771.93
Deposit	10/14/2025	60260	Fulton County	Deposit		1,500.00	3,271.93
Deposit	10/14/2025	80170...	McDonalds	Deposit		353.97	2,917.96
Deposit	10/14/2025	47348	Areawide Media-Highland	Deposit		32.93	2,885.03
Deposit	10/14/2025	34449	City of Cherokee Vlg	Deposit		1,253.25	1,631.78
Deposit	10/14/2025	73363	FNA Group Inc	Deposit		32.89	1,598.89
Deposit	10/14/2025	73672	Izard County	Deposit		1,500.00	98.89
Deposit	10/14/2025	17911	Johnson Supply Ace Hardware	Deposit		32.89	66.00
Deposit	10/14/2025	4933	USA Investments/Glencoe Valero	Deposit		32.85	33.15
Deposit	10/14/2025	7412	Kwik Serv #4 Salem	Deposit		33.15	0.00
Payment	10/20/2025	10696	City of Salem		405.75		405.75
Payment	10/20/2025	1152	Main Street Outlet		32.78		438.53
Payment	10/20/2025	1275	Pill Box Cafe		98.34		538.87
Deposit	10/20/2025	10696	City of Salem	Deposit		405.75	131.12
Deposit	10/20/2025	1152	Main Street Outlet	Deposit		32.78	98.34
Deposit	10/20/2025	1275	Pill Box Cafe	Deposit		98.34	0.00
Payment	10/28/2025	38990	City of Ash Flat		4,333.34		4,333.34
Payment	10/28/2025	13298	City of Highland		4,333.33		8,666.67
Deposit	10/28/2025	38990	City of Ash Flat	Deposit		4,333.34	4,333.33
Deposit	10/28/2025	13298	City of Highland	Deposit		4,333.33	0.00
Total Undeposited Funds					14,719.14	14,849.50	0.00
Accounts Payable							0.00
Total Accounts Payable							0.00
Note Payable-FNBC							0.00
Total Note Payable-FNBC							0.00
Note Payable-FNBC #437351							0.00
Total Note Payable-FNBC #437351							0.00
Note Payable-FNBC #437811							0.00
Total Note Payable-FNBC #437811							0.00
Note Payable-FNBC #460181							0.00
Total Note Payable-FNBC #460181							0.00
Note Payable-FNBC #480331							0.00
Total Note Payable-FNBC #480331							0.00
Note Payable-FNBSC #416161							0.00
Total Note Payable-FNBSC #416161							0.00
Note Payable-FNBSC #438211							0.00
Total Note Payable-FNBSC #438211							0.00
Payroll Liabilities							-902.33
Federal W/H & FICA Tax Payable							-755.04
Paycheck	10/03/2025	7285	Aidan L Dailey			14.00	-769.04
Paycheck	10/03/2025	7285	Aidan L Dailey			44.21	-813.25
Paycheck	10/03/2025	7285	Aidan L Dailey			44.21	-857.46
Paycheck	10/03/2025	7285	Aidan L Dailey			10.34	-867.80
Paycheck	10/03/2025	7285	Aidan L Dailey			10.34	-878.14
Paycheck	10/03/2025	7286	Michael D Hurlburt		0.00		-878.14
Paycheck	10/03/2025	7286	Michael D Hurlburt			69.44	-947.58
Paycheck	10/03/2025	7286	Michael D Hurlburt			69.44	-1,017.02
Paycheck	10/03/2025	7286	Michael D Hurlburt			16.24	-1,033.26
Paycheck	10/03/2025	7286	Michael D Hurlburt			16.24	-1,049.50
Paycheck	10/03/2025	7287	Roy L Stokes		0.00		-1,049.50
Paycheck	10/03/2025	7287	Roy L Stokes			32.74	-1,082.24
Paycheck	10/03/2025	7287	Roy L Stokes			32.74	-1,114.98
Paycheck	10/03/2025	7287	Roy L Stokes			7.66	-1,122.64
Paycheck	10/03/2025	7287	Roy L Stokes			7.66	-1,130.30
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389	30.00		-1,100.30
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389	293.81		-806.49
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389	293.81		-512.68
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389	68.71		-443.97
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389	68.71		-375.26
Paycheck	10/17/2025	7293	Aidan L Dailey		0.00		-375.26
Paycheck	10/17/2025	7293	Aidan L Dailey			27.09	-402.35
Paycheck	10/17/2025	7293	Aidan L Dailey			27.09	-429.44
Paycheck	10/17/2025	7293	Aidan L Dailey			6.34	-435.78
Paycheck	10/17/2025	7293	Aidan L Dailey			6.34	-442.12
Paycheck	10/17/2025	7294	Michael D Hurlburt		0.00		-442.12

Tri-County Regional Solid Waste Disposal Authority
General Ledger

As of October 31, 2025

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Paycheck	10/17/2025	7294	Michael D Hurlburt			69.44	-511.56
Paycheck	10/17/2025	7294	Michael D Hurlburt			69.44	-581.00
Paycheck	10/17/2025	7294	Michael D Hurlburt			16.24	-597.24
Paycheck	10/17/2025	7294	Michael D Hurlburt			16.24	-613.48
Paycheck	10/17/2025	7295	Roy L Stokes		0.00		-613.48
Paycheck	10/17/2025	7295	Roy L Stokes			47.74	-661.22
Paycheck	10/17/2025	7295	Roy L Stokes			47.74	-708.96
Paycheck	10/17/2025	7295	Roy L Stokes			11.16	-720.12
Paycheck	10/17/2025	7295	Roy L Stokes			11.16	-731.28
Paycheck	10/31/2025	7303	Aidan L Dailey		0.00		-731.28
Paycheck	10/31/2025	7303	Aidan L Dailey			28.52	-759.80
Paycheck	10/31/2025	7303	Aidan L Dailey			28.52	-788.32
Paycheck	10/31/2025	7303	Aidan L Dailey			6.67	-794.99
Paycheck	10/31/2025	7303	Aidan L Dailey			6.67	-801.66
Paycheck	10/31/2025	7304	Michael D Hurlburt		0.00		-801.66
Paycheck	10/31/2025	7304	Michael D Hurlburt			69.44	-871.10
Paycheck	10/31/2025	7304	Michael D Hurlburt			69.44	-940.54
Paycheck	10/31/2025	7304	Michael D Hurlburt			16.24	-956.78
Paycheck	10/31/2025	7304	Michael D Hurlburt			16.24	-973.02
Paycheck	10/31/2025	7305	Roy L Stokes		0.00		-973.02
Paycheck	10/31/2025	7305	Roy L Stokes			43.64	-1,016.66
Paycheck	10/31/2025	7305	Roy L Stokes			43.64	-1,060.30
Paycheck	10/31/2025	7305	Roy L Stokes			10.21	-1,070.51
Paycheck	10/31/2025	7305	Roy L Stokes			10.21	-1,080.72
Total Federal W/H & FICA Tax Payable					755.04	1,080.72	-1,080.72
FUTA Payable							-41.75
Paycheck	10/03/2025	7285	Aidan L Dailey			0.37	-42.12
Paycheck	10/03/2025	7286	Michael D Hurlburt		0.00		-42.12
Paycheck	10/03/2025	7287	Roy L Stokes			3.17	-45.29
Paycheck	10/17/2025	7293	Aidan L Dailey		0.00		-45.29
Paycheck	10/17/2025	7294	Michael D Hurlburt		0.00		-45.29
Paycheck	10/17/2025	7295	Roy L Stokes			4.62	-49.91
Liability Check	10/31/2025	ACH	First National Bank of Sharp County	62-1710389	41.76		-8.15
Paycheck	10/31/2025	7303	Aidan L Dailey		0.00		-8.15
Paycheck	10/31/2025	7304	Michael D Hurlburt		0.00		-8.15
Paycheck	10/31/2025	7305	Roy L Stokes			4.22	-12.37
Total FUTA Payable					41.76	12.38	-12.37
State Withholding							-70.74
Paycheck	10/03/2025	7285	Aidan L Dailey			9.19	-79.93
Paycheck	10/03/2025	7286	Michael D Hurlburt			22.12	-102.05
Paycheck	10/03/2025	7287	Roy L Stokes			0.23	-102.28
Liability Check	10/15/2025	ACH	State of Arkansas Dept of Finance	12281019-WHW	70.74		-31.54
Paycheck	10/17/2025	7293	Aidan L Dailey			1.54	-33.08
Paycheck	10/17/2025	7294	Michael D Hurlburt			22.12	-55.20
Paycheck	10/17/2025	7295	Roy L Stokes			7.81	-63.01
Paycheck	10/31/2025	7303	Aidan L Dailey			2.00	-65.01
Paycheck	10/31/2025	7304	Michael D Hurlburt			22.12	-87.13
Paycheck	10/31/2025	7305	Roy L Stokes			5.46	-92.59
Total State Withholding					70.74	92.59	-92.59
SUTA Payable							-34.80
Paycheck	10/03/2025	7285	Aidan L Dailey			0.37	-35.17
Paycheck	10/03/2025	7286	Michael D Hurlburt		0.00		-35.17
Paycheck	10/03/2025	7287	Roy L Stokes			3.17	-38.34
Paycheck	10/17/2025	7293	Aidan L Dailey		0.00		-38.34
Paycheck	10/17/2025	7294	Michael D Hurlburt		0.00		-38.34
Paycheck	10/17/2025	7295	Roy L Stokes			4.62	-42.96
Liability Check	10/31/2025	ACH	AR Employment Security Dept	000210165	41.76		-1.20
Paycheck	10/31/2025	7303	Aidan L Dailey		0.00		-1.20
Paycheck	10/31/2025	7304	Michael D Hurlburt		0.00		-1.20
Paycheck	10/31/2025	7305	Roy L Stokes			4.22	-5.42
Total SUTA Payable					41.76	12.38	-5.42
Wage Garnishment							0.00
Total Wage Garnishment							0.00
Payroll Liabilities - Other							0.00
Paycheck	10/03/2025	7285	Aidan L Dailey		0.00		0.00
Paycheck	10/03/2025	7286	Michael D Hurlburt		0.00		0.00
Paycheck	10/03/2025	7287	Roy L Stokes		0.00		0.00
Liability Check	10/15/2025	ACH	First National Bank of Sharp County	62-1710389	0.00		0.00
Paycheck	10/17/2025	7293	Aidan L Dailey		0.00		0.00
Paycheck	10/17/2025	7294	Michael D Hurlburt		0.00		0.00
Paycheck	10/17/2025	7295	Roy L Stokes		0.00		0.00
Paycheck	10/31/2025	7303	Aidan L Dailey		0.00		0.00
Paycheck	10/31/2025	7304	Michael D Hurlburt		0.00		0.00
Paycheck	10/31/2025	7305	Roy L Stokes		0.00		0.00
Total Payroll Liabilities - Other					0.00	0.00	0.00
Total Payroll Liabilities					909.30	1,198.07	-1,191.10
Sales Tax Payable							-357.54
Invoice	10/01/2025	2954	Department of Finance & Administration	Sales Tax	0.00		-357.54
Invoice	10/01/2025	2955	Department of Finance & Administration	Sales Tax	0.00		-357.54
Invoice	10/01/2025	2956	Department of Finance & Administration	Sales Tax	0.00		-357.54
Invoice	10/01/2025	2957	Department of Finance & Administration	Sales Tax	0.00		-357.54

Tri-County Regional Solid Waste Disposal Authority
General Ledger

As of October 31, 2025

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Invoice	10/19/2025	2959	Department of Finance & Administration	Sales Tax		2.93	-360.47
Invoice	10/19/2025	2960	Department of Finance & Administration	Sales Tax		2.78	-363.25
Invoice	10/19/2025	2961	Department of Finance & Administration	Sales Tax		2.93	-366.18
Invoice	10/19/2025	2962	Department of Finance & Administration	Sales Tax		2.31	-368.49
Invoice	10/19/2025	2963	Department of Finance & Administration	Sales Tax		2.78	-371.27
Invoice	10/19/2025	2964	Department of Finance & Administration	Sales Tax		2.89	-374.16
Invoice	10/19/2025	2965	Department of Finance & Administration	Sales Tax		2.93	-377.09
Invoice	10/19/2025	2966	Department of Finance & Administration	Sales Tax		2.89	-379.98
Invoice	10/19/2025	2967	Department of Finance & Administration	Sales Tax		2.78	-382.76
Invoice	10/19/2025	2968	Department of Finance & Administration	Sales Tax		2.48	-385.24
Invoice	10/19/2025	2969	Department of Finance & Administration	Sales Tax		2.10	-387.34
Invoice	10/19/2025	2970	Department of Finance & Administration	Sales Tax		2.89	-390.23
Invoice	10/19/2025	2971	Department of Finance & Administration	Sales Tax		3.15	-393.38
Invoice	10/19/2025	2972	Department of Finance & Administration	Sales Tax		2.78	-396.16
Invoice	10/19/2025	2973	Department of Finance & Administration	Sales Tax		2.70	-398.86
Invoice	10/19/2025	2974	Department of Finance & Administration	Sales Tax		2.93	-401.79
Invoice	10/19/2025	2975	Department of Finance & Administration	Sales Tax		2.78	-404.57
Invoice	10/19/2025	2976	Department of Finance & Administration	Sales Tax		2.93	-407.50
Invoice	10/19/2025	2977	Department of Finance & Administration	Sales Tax		31.19	-438.69
Invoice	10/19/2025	2978	Department of Finance & Administration	Sales Tax		2.78	-441.47
Invoice	10/19/2025	2979	Department of Finance & Administration	Sales Tax		2.85	-444.32
Check	10/20/2025	ACH	Department of Finance & Administration	Sales Tax-3rd Qtr	339.00		-105.32
Invoice	10/22/2025	2980	Department of Finance & Administration	Sales Tax	0.00		-105.32
Invoice	10/22/2025	2981	Department of Finance & Administration	Sales Tax	0.00		-105.32
Invoice	10/22/2025	2982	Department of Finance & Administration	Sales Tax	0.00		-105.32
Total Sales Tax Payable					339.00	86.78	-105.32
Note Payable-FNBC - #468981							0.00
Total Note Payable-FNBC - #468981							0.00
Note Payable-FNBC #440081							0.00
Total Note Payable-FNBC #440081							0.00
Note Payable-FNBSC #348391							0.00
Total Note Payable-FNBSC #348391							0.00
Note Payable-FNBSC #382011							0.00
Total Note Payable-FNBSC #382011							0.00
Note Payable - FNBC #460741							0.00
Total Note Payable - FNBC #460741							0.00
Fund Balance							-16,378.43
Total Fund Balance							-16,378.43
Opening Bal Equity							0.00
Total Opening Bal Equity							0.00
Collections from Customers							-14,550.00
Invoice	10/19/2025	2959	Areawide Media-Highland	Cardboard Pickup		30.00	-14,580.00
Invoice	10/19/2025	2960	Cross Eyed Catfish	Cardboard Pickup		30.00	-14,610.00
Invoice	10/19/2025	2961	Crow-Burlingame Co	Cardboard Pickup		30.00	-14,640.00
Invoice	10/19/2025	2962	Crown Point Resort	Cardboard Pickup		25.65	-14,665.65
Invoice	10/19/2025	2963	D&L Discount 2	Cardboard Pickup		30.00	-14,695.65
Invoice	10/19/2025	2964	El Palenque	Cardboard Pickup		30.00	-14,725.65
Invoice	10/19/2025	2965	Fair Auto Body & Collison	Cardboard Pickup		30.00	-14,755.65
Invoice	10/19/2025	2966	FNA Group Inc	Cardboard Pickup		30.00	-14,785.65
Invoice	10/19/2025	2967	Fore Family Practice	Cardboard Pickup		30.00	-14,815.65
Invoice	10/19/2025	2968	Happy Feet Learning Care	Cardboard Pickup		30.00	-14,845.65
Invoice	10/19/2025	2969	Izard Co School District(Brockwell)	Cardboard Pickup		30.00	-14,875.65
Invoice	10/19/2025	2970	Johnson Supply Ace Hardware	Cardboard Pickup		30.00	-14,905.65
Invoice	10/19/2025	2971	Kwik Serv #4 Salem	Cardboard Pickup		30.00	-14,935.65
Invoice	10/19/2025	2972	Main Street Outlet	Cardboard Pickup		30.00	-14,965.65
Invoice	10/19/2025	2973	Melbourne School District	Cardboard Pickup		30.00	-14,995.65
Invoice	10/19/2025	2974	Musick Pest Control	Cardboard Pickup		30.00	-15,025.65
Invoice	10/19/2025	2975	Pill Box Cafe	Cardboard Pickup		30.00	-15,055.65
Invoice	10/19/2025	2976	Rox Outfitters LLC	Cardboard Pickup		30.00	-15,085.65
Invoice	10/19/2025	2977	The Bent Fork	Cardboard Pickup		360.00	-15,445.65
Invoice	10/19/2025	2977	The Bent Fork	Discount for Annual Pay	36.00		-15,409.65
Invoice	10/19/2025	2978	Triple D Package Store	Cardboard Pickup		30.00	-15,439.65
Invoice	10/19/2025	2979	USA Investments/Glencoe Valero	Cardboard Pickup-Monthly		30.00	-15,469.65
Total Collections from Customers					36.00	955.65	-15,469.65
Collections from E-Waste							0.00
Total Collections from E-Waste							0.00
Grant from ACE							0.00
Total Grant from ACE							0.00
Grant from Ash Flat							-1,191.00
Invoice	10/22/2025	2980	City of Ash Flat	1/3 Funding for Truck Purchase		4,333.34	-5,524.34
Check	10/28/2025	7298	City of Ash Flat	Reimburse for 25% of Grant Fun...	1,083.34		-4,441.00
Total Grant from Ash Flat					1,083.34	4,333.34	-4,441.00
Grant from Cherokee Village							-3,759.75
Invoice	10/01/2025	2954	City of Cherokee Vlg	Quarterly Funding for Tri-County...		1,253.25	-5,013.00
Invoice	10/22/2025	2982	City of Cherokee Vlg	1/3 Payment on Box Truck Purch...		4,333.33	-9,346.33
Check	10/28/2025	7300	City of Cherokee Village	Reimburse 25% Grant Funding	1,083.33		-8,263.00
Total Grant from Cherokee Village					1,083.33	5,586.58	-8,263.00

Tri-County Regional Solid Waste Disposal Authority
General Ledger

As of October 31, 2025

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Grant from City of Highland							0.00
Total Grant from City of Highland							0.00
Grant from Evening Shade							0.00
Total Grant from Evening Shade							0.00
Grant from Fulton County							-4,500.00
Invoice	10/01/2025	2956	Fulton County	Quarterly Funding for Tri County...		1,500.00	-6,000.00
Total Grant from Fulton County							-6,000.00
Grant from Hardy							-772.00
Total Grant from Hardy							-772.00
Grant from Highland							-1,055.00
Invoice	10/22/2025	2981	City of Highland	1/3 Funding for Truck Purchase		4,333.33	-5,388.33
Check	10/28/2025	7299	City of Highland	Reimburse 25% of Grant Funding	1,083.33		-4,305.00
Total Grant from Highland							-4,305.00
Grant from Horseshoe Bend							0.00
Total Grant from Horseshoe Bend							0.00
Grant from Iazard County							-4,500.00
Invoice	10/01/2025	2957	Izard County	Quarterly Funding for Tri-County...		1,500.00	-6,000.00
Total Grant from Iazard County							-6,000.00
Grant from Mammoth Spring							0.00
Total Grant from Mammoth Spring							0.00
Grant from Melbourne							-1,899.00
Total Grant from Melbourne							-1,899.00
Grant from Salem							-1,217.25
Invoice	10/01/2025	2955	City of Salem	Quarterly Funding for Tri-County...		405.75	-1,623.00
Total Grant from Salem							-1,623.00
Grant from Sharp County							-6,000.00
Total Grant from Sharp County							-6,000.00
Grant from Viola							-373.00
Total Grant from Viola							-373.00
Grant from White River Planning							0.00
Total Grant from White River Planning							0.00
Grant from WR Waste Mg Distric							-24,652.77
Deposit	10/01/2025	126383	Sharp County Treasurer	Deposit		1,766.39	-26,419.16
Total Grant from WR Waste Mg Distric							-26,419.16
Income from Donations							0.00
Total Income from Donations							0.00
Interest Income							-3.85
Deposit	10/16/2025			Interest		0.18	-4.03
Deposit	10/31/2025			Interest		0.19	-4.22
Total Interest Income							-4.22
Miscellaneous Income							-9.34
Total Miscellaneous Income							-9.34
Sale of Equipment							-2,025.00
Deposit	10/16/2025	3813	Cherry's Scrap Yard Inc	Scrap Forklift & Semi Trailer		1,353.13	-3,378.13
Total Sale of Equipment							-3,378.13
Sale of Recycled Materials							-19,227.04
Deposit	10/14/2025	3196	Premier Pet Transport LLC	3200 lbs @ .10		320.00	-19,547.04
Deposit	10/16/2025		Cherry's Scrap Yard Inc	Tin 2180lbs @ .0625		136.25	-19,683.29
Deposit	10/16/2025	3083	Premier Pet Transport LLC	Paper 4,750lbs @ .10		475.00	-20,158.29
Deposit	10/20/2025	32833	ORE - Recovered Material	OCC 21.51 Tons @ \$65		1,398.15	-21,556.44
Total Sale of Recycled Materials							-21,556.44
Administrative Expenses							2,130.75
Accounting Service							1,800.00
Check	10/01/2025	7284	Peggy Long	Accting	200.00		2,000.00
Total Accounting Service							2,000.00
Office Supplies							38.75
Total Office Supplies							38.75
Postage							292.00
Total Postage							292.00
Administrative Expenses - Other							0.00
Total Administrative Expenses - Other							0.00
Total Administrative Expenses					200.00	0.00	2,330.75
Bank Fees							0.00

Tri-County Regional Solid Waste Disposal Authority
General Ledger

As of October 31, 2025

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Total Bank Fees							0.00
Educ. Signage & Advertising							0.00
Total Educ. Signage & Advertising							0.00
Equipment Purchases							9,405.00
Check	10/22/2025	7297	John Robinson	Box Truck Purchase	13,000.00		22,405.00
Total Equipment Purchases					13,000.00	0.00	22,405.00
Interest Expense							0.00
Total Interest Expense							0.00
Miscellaneous							0.00
Check	10/30/2025	7301	Department of Finance & Administration	Tag for 2014 Box Truck	11.00		11.00
Total Miscellaneous					11.00	0.00	11.00
Payroll Expenses							0.00
Total Payroll Expenses							0.00
Petty Cash							0.00
Total Petty Cash							0.00
Recycling Expenses							76,195.56
Employee Training							0.00
Total Employee Training							0.00
Equipment Rental							0.00
Total Equipment Rental							0.00
Insurance							10,332.50
Auto, Bldg, Equip, & Liability							8,785.50
Total Auto, Bldg, Equip, & Liability							8,785.50
Health							0.00
Total Health							0.00
Workman's Comp Insurance							1,547.00
Total Workman's Comp Insurance							1,547.00
Insurance - Other							0.00
Total Insurance - Other							0.00
Total Insurance							10,332.50
Recycling Supplies							1,945.73
Check	10/08/2025	7290	Johnson Supply	Broom, Spryprnt, bungees	37.40		1,983.13
Total Recycling Supplies					37.40	0.00	1,983.13
Repair & Maintenance on Equip							9,108.69
Check	10/01/2025	7283	Partz Store	Trailer Jack	65.78		9,174.47
Check	10/08/2025	7291	Thayer LP Gas	Propane for forklift	120.00		9,294.47
Check	10/30/2025	7302	Jennings Pipe & Fence	Trailer Repair	1,274.00		10,568.47
Total Repair & Maintenance on Equip					1,459.78	0.00	10,568.47
Salary & Benfits							44,932.27
Contract Labor							0.00
Total Contract Labor							0.00
Employee Bonus-Alum. Cans							0.00
Total Employee Bonus-Alum. Cans							0.00
Payroll Tax Expense							3,509.02
Paycheck	10/03/2025	7285	Aidan L Dailey		44.21		3,553.23
Paycheck	10/03/2025	7285	Aidan L Dailey		10.34		3,563.57
Paycheck	10/03/2025	7285	Aidan L Dailey		0.37		3,563.94
Paycheck	10/03/2025	7285	Aidan L Dailey		0.37		3,564.31
Paycheck	10/03/2025	7286	Michael D Hurlburt		69.44		3,633.75
Paycheck	10/03/2025	7286	Michael D Hurlburt		16.24		3,649.99
Paycheck	10/03/2025	7286	Michael D Hurlburt		0.00		3,649.99
Paycheck	10/03/2025	7286	Michael D Hurlburt		0.00		3,649.99
Paycheck	10/03/2025	7287	Roy L Stokes		32.74		3,682.73
Paycheck	10/03/2025	7287	Roy L Stokes		7.66		3,690.39
Paycheck	10/03/2025	7287	Roy L Stokes		3.17		3,693.56
Paycheck	10/03/2025	7287	Roy L Stokes		3.17		3,696.73
Paycheck	10/17/2025	7293	Aidan L Dailey		27.09		3,723.82
Paycheck	10/17/2025	7293	Aidan L Dailey		6.34		3,730.16
Paycheck	10/17/2025	7293	Aidan L Dailey		0.00		3,730.16
Paycheck	10/17/2025	7293	Aidan L Dailey		0.00		3,730.16
Paycheck	10/17/2025	7294	Michael D Hurlburt		69.44		3,799.60
Paycheck	10/17/2025	7294	Michael D Hurlburt		16.24		3,815.84
Paycheck	10/17/2025	7294	Michael D Hurlburt		0.00		3,815.84
Paycheck	10/17/2025	7294	Michael D Hurlburt		0.00		3,815.84
Paycheck	10/17/2025	7295	Roy L Stokes		47.74		3,863.58
Paycheck	10/17/2025	7295	Roy L Stokes		11.16		3,874.74
Paycheck	10/17/2025	7295	Roy L Stokes		4.62		3,879.36
Paycheck	10/17/2025	7295	Roy L Stokes		4.62		3,883.98
Paycheck	10/31/2025	7303	Aidan L Dailey		28.52		3,912.50
Paycheck	10/31/2025	7303	Aidan L Dailey		6.67		3,919.17
Paycheck	10/31/2025	7303	Aidan L Dailey		0.00		3,919.17
Paycheck	10/31/2025	7303	Aidan L Dailey		0.00		3,919.17

Tri-County Regional Solid Waste Disposal Authority
General Ledger

As of October 31, 2025

Type	Date	Num	Name	Memo	Debit	Credit	Balance
Paycheck	10/31/2025	7304	Michael D Hurlburt		69.44		3,988.61
Paycheck	10/31/2025	7304	Michael D Hurlburt		16.24		4,004.85
Paycheck	10/31/2025	7304	Michael D Hurlburt		0.00		4,004.85
Paycheck	10/31/2025	7304	Michael D Hurlburt		0.00		4,004.85
Paycheck	10/31/2025	7305	Roy L Stokes		43.64		4,048.49
Paycheck	10/31/2025	7305	Roy L Stokes		10.21		4,058.70
Paycheck	10/31/2025	7305	Roy L Stokes		4.22		4,062.92
Paycheck	10/31/2025	7305	Roy L Stokes		4.22		4,067.14
Total Payroll Tax Expense					558.12	0.00	4,067.14
Salaries & Wages							41,423.25
Paycheck	10/03/2025	7285	Aidan L Dailey		713.00		42,136.25
Paycheck	10/03/2025	7286	Michael D Hurlburt		1,120.00		43,256.25
Paycheck	10/03/2025	7287	Roy L Stokes		528.00		43,784.25
Paycheck	10/17/2025	7293	Aidan L Dailey		437.00		44,221.25
Paycheck	10/17/2025	7294	Michael D Hurlburt		1,120.00		45,341.25
Paycheck	10/17/2025	7295	Roy L Stokes		770.00		46,111.25
Paycheck	10/31/2025	7303	Aidan L Dailey		460.00		46,571.25
Paycheck	10/31/2025	7304	Michael D Hurlburt		1,120.00		47,691.25
Paycheck	10/31/2025	7305	Roy L Stokes		704.00		48,395.25
Total Salaries & Wages					6,972.00	0.00	48,395.25
Uniforms							0.00
Total Uniforms							0.00
Salary & Benefits - Other							0.00
Total Salary & Benefits - Other							0.00
Total Salary & Benefits					7,530.12	0.00	52,462.39
Small Tools & Safety Equipment							0.00
Total Small Tools & Safety Equipment							0.00
Transportation of recyclables							6,069.19
Check	10/14/2025	7292	Wex Bank	0496-00-767072-2	587.75		6,656.94
Total Transportation of recyclables					587.75	0.00	6,656.94
Utilities							3,807.18
Check	10/08/2025	7288	North Arkansas Electric Coop-Ash Flat	Acct# 89166001	253.83		4,061.01
Check	10/08/2025	7289	Fulton County Water Assoc.	Acct#246	54.49		4,115.50
Check	10/20/2025	7296	Brightspeed	#300404259	121.32		4,236.82
Total Utilities					429.64	0.00	4,236.82
Recycling Expenses - Other							0.00
Total Recycling Expenses - Other							0.00
Total Recycling Expenses					10,044.69	0.00	86,240.25
Rent Expense							0.00
Total Rent Expense							0.00
Security Expense							0.00
Total Security Expense							0.00
Shortages/Overages							0.00
Total Shortages/Overages							0.00
Suspense							0.00
Total Suspense							0.00
Website Expenses							0.00
Total Website Expenses							0.00
No acctnt							0.00
Total no acctnt							0.00
TOTAL					81,473.35	81,473.35	0.00



H4 Sanitation

870-751-0084

Date: 11/30/25

Attention: City of Ash Flat

Mayor: Larry Fowler

City of Ash Flat

Dear Mayor Fowler and City Council,

Subject: Bid Proposal for Trash Pickup Services for the City of Ash Flat

H4 Sanitation, LLC is pleased to submit the following bid proposal for the provision of residential trash collection services for the City of Ash Flat. We are committed to delivering reliable, cost-effective, and environmentally responsible waste management services to the community.

Scope of Services:

H4 Sanitation proposes to provide the following trash collection services for the City of Ash Flat:

1. Residential Trash Pickup:

- Weekly curbside collection of residential trash from all households within the City of Ash Flat water customers.
- Use of industry-standard waste containers (96-gallon carts).
- Waste collected will be transported to a certified landfill or recycling facility, in compliance with local, state, and federal regulations.

2. Bulk Waste Pickup:

- Two scheduled cleanup events equivalent of 40 yard containers for bulk waste collection per year for items such as furniture, appliances, and other large waste items.

3. Holiday Collection Schedule:

- H4 Sanitation will provide the City of Ash Flat with our Holiday Schedule each year.
-

Pricing:

H4 Sanitation, LLC proposes the following pricing structure for trash pickup services:

- **Residential Pickup:** \$15.00 (plus applicable taxes) per household, per month.
- **Bulk Waste Pickup:** No additional cost to the city

Note: Pricing is based on a 3 year service contract, with adjustments tied fuel prices.

Service Start Date:

Should our bid be accepted, we propose a service commencement date of January 1st, 2026.

Terms and Conditions:

- **Payment Terms:** Net 45 days from the date of service.
 - **Duration of Contract:** This bid is based on a 3 year term, with the possibility of extension.
 - **Cancellation:** Either party may terminate the contract with 90 days written notice.
 - **Liability Insurance:** H4 Sanitation, LLC holds full liability insurance coverage for waste collection operations.
 - **Compliance:** H4 Sanitation is fully compliant with all local, state, and federal waste management regulations.
-

Conclusion:

We at H4 Sanitation, LLC are dedicated to serving the City of Ash Flat with high-quality, reliable waste management services. We pride ourselves on providing efficient, environmentally conscious solutions, and we look forward to the opportunity to partner with the City for the benefit of its residents and businesses.

If you have any questions or would like to discuss the proposal in more detail, please feel free to contact me at (870)751-0084 or (870) 897-2865.

Thank you for your time and consideration.

Sincerely,
Bryan and Mary Ellen Henley
Owners
H4 Sanitation, LLC

City of Ash Flat – Solid Waste Bid

December 5th, 2025

Letter of Introduction

Waste Connections – Solid Waste Bid, City of Ash Flat, Arkansas

Waste Connections is pleased to submit this proposal for the collection of residential solid waste for City of Ash Flat. **We are no stranger to your community—we proudly served Ash Flat residents since 2004, delivering reliable, high-quality service and building strong relationships with your city staff, council members, and residents.** During that time, our record was one of fair pricing, operational excellence, and exceptional customer service.

Locally, we provide residential, commercial and roll-off services to the City of Mountain Home, Austin, Horseshoe Bend, Cherokee Village, Salesville, Bull Shoals, Cotter, Calico Rock, Mammoth Spring, and along with many others in Arkansas. Our established relationships and operational infrastructure with over 50+ trucks and 115+ employees in the region ensures quality service for Ash Flat.

Waste Connections is pleased to offer one time per week service to Ash Flat residents at your current price of **\$16.46/home**. This monthly rate includes a 95 gallon cart for each home, as well as a 40 YD roll-off container for Spring and Fall clean ups at no additional cost to the City. An additional cart will be offered to residents for **\$5/extra cart**.

Conclusion

We are honored by the opportunity to once again serve the people of Ash Flat. Our history with your community, combined with our advanced technology, operational discipline, and commitment to safety and customer satisfaction, make Waste Connections the best choice for your waste collection needs. We look forward to the possibility of furthering our strong working relationship and delivering the dependable service your residents deserve.

Respectfully submitted,
Sean Dowden
District Manager
Waste Connections of Arkansas
cell- 337-424-9981 email- sean.dowden@wasteconnections.com

Sincerely,

Waste Connections of Arkansas

Resolution for the Adoption of the Municipal Budget

Resolution 12-0-2025

A RESOLUTION PROVIDING FOR THE ADOPTION OF A BUDGET FOR THE CITY OF ASH FLAT, ARKANSAS, FOR THE TWELVE (12) MONTHS BEGINNING JANUARY 1, 2026 AND ENDING DECEMBER 31, 2026, APPROPRIATING MONEY FOR EACH ITEM OF EXPENDITURE THEREIN PROVIDED FOR; AND FOR OTHER PURPOSES.

WHEREAS, the City Council has made a comprehensive study and review of the proposed budget submitted by the mayor, and;

WHEREAS, it is the finding and conclusion of the City Council that the schedules and exhibits of anticipated revenues and expenditures for the calendar year appear to be as accurate as possible for budgetary purposes.

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

Section 1. This resolution shall be known as the Budget Resolution for the City of Ash Flat, Arkansas, for the twelve (12) month period beginning January 1, 2026 and ending December 31, 2026. The attached budget, incorporated herein as if set out word for word and figure for figure, reflects estimated revenues and expenditures as set forth on the succeeding pages.

Section 2. The respective funds for each item of expenditure proposed in the budget for 2026 are hereby approved and adopted for the operation of the City of Ash Flat, Arkansas, by the City Council on this date and constitute an appropriation of funds which are lawfully applicable to the items contained within the budget. This budget may be altered or revised by action of this governing body and un-pledged funds may be subsequently appropriated to another purpose except as prohibited by law. Ark. Code Ann. § 14-58-203 (a).

Section 3. The Mayor or his duly authorized representative may approve for payment, out of funds appropriated by this budget or otherwise approved by the city council for other purposes, or may disapprove any bills, debts, or liabilities asserted as claims against the city. All cities and towns must bid on public improvements as defined in Ark. Code Ann. § 22-9-203 when all estimated costs of the work exceed Twenty Thousand Dollars (\$20,000.00). Provided, however, that the execution of all contracts and conveyances and lease contracts shall be performed by the Mayor and Recorder, when authorized by a

resolution in writing and approved by a majority vote of the city council present and participating. Ark. Code Ann. § 14-54-302 (c).

Section 4. If any provision of this resolution or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the resolution which can be given effect without the invalid provision or application, and to this end the provisions of this resolution are declared to be severable.

Section 5. WHEREAS, the efficient operation of municipal government requires that a city budget be planned and adopted by the governing body, and that without a budget the city may not pay its bills, debts or liabilities; now, therefore, this resolution being necessary for the preservation of the public peace, health and safety shall take effect and be in force from and after its passage and approval.

PASSED this DATE December 8th, 2025

APPROVED: 
Larry Fowler, Mayor

ATTEST:

Charlotte Goodwin, Recorder/Treasurer



**CITY OF ASH FLAT
2026 GENERAL BUDGET**

CITY FUND REVENUE As of 11/28/25	YTD ACTUAL	2025 BUDGET	2026 BUDGET
City Sales Tax	\$ 1,177,507.98	\$ 1,185,000.00	\$ 1,190,000.00
County Sales Tax	\$ 191,986.00	\$ 198,000.00	\$ 208,000.00
County Turnback	\$ 42,760.65	\$ 43,000.00	\$ 40,000.00
State Turnback (\$15.00 pp)	\$ 15,729.74	\$ 16,910.00	\$ 17,770.00
FRANCHISE TAX			
Brightspeed (CT) \$1 per main line	\$ 86.00	\$ 120.00	\$ 86.00
Entergy 5%	\$ 64,059.82	\$ 68,000.00	\$ 70,000.00
NAEC 4%	\$ 36,707.70	\$ 37,000.00	\$ 39,000.00
OTHER REVENUE			
ACT 474 Const. Surcharge	\$ 1,422.30	\$ 300.00	\$ 500.00
Billboard Fees	\$ 528.00	\$ 528.00	\$ 528.00
Donations-Income (TCSW)	\$ 1,083.34		
Drug Control Fund	\$ 87.00		Transferred to PD
Grant Income	\$ 27.89		\$ -
Misc. Income	\$ 403.54	\$ -	\$ -
Ozarka Sales Tax (To Ozarka)	\$ 441,565.49		\$ 441,566.00
Permits & Licenses	\$ 10.00	\$ 5.00	\$ 10.00
Reimbursement Income	\$ 2,970.93		\$ -
Reimb for Water Payroll	\$ 131,779.58	\$ 150,000.00	\$ 145,000.00
Rent Income (AR Forestry & SRPA)	\$ 350.00	\$ 350.00	\$ 350.00
Sign Permit Fee	\$ 150.00	\$ 300.00	\$ 100.00
TOTAL REVENUE '25	\$ 2,109,215.96		

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Available Checking 11/28/25	\$	176,318.46	\$	106,514.00	\$	176,318.00
YTD REVENUES:11/28/25	\$	2,285,534.42			\$	-
TOTAL ESTIMATED REVENUE 2026				\$		2,329,228.00
FROM OTHER FUNDS:						
ARRA FUND TRANSFER #6038	\$	1.11	\$	-	\$	-
Special Savings & Int. (409)	\$	256,559.50	\$	287,358.00	\$	256,560.00
YTD REVENUE 2025	\$	1,912,246.08				
TOTAL ALL ESTIMATED REVENUE 2026				\$		2,585,788.00
ADMIN EXPENDITURES:						
As Of: 11/28/2025		YTD		2025		2026
		EXPENSES		BUDGET		BUDGET
APERS*-Admin 15.32%	\$	14,835.92	\$	15,060.00	\$	15,213.00
Insurance*-Admin (\$447.58)	\$	10,161.84	\$	11,125.00	\$	10,355.00
Salaries-Admin	\$	90,108.04	\$	98,300.00	\$	103,215.00
Maint & Repair Equipment	\$	43.33	\$	-	\$	-
Medicare*-Admin (1.45%)	\$	1,264.41	\$	1,426.00	\$	1,500.00
Reimbursement	\$	537.60	\$	300.00	\$	500.00
Social Security*-Admin (6.20%)	\$	5,406.52	\$	6,094.00	\$	6,400.00
Fees & Dues	\$	269.89	\$	250.00	\$	250.00
Training/Education	\$	3,142.16	\$	3,000.00	\$	3,500.00
TOTAL ADMIN DEPT.	\$	125,769.71	\$	135,555.00	\$	140,933.00
SALARIES & BENEFITS:						
APERS* 15.32%	\$	21,025.12	\$	22,517.00	\$	22,980.00
Clothing Allowance-KS	\$	332.30	\$	500.00	\$	500.00
Clothing Allowance-MP	\$	504.31	\$	500.00		See Parks Budget
Insurance-General-ADD *	\$	-	\$	1,340.00	\$	1,340.00
Ins-Employee Health* (\$463.24) X4	\$	14,254.25	\$	27,813.00	\$	15,533.00

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LOPFI* - FD & PD	\$	63,792.95	\$	70,000.00	\$	68,000.00
Reimbursements	\$	196.63	\$	500.00	\$	300.00
Salaries FT (2080 hrs.-4 Emp)	\$	140,922.95	\$	145,975.00	\$	150,884.00
Salaries-Council	\$	-	\$	19,200.00	\$	19,200.00
Planning & Zoning	\$	-	\$	5,400.00	8 Memrs	5,400.00
PAYROLL TAXES:						
ESD* (1.9%)	\$	55.28	\$	250.00	\$	100.00
Medicare* (1.45%)	\$	2,003.47	\$	2,474.00	\$	2,200.00
Social Security* (6 Emp) (6.20%)	\$	8,566.50	\$	10,729.00	\$	9,225.00
CAPITAL EXPENDITURES:						
Economic Development	\$	10,000.00	\$	10,000.00	\$	10,000.00
Equipment-General	\$	-	\$	2,000.00	\$	250.00
DEBT SERVICE:						
Interest Payment - City/FD/PD	\$	936.76	\$	1,316.00	\$	1,100.00
Loan Payment-City/FD/PD	\$	7,617.30	\$	9,500.00	\$	9,000.00
PROFESSIONAL SERVICES EXPENSE:						
Attorney Fees	\$	1,196.00	\$	1,200.00	\$	3,000.00
Attorney Retainer Fees	\$	2,000.00	\$	2,400.00	\$	2,400.00
Municipal League Fees*	\$	4,531.15	\$	5,000.00	\$	5,000.00
Publications/Printing/Subs	\$	1,171.32	\$	2,500.00	\$	2,000.00
Radio Announcements	\$	3,720.00	\$	3,500.00	\$	4,000.00
Website Host (Supreme Hosting)	\$	239.04	\$	500.00	\$	500.00
MAINTENANCE:						
Maint & Repair-City Hall	\$	206.66	\$	1,000.00	\$	500.00
Maint & Repair-Equipment	\$	590.98	\$	1,000.00	\$	1,000.00
Maint & Repair-General	\$	474.63	\$	500.00	\$	500.00

Maint & Repair-Office Equip	\$	2,764.87		\$	1,000.00		\$	1,000.00
Maint & Repair-Old City Hall	\$	97.68		\$	500.00		\$	250.00
Maint & Repair-Unit #RTB7553 #12	\$	2,270.67		\$	500.00		\$	500.00
SUPPLIES:								
Office Furniture	\$	-		\$	500.00		\$	500.00
Postage Expense	\$	1,580.00		\$	2,600.00		\$	2,000.00
Supplies	\$	7,258.68		\$	20,000.00		\$	10,000.00
Supplies-Office	\$	914.21		\$	2,500.00		\$	1,200.00
UTILITIES EXPENSE:								
Utilities-Centurylink- City	\$	191.51		\$	100.00		\$	225.00
Utilities-Entergy-City*	\$	6,587.07		\$	6,500.00		\$	7,500.00
Utilities-Entergy-New City Hall*	\$	1,908.46		\$	2,300.00		\$	2,300.00
Utilities-NAEC-City*	\$	837.21		\$	1,000.00		\$	1,100.00
Utilities-NEXT	\$	1,435.55		\$	2,000.00		\$	2,000.00
Utilities-Propane-Shop *	\$	2,277.48		\$	2,000.00		\$	3,000.00
Utilities-WCN-City*	\$	6,691.92		\$	7,500.00		\$	7,500.00
OTHER EXPENSE:								
Bank Charges & Adjustments*	\$	-		\$	20.00		\$	20.00
Construction Surcharge-Act 474*	\$	2,407.88		\$	1,500.00		\$	2,500.00
Contract Labor	\$	3,000.00		\$	5,000.00		\$	3,000.00
Donation Exp TriCo Solid Waste	\$	4,333.34						One Time Ezip
Drug Control Fund (PD)	\$	87.00						See Police Budget
Eagle Fest-SC Fair Promotions	\$	6,000.00		\$	3,000.00		\$	3,000.00
Election Expense Allocation	\$	-		\$	1,000.00		\$	250.00
Engineering Fees	\$	-		\$	300.00		\$	100.00
Equipment-Office	\$	150.00		\$	500.00		\$	500.00

Equip. Lease (Copy Machine)*	\$	1,953.49		\$	3,000.00		\$	2,500.00
Fees & Dues	\$	3,741.76		\$	5,000.00		\$	4,000.00
Fees & Dues-Air Med Care	\$	837.50		\$	900.00		\$	850.00
Fuel-Diesel	\$	2,355.47		\$	2,500.00		\$	2,500.00
Fuel-Gasoline	\$	6,691.84		\$	6,500.00		\$	7,000.00
Insurance-FDIR*	\$	-		\$	500.00		\$	500.00
Insurance-Property*	\$	8,650.90		\$	6,000.00		\$	8,651.00
Ins-Vehicle* Protainer/2 Trailers*	\$	548.75		\$	500.00		\$	549.00
Petty Cash*	\$	100.00		\$	50.00		\$	100.00
Photocopier Fees*	\$	540.83		\$	600.00		\$	650.00
S.C. Reginal Airport*	\$	5,000.00		\$	5,000.00		\$	5,000.00
Safe Deposit Box*	\$	25.00		\$	20.00		\$	25.00
Security Upgrades	\$	-		\$	500.00		\$	100.00
Training & Education (Atty)	\$	40.00		\$	1,000.00		\$	250.00
Tri County- Recycling Center	\$	1,191.00		\$	1,140.00		\$	2,370.00
Workman's Comp*	\$	10,511.48		\$	12,000.00		\$	11,000.00
TRANSFER TO OTHER FUNDS:								
Transfer to Ozarka College	\$	402,649.90		\$	444,008.00		\$	441,556.00
DEPARTMENT FUNDING:								
To Fund the Fire Dept.	\$	-		\$	540,703.00		\$	480,634.00
To Fund the Library	\$	-		\$	106,872.00		\$	117,968.00
To Fund the Parks Dept.	\$	-		\$	97,844.00		\$	79,257.00
To Fund the Police Dept.	\$	-		\$	446,152.00		\$	440,654.00
2025 YTD EXPENDITURES								
	\$	905,738.76						
2026 ESTIMATED EXPENDITURES								
	\$						\$	2,130,404.00
Unappropriated Funds								
	\$						\$	455,384.00

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2026 LIBRARY BUDGET

	YTD ACTUAL		2025 BUDGET		2026 BUDGET
REVENUE As of 11/28/25					
City General Funding	\$ -		\$ 106,872.00		\$ 117,968.00
Library Proceeds-Fines/Copies/Sales	\$ 5,690.00		\$ 4,000.00		\$ 6,000.00
Library Proceeds-Donations	\$ -		\$ 50.00		\$ 25.00
Library-State Aid Income	\$ 1,648.00				\$ 2,000.00
Miscellaneous Income (Reimbo)	\$ 40.00				\$ -
YTD REVENUES	\$ 7,378.00				
2026 ESTIMATED REVENUES					\$ 125,993.00
Library Savings-#290	\$ 1,522.47		\$ 1,523.00		\$ 1,522.00
TOTAL REVENUE YTD	\$ 8,225.45		\$ 112,445.00		
TOTAL ESTIMATED REVENUES 2026					\$ 127,515.00
EXPENDITURES: As of 11/28/25 ↓					
SALARIES & BENEFITS					
APERS (15.32%) (X3)	\$ 7,559.73		\$ 9,300.00		\$ 9,366.00
Insurance-Employee (\$337.58)	\$ 5,098.94	\$447.58	\$ 5,563.00	\$ 431.46	\$ 5,178.00
Reimbursements	\$ -		\$ 200.00		\$ 100.00
Salaries-Librarian (2080 hrs)	\$ 27,345.99		\$ 31,159.00	\$ 16.00	\$ 33,280.00
Salaries-Part-Time- X2 (1200 hrs.ea.)	\$ 22,000.00		\$ 29,112.00	11.56/12.13p	\$ 28,416.00
PAYROLL TAXES					
ESD (0.6%) (X3)	\$ 42.02		\$ 100.00		\$ 100.00
Medicare (1.45%) (X3)	\$ 709.82		\$ 874.00		\$ 887.00
Social Security (6.20%) (X3)	\$ 3,034.86		\$ 3,767.00		\$ 3,790.00
PROFESSIONAL SERVICES					

Lib Exp-Subs (Social Media software)	\$	119.99		\$	1,320.00		\$	200.00
Publications & Subscriptions	\$	183.75		\$	100.00		\$	200.00
MAINTENANCE								
Maint & Repair-General	\$	161.98					\$	200.00
Maint & Repair-Library	\$	254.34		\$	2,000.00		\$	1,000.00
SUPPLIES								
Publications & Subscriptions	\$	183.75					\$	200.00
UTILITIES								
Utilities-Entergy-Library*	\$	1,597.00		\$	1,800.00		\$	1,800.00
Utilities-NEXT-Library	\$	1,755.72		\$	2,000.00		\$	2,000.00
Utilities-Propane-Library*	\$	840.74		\$	1,500.00		\$	1,200.00
OTHER EXPENSE								
Insurance-Property	\$	1,540.03		\$	877.00		\$	1,541.00
Lib Exp-Photocopier Fees*	\$	727.95		\$	500.00		\$	1,000.00
Lib Exp-Books/DVDs	\$	11,887.03		\$	10,000.00		\$	12,000.00
Lib Exp-Computers	\$	78.92		\$	1,000.00		\$	9,000.00
Lib Exp-E Books	\$	1,541.25		\$	1,600.00		\$	1,600.00
Lib Exp-E Magazines	\$	302.95		\$	350.00		\$	350.00
Lib Exp-Fees & Dues	\$	552.31		\$	500.00		\$	500.00
Creative Entropy, Inc. Hosting	\$	1,575.00		\$	1,620.00		\$	6,000.00
Lib Exp-Postage	\$	4.96		\$	50.00		\$	25.00
Lib Exp-Security/Monitoring	\$	684.42		\$	1,800.00		\$	1,000.00
Lib Exp-Supplies - General	\$	3,017.87		\$	4,000.00		\$	4,000.00
Lib Exp-Supplies-Office/Furniture	\$	1,737.26		\$	1,500.00		\$	1,000.00
Lib Exp-Other	\$	221.85					\$	-
2025 YTD EXPENDITURES	\$	94,760.43						

2026 ESTIMATED EXPENDITURES

Unappropriated Reserves	\$ 125,993.00
	\$ 1,522.00

The * indicates fixed expenditures

		2025 PARKS DEPARTMENT BUDGET		2026 BUDGET	
	YTD ACTUAL	2025 BUDGET		2026 BUDGET	
REVENUES					
AVM Activity Income	\$ -	\$ -		\$ -	
AVM Brick Purchase	\$ 250.00	\$ 250.00		\$ 300.00	
AVM Donations-Income	\$ 3,237.00	\$ 200.00		\$ 300.00	
City General Income	\$ -	\$ 97,844.00		\$ 79,257.00	
Grant Income (Pavilion @ Ball Park)	\$ 100,027.89			\$ -	
Miscellaneous Income	\$ 115.93			\$ -	
Rent Income-Community Center	\$ 4,250.00	\$ 3,050.00		\$ 4,500.00	
TOTAL REVENUES	\$ 107,580.82	\$ 101,344.00		\$ 84,357.00	
AVM Checking 10/31/25	\$ 12,147.76	\$ 8,761.00		\$ 12,148.00	
YTD REVENUES	\$ 119,728.58			\$ 96,505.00	
EXPENDITURES AS OF 10/31/25					
BENEFITS					
Clothing Allowance - MP				\$ 500.00	
Clothing Allowance - RN	\$ 405.90	\$ 500.00		OMIT	
CAPITAL EXPENDITURES					
Equipment-1 Mower & 3 Trimmers	\$ -	\$ 15,000.00		\$ 3,000.00	
Fencing at Ball Park	\$ -	\$ 10,000.00		\$ -	
Playground Equipment	\$ 29,681.00	\$ 20,000.00		\$ -	
PROFESSIONAL SERVICES					
Eagle Pest Mgmt, LLC	\$ -	\$ 200.00		\$ 300.00	
Website Hosting & Design	\$ 71.58	\$ 70.00		\$ 75.00	

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Maint & Repair-AVM	\$ -		\$	3,000.00		\$	3,000.00
Maint & Repair-Comm. Center	\$ 216.36		\$	2,000.00		\$	2,000.00
Maint & Repair-Equipment	\$ 321.99		\$	1,500.00		\$	1,500.00
Maint & Repair-Gen Suppl & Fencing	\$ 14,889.15		\$	2,000.00	Trees	\$	2,500.00
Maint & Repair-Mower	\$ 2,730.30		\$	2,000.00		\$	3,500.00
Maint & Repair-Parks	\$ -		\$	500.00		\$	500.00
Maint & Repair-Unit #RTB4657	\$ 108.13		\$	500.00		\$	500.00
Maint & Repair-Vehicle	\$ 2,032.45		\$	1,000.00		\$	2,000.00
SUPPLIES							
Supplies	\$ 8,212.15		\$	15,000.00		\$	10,000.00
Supplies - AVM	\$ 25.17		\$	200.00		\$	200.00
Supplies-Comm Ctr.	\$ 3,286.77		\$	2,500.00		\$	3,000.00
Supplies-Office	\$ 217.29		\$	250.00		\$	250.00
UTILITIES							
Utilities - Entergy-AVM *	\$ 1,285.71		\$	1,500.00		\$	1,500.00
Utilities-Entergy-Ball Park*	\$ 265.32					\$	500.00
Utilities - Entergy-Comm.Ctr	\$ 1,300.00		\$	1,600.00		\$	1,600.00
Utilities - Entergy-Park*	\$ 10,578.00		\$	10,000.00		\$	11,000.00
Utilities-Entergy-Pavillion*	\$ 423.70		\$	600.00		\$	600.00
Utilites - Propane- Comm Center	\$ 729.76		\$	1,700.00		\$	1,700.00
Utilities - Water Comm. Center	\$ 474.56		\$	700.00		\$	700.00
Utilities -WCN-Park* (Varies)	\$ 5,543.19		\$	6,000.00		\$	6,000.00
Utilities - Water AVM*	\$ 193.85		\$	250.00		\$	250.00
Utilities - Water Old Park*	\$ 482.37		\$	1,200.00		\$	1,200.00
Utilities-Water Park MM Field*	\$ -		\$	200.00		\$	200.00

DIFFERENCE									
Bank Charges/Adjustments	\$	-		\$	5.00		\$	5.00	
AVM Brick Purchase	\$	-		\$	300.00		\$	300.00	
Contract Labor (Clean Comm Center)	\$	5,350.00		\$	3,000.00		\$	6,000.00	
Equipment Rental	\$	-		\$	1,500.00		\$	1,500.00	
Fees & Dues* (Health Dept.)	\$	795.83		\$	50.00		\$	200.00	
Fuel (Diesel)	\$	45.51		\$	1,300.00		\$	1,500.00	
Fuel (Gas)	\$	6,865.14		\$	6,000.00		\$	6,000.00	
Fuel-Mowers	\$	1,753.70		\$	3,000.00		\$	2,000.00	
Reimbursement (D.Rhoads-Acc)	\$	1,359.30							
Insurance*-AVM	\$	1,289.58		\$	1,218.00		\$	1,300.00	
Insurance*-Property -Comm. Center	\$	1,725.63		\$	350.00		\$	1,726.00	
Insurance-Property-Const &/RR	\$	4,733.89		\$	1,260.00		\$	4,750.00	
Insurance*-Vehicles	\$	1,000.83		\$	1,001.00		\$	1,001.00	
2025 VTD EXPENDITURES	\$	108,394.11		\$	(101,344.00)				
2023 ESTIMATED EXPENDITURES							\$	84,357.00	
Unappropriated Reserves-----						(AVM)	\$	12,148.00	

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**2026 FIRE DEPARTMENT
BUDGET SUMMARY**

REVENUE AS of 11/28/25	YTD ACTUAL	BUDGET 2025	BUDGET 2026
City General Funding	\$ -	\$ 540,703.00	\$ 480,634.00
County Contract	\$ 2,000.00	\$ 2,000.00	\$ 2,000.00
Fire Prevention Comm. Grant	\$ -	\$ -	\$ -
Fire Wise Grant	\$ 1,500.00	\$ 1,000.00	\$ 1,000.00
Loan Proceeds	\$ 56,629.50		
Miscellaneous Income	\$ -	\$ -	
Rural Fire Protection Dues	\$ 8,255.17	\$ 8,000.00	\$ 8,000.00
Sale of Fixed Assets	\$ 5,535.00		
AF Fire Dept. SC Disbursement ARP Funds	\$ 2.47		
YTD Revenue	\$ 73,922.14	\$ 551,703.00	\$ 491,634.00
Special Savings/Int-902	\$ 12,908.84	\$ 6,244.00	\$ 12,909.00
AFFD Bond Debt Reserve (642)	\$ 510.69	\$ 511.00	\$ 511.00
TOTAL '25 REVENUE:	\$ 87,341.67		
2026 Estimated Revenues			
EXPENDITURES AS of 11/28/25			\$ 505,054.00
CAPITAL EXPENDITURES			
Chief Department Vehicle		\$ 55,000.00	
SALARIES & BENEFITS			
Clothing Allowance-Auxiliary	\$ -	\$ 500.00	\$ 500.00
Clothing Allowance-AB	\$ 354.68	\$ 600.00	\$ 600.00
Clothing Allowance-CC	\$ -	\$ 600.00	\$ 600.00
Clothing Allowance-FG	\$ 166.96	\$ 600.00	\$ 600.00
Clothing Allowance-SL	\$ 93.34	\$ 600.00	\$ 600.00

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Clothing Allowance-SM	\$	160.58		\$	600.00		\$	600.00
Fire Run Reimbursement	\$	7,682.00		\$	12,000.00		\$	12,000.00
Insurance-Employee* \$463.54 X 5	\$	25,494.70	\$ 463.54	\$	27,813.00	\$431.46	\$	26,000.00
Reimbursements	\$	512.40		\$	2,000.00		\$	2,000.00
A. B. (Chief)	\$	50,626.46		\$	54,580.00		\$	57,304.00
C. C.	\$	40,155.92		\$	45,572.00		\$	42,551.00
F. G.	\$	43,168.34		\$	44,994.00		\$	48,289.00
S.L.	\$	37,383.26		\$	36,771.00		\$	39,438.00
S.M.	\$	38,856.96		\$	39,428.00		\$	39,472.00
PAYROLL TAXES								
ESD* (1.9%)	\$	78.91		\$	160.00		\$	150.00
Medicare* (1.45%)	\$	2,986.27		\$	3,166.00		\$	3,292.00
Social Security* Vol Fire (6.2%)	\$	439.07		\$	550.00		\$	550.00
CAPITAL EXPENDITURES								
Vehicle Purchase	\$	56,713.50						
DEBT SERVICE & INTEREST								
Int Payment-Fire Station *	\$	5,332.06		\$	8,000.00		\$	6,400.00
Int Payment Fire Truck Loan *	\$	7,829.74		\$	11,000.00		\$	8,600.00
Int. Payment-'25 Chevy Tahoe	\$	1,825.87					\$	2,000.00
Loan Pmt-'25 Chev Tahoe	\$	6,974.13					\$	13,200.00
Apparatus Loan-'24 Fire Truck*	\$	41,670.26		\$	50,000.00		\$	43,000.00
Loan Payment-Fire Station *	\$	43,359.82		\$	56,000.00		\$	48,000.00
PROFESSIONAL SERVICE EXPENSE								
Publications & Subscriptions	\$	8,037.50		\$	7,500.00		\$	7,500.00
Radio Announcements	\$	-		\$	100.00		\$	50.00
Survival Flight Memberships	\$	1,020.00		\$	1,500.00		\$	1,500.00
Website Hosting/Design	\$	13.85		\$	20.00		\$	20.00

MAINTENANCE										
Maint & Repair-Equipment	\$	622.94		\$	1,000.00		\$		\$	1,000.00
Maint & Repair General	\$	3,397.49		\$	5,000.00		\$		\$	5,000.00
Maint & Repair-Office Equip	\$	229.12		\$	500.00		\$		\$	500.00
Maint & Repair-Vehicle	\$	3,240.20		\$	6,000.00		\$		\$	6,000.00
SUPPLIES										
Postage Expense	\$	10.10		\$	25.00		\$		\$	25.00
Structure Sign Expense	\$	487.25		\$	100.00		\$		\$	100.00
Supplies, Tools & Misc Equipment	\$	12,936.03		\$	7,000.00		\$		\$	7,500.00
Supplies-Fire Prevention	\$	-		\$	1,000.00		\$		\$	1,000.00
Supplies - Medical	\$	2,210.96		\$	3,000.00		\$		\$	1,000.00
Supplies- Office	\$	458.46		\$	800.00		\$		\$	800.00
Supplies-Office Furniture	\$	-		\$	100.00		\$		\$	100.00
UTILITIES										
Utilities- CenturyLink*	\$	3,282.32		\$	3,500.00		\$		\$	3,500.00
Utilities -DC Comm*	\$	158.22		\$	300.00		\$		\$	200.00
Utilities-DISH*	\$	1,323.86		\$	1,400.00		\$		\$	1,450.00
Utilities-Entergy*	\$	5,617.52		\$	6,200.00		\$		\$	6,200.00
Utilities-Propane*	\$	1,799.97		\$	3,000.00		\$		\$	3,000.00
Utilities-Verizon*	\$	2,213.09		\$	5,000.00		\$		\$	3,000.00
OTHER EXPENSE										
Contract Labor	\$	1,500.00								
Education/Electrical Class	\$	-		\$	500.00		\$		\$	500.00
Equipment Communications	\$	-		\$	5,000.00		\$		\$	1,000.00
Equipment-Office	\$	-		\$	1,200.00		\$		\$	1,200.00
Fees & Dues*	\$	1,755.86		\$	2,500.00		\$		\$	2,500.00
Firewise	\$	300.57		\$	4,000.00		\$		\$	3,000.00

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Fuel-Diesel	\$	2,355.92		\$	1,500.00		\$	3,000.00
Fuel/Gas	\$	531.99		\$	7,000.00		\$	3,000.00
Furniture/Fixtures	\$	142.50		\$	500.00		\$	500.00
Grant Expense-'11 Ford F-550 Trk	\$	13,500.00		\$	-		\$	-
Insurance-Property*	\$	7,953.64		\$	6,193.00		\$	7,954.00
Insurance-Vehicle*	\$	9,629.09		\$	8,571.00		\$	9,629.00
Petty Cash	\$	-		\$	10.00		\$	10.00
Photocopier Fees *	\$	90.23		\$	150.00		\$	150.00
Reimbursement-Other	\$	476.00					\$	500.00
Testing-SCBA, Hose & App	\$	4,335.28		\$	6,500.00		\$	6,500.00
Training/Education	\$	5,578.68		\$	6,500.00		\$	6,500.00
Uniform Accessories	\$	-		\$	500.00		\$	500.00
2025 Expenditures	\$	507,073.87						
2026 Estimated Expenditures	\$						\$	491,634.00
Unappropriated Reserves	\$						\$	13,420.00

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**2026 POLICE DEPARTMENT
BUDGET SUMMARY**

REVENUES:	YTD	2025	2026
As of 11/28/25	ACTUAL	BUDGET	BUDGET
Acc. Report Fee	\$ 790.00	\$ 1,300.00	\$ 1,300.00
City Gen Funding	\$ -	\$ 446,152.00	\$ 440,654.00
District Court Income	\$ 15,967.86	\$ 25,000.00	\$ 15,000.00
Drug Control Fund (507)	\$ 87.00		\$ 100.00
Misc. Income-Insurance Claim	\$ 8,544.09		\$ -
Miscellaneous Income	\$ 25.00		\$ -
Sale of Fixed Assets	\$ -		\$ -
YTD REVENUE 11/28/25	\$ 25,413.95	\$ 484,452.00	
2026 ESTIMATED REVENUE			
Special Savings & Interest (894)	\$ 25,020.89	\$ 2,331.00	\$ 25,021.00
TOTAL REVENUE			\$ 482,075.00
EXPENDITURES: As of 11/28/25			
SALARIES & BENEFITS			
APERS*	\$ 3,261.88	\$ 3,500.00	\$ 3,500.00
Clothing Allowance-Aux	\$ 672.16	\$ 1,000.00	\$ 1,000.00
Clothing Allowance-DF	\$ 643.94		\$ 600.00
Clothing Allowance- MC	\$ 252.45	\$ 425.00	\$ 600.00
Clothing Allowance-SP	\$ 456.00	\$ 425.00	\$ 600.00
Clothing Allowance-RM	\$ 195.05	\$ 425.00	\$ 600.00
Clothing Allowance-WL	\$ -	\$ 425.00	\$ 600.00
Code Enforcement Salary-JM	\$ 11,700.00		\$ 24,344.00
Code Enforcement Salary-BM	\$ 11,511.72	16.96 Hr \$ 26,008.00	OMIT
Employee Medical (CLEST Exam)	\$ -	\$ 250.00	\$ 250.00

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Insurance-Employee (5 Emp)	\$	25,494.70		\$	27,813.00	431.46	\$	25,888.00
Reimbursements	\$	-		\$	100.00		\$	100.00
Evidence Tech/Training Officer	\$	-		\$	500.00		\$	500.00
S. Powell	\$	51,153.65		\$	55,224.00	1	\$	57,436.00
D. Fortner	\$	13,147.14		New		1	\$	41,995.00
W. Lane	\$	44,485.86		\$	45,573.00	1	\$	46,726.00
R. Moore	\$	42,822.03		\$	44,096.00	1	\$	46,736.00
M. Coggins	\$	39,240.04		\$	40,789.00	1	\$	42,848.00
T. Powell	\$	27,185.87		\$	40,727.00			OMIT
One Time Pay Raise	\$	4,000.00		\$	4,000.00		\$	4,000.00
Holiday Pay to Officers	\$	-		\$	11,000.00		\$	12,000.00
Salaries Part-Time Officers	\$	8,321.79	\$11.00	\$	15,000.00	\$15.00	\$	20,000.00
PAYROLL TAXES								
ESD*	\$	130.94		\$	300.00		\$	300.00
Medicare*	\$	3,604.74		\$	4,111.00		\$	3,437.00
Social Security*	\$	15,412.71		\$	17,572.00		\$	18,000.00
CAPITAL EXPENDITURES								
Equip-Body & Car Cameras (3Yrs to go)	\$	19,691.47		\$	16,844.00		\$	16,844.00
2 Radar Units							\$	8,000.00
Traffic Cameras						5	\$	12,000.00
Vehicle Purchase	\$	24,176.00		\$	45,000.00		\$	-
DEBT SERVICE & INTEREST								
Interest Payment CH/PD/FD*	\$	936.76		\$	1,305.00		\$	1,100.00
Loan-CH/PD/FD*	\$	7,617.30		\$	9,400.00		\$	8,520.00
PROFESSIONAL SERVICES EXPENSE								
Publications & Subscriptions	\$	-		\$	100.00		\$	100.00
MAINTENANCE								

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Maint & Repair-Equipment	\$	-			\$	1,000.00			\$	-
Maint & Repair-General	\$	233.24			\$	500.00			\$	500.00
Maint & Repair-Office Equip	\$	1,566.58			\$	500.00			\$	500.00
Maint & Repair-Unit #CEO6790	\$	421.67			\$	500.00			\$	500.00
Maint & Repair Unit #CTB3228 (SP)	\$	1,035.22			\$	500.00			\$	500.00
Maint & Repair-Unit #DUW4219 (MC)	\$	7,555.65			\$	500.00			\$	500.00
Maint & Repair-Unit# DUG4830	\$	1,420.95			\$	500.00			\$	500.00
Maint & Repair-Unit #DUG6656 (WL)	\$	153.78			\$	500.00			\$	500.00
Maint & Repair-Unit#DUB4075	\$	5,959.48							\$	500.00
Maint & Repair-Unit#DUS9577 (RM)	\$	76.89			\$	500.00			\$	-
Maint & Repair-Unit# DUB5840	\$	4,863.52							\$	-
Maint & Repair Vehicles (NEA Upfitters) #4830	\$	-			\$	5,000.00			\$	-
Vehicle Tires CTB3228 (SP)	\$	1,014.50			\$	850.00			\$	850.00
Vehicle Tires-Unit #DUB5840	\$	759.99			\$	850.00			\$	850.00
Vehicle Tires-Unit DUG6656 (WL)	\$	-			\$	850.00			\$	850.00
Vehicle Tires-Unit DUS9576 (PTV)	\$	-			\$	850.00			\$	850.00
Vehicle Tires-Unit DUS9577 (RM)	\$	-			\$	850.00			\$	850.00
SUPPLIES										
Postage Expense	\$	-			\$	20.00			\$	10.00
Supplies	\$	2,943.49			\$	1,500.00			\$	2,500.00
Supplies-Medical	\$	-			\$	50.00			\$	50.00
Supplies-Office	\$	397.71			\$	1,000.00			\$	500.00
UTILITIES EXPENSE										
Utilities- Entergy *	\$	1,908.45			\$	2,200.00			\$	2,300.00
Utilities-NEXT*	\$	2,003.21			\$	2,200.00			\$	2,300.00
Utilities - Verizon *	\$	8,578.75			\$	6,000.00			\$	9,000.00
OTHER EXPENSES										

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Ammunition & Firearms Training	\$	208.29		\$	1,000.00		\$	300.00
Central Dispatch Funding	\$	6,500.00		\$	6,500.00		\$	6,500.00
Code Enforcement Expense-JM	\$	504.82		\$	-		\$	200.00
Code Enforcement Fees & Dues	\$	25.00		\$	50.00		\$	50.00
Equipment-Office	\$	-		\$	500.00		\$	200.00
Evidence Processing Equipment	\$	-		\$	250.00		\$	250.00
Fees/Dues	\$	2,964.50		\$	2,000.00		\$	2,600.00
ACIC Trans. Cost	\$	296.51		\$	500.00		\$	500.00
Firearms/Tasers & Accessories	\$	-		\$	200.00		\$	200.00
Fuel-Diesel	\$	45.51		\$	1,000.00		\$	200.00
Fuel-Gasoline	\$	7,212.61		\$	20,000.00		\$	15,000.00
Insurance-Property*	\$	2,226.47		\$	1,922.00		\$	2,227.00
Insurance-Vehicle*	\$	2,407.97		\$	2,298.00		\$	2,408.00
OSHA/Safety Equipment	\$	-		\$	50.00		\$	50.00
Petty Cash*	\$	-		\$	25.00		\$	10.00
Photocopier Fees*	\$	69.87		\$	150.00		\$	75.00
Radar Unit Certification	\$	465.00		\$	350.00		\$	500.00
Training & Education	\$	1,711.01		\$	500.00		\$	500.00
Uniform Accessories	\$	801.97		\$	1,000.00		\$	1,000.00
Reporting System Upgrades	\$	-		\$	250.00		\$	250.00
Information Technology Upkeep	\$	-		\$	500.00		\$	250.00
Security Upgrades	\$	-		\$	500.00		\$	250.00
2025 YTD Expenditures	\$	422,446.81						
2026 Estimated Expenditures	\$						\$	457,054.00
Unappropriated Reserves							\$	25,021.00

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**2026 STREET
BUDGET**

REVENUES	YTD	2025	2026
As of 10/31/25	ACTUAL	BUDGET	BUDGET
City General Funding		\$ -	\$ -
3 Mill Road Tax	\$ 12,677.19	\$ 14,000.00	\$ 14,000.00
State Electric Veh Reg Fee	\$ 339.35	\$ 50.00	\$ 100.00
State Highway Turnback (82.00 Per Cap)	\$ 80,263.32	\$ 92,535.00	\$ 90,000.00
State Hwy 4 Lane Const. Turnback	\$ -	\$ 1,389.00	\$ -
OTHER REVENUE			
Misc Income (AR DOT PV Bridge)	\$ 324,960.00	\$ -	\$ -
YTD REVENUE 10/31/25	\$ 418,239.86	\$ -	\$ -
Fund Balance 10/31/2025	\$ 41,961.99	\$ -	\$ 41,962.00
Street Savings & Interest (722)	\$ 21,159.64	\$ -	\$ 21,160.00
TOTAL REVENUE	\$ 481,361.49		
2025 ESTIMATED REVENUE:			\$ 167,222.00
EXPENDITURES: As of 10/31/25			
BENEFITS			
Clothing Allowance -VS	\$ 344.14		\$ 500.00
CAPITAL EXPENDITURES:			
Equipment - Skid Steer/Pallett Fork Assemb	\$ 50,796.00	\$ 40,000.00	\$ -
Line Extension-Mixing Road Brine	\$ 1,056.30		
PROFESSIONAL SERVICES EXPENSE			
Publications/Subscription	\$ -	\$ 100.00	\$ 50.00
MAINTENANCE			
Maint & Repair - Equipment	\$ 2,638.82	\$ 10,000.00	\$ 10,000.00

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Maint & Repair - General	\$ 12,070.80	\$ 3,000.00	\$ 3,000.00
Maint & Repair-Office Equip	\$ 224.17		\$ -
Maint & Repair - Traffic Light	\$ 7,475.75	\$ 2,000.00	\$ 5,000.00
Maint & Repair-Vehicle	\$ 1,437.26	\$ 5,000.00	\$ 3,000.00
Street Maint-Gravel & Patching	\$ 18,883.99	\$ 15,000.00	\$ 15,000.00
SUPPLIES			
Supplies	\$ 7,570.68	\$ 10,000.00	\$ 10,000.00
Supplies-Office (Checks)	\$ 330.94	\$ 500.00	\$ 500.00
Supplies-Street Signs	\$ 1,534.19	\$ 1,500.00	\$ 1,500.00
UTILITIES			
Utilities - CenturyLink*	\$ 358.12	\$ 900.00	\$ 900.00
Utilities - Entergy*	\$ 16,786.14	\$ 21,000.00	\$ 21,000.00
Utilities - NAEC*	\$ 11,981.05	\$ 16,000.00	\$ 16,000.00
OTHER EXPENSE			
Contract Labor- PV Bridge	\$ 221,714.20	\$ 3,000.00	\$ -
Equipment-Office	\$ -	\$ 1,000.00	\$ 1,000.00
Equipment Rental (PV Bridge)	\$ 14,189.24	\$ 500.00	\$ 1,500.00
Fees & Dues-NRS-ADoE	\$ 195.85	\$ 250.00	\$ 200.00
Fuel-Diesel	\$ 2,154.43	\$ 1,600.00	\$ 1,600.00
Fuel-Gasoline	\$ 5,977.37	\$ 7,000.00	\$ 7,000.00
Insurance-Bond* (S315271)	\$ 250.00	\$ 250.00	\$ 250.00
Insurance-Property*	\$ 644.79	\$ 609.00	\$ 645.00
Insurance-Vehicle*	\$ 2,094.97	\$ 2,311.00	\$ 2,095.00
Paving Expense	\$ -	\$ 50,000.00	\$ 50,000.00
Training & Education	\$ 412.98		\$ 600.00
2025 YTD EXPENDITURES	\$ 381,122.18		

**CEMETERY
BUDGET 2026**

REVENUES	YTD	2025	2026
AS of 10/31/25	ACTUAL	BUDGET	BUDGET
Donations	\$ 12,340.00	\$ 8,000.00	\$ 8,000.00
Other Income:Plot Purchase	\$ 2,500.00	\$ 4,000.00	\$ 4,000.00
TOTAL REVENUES	\$ 14,840.00		\$ 12,000.00
Available Checking 10/31/25	\$ 75,910.44	\$ 69,034.00	\$ 75,910.00
YTD REVENUES	\$ 105,590.44		\$ 99,910.00
EXPENDITURES			
MAINTENANCE			
Maintenance & Repair	\$ -	\$ 3,000.00	\$ 3,000.00
OTHER EXPENSE			
Contract Labor		\$ 10,000.00	\$ 10,000.00
Contract Mowing	\$ 10,270.00	\$ 14,000.00	\$ 13,440.00
Supplies	\$ -	\$ 1,000.00	\$ 1,000.00
2025 YTD EXPENDITURES	\$ 10,270.00		
2026 ESTIMATED EXPENDITURES			\$ 27,440.00
Unappropriated Reserves			\$ 72,470.00

ORDINANCE NO. 2025-12-1

AN ORDINANCE AUTHORIZING THE FUNDING OF CERTAIN RENOVATIONS AND IMPROVEMENTS TO THE ISSUER'S WASTEWATER TREATMENT AND DISTRIBUTION FACILITY; AUTHORIZING THE ISSUANCE OF WASTEWATER FEE REVENUE BONDS; PROVIDING FOR THE PAYMENT OF PRINCIPAL AND INTEREST ON THE BONDS; PLEDGING TO THE PAYMENT OF THE BONDS WASTEWATER FEES AND OTHER REVENUES; AND PRESCRIBING CERTAIN OTHER MATTERS RELATING THERETO

Between

CITY OF ASH FLAT, ARKANSAS

and

FNBC BANK, TRUSTEE

dated as of

December 8th, 2025

This Instrument Prepared By:

GILL RAGON OWEN, P.A.
425 WEST CAPITOL
SUITE 3800
LITTLE ROCK, ARKANSAS 72201
(501) 376-3800

ORDINANCE NO. 2025-12-1

AN ORDINANCE AUTHORIZING THE FUNDING OF CERTAIN RENOVATIONS AND IMPROVEMENTS TO THE ISSUER'S WASTEWATER TREATMENT AND DISTRIBUTION FACILITY; AUTHORIZING THE ISSUANCE OF WASTEWATER FEE REVENUE BONDS; PROVIDING FOR THE PAYMENT OF PRINCIPAL AND INTEREST ON THE BONDS; PLEDGING TO THE PAYMENT OF THE BONDS WASTEWATER FEES AND OTHER REVENUES; AND PRESCRIBING CERTAIN OTHER MATTERS RELATING THERETO

THIS ORDINANCE (the "Ordinance") was adopted at a duly convened meeting of city council of ASH FLAT, ARKANSAS (the "Issuer") that occurred on December 8, 2025.

WHEREAS, the Issuer is a duly organized and existing body politic and corporate under and pursuant to the Constitution and laws of the State of Arkansas; and

WHEREAS, the Issuer contemplates the issuance and sale of its "\$295,000.00 Wastewater Fee Revenue Bonds, Series 2025" (the "Bonds") with the understanding that the proceeds from the sale of the Bonds will be used (a) to fund costs associated with the construction of certain renovations to the Issuer's wastewater treatment and distribution facility; (b) to establish certain reserve funds and other accounts; and (c) to fund costs associated with the issuance of Bonds; and

WHEREAS, the Bonds are expressly deemed and considered to constitute special obligations of the Issuer for which the full faith and credit of the Issuer is not pledged, it being understood that repayment of the Bonds shall be funded solely and exclusively from revenues generated by the Issuer's collection of Wastewater Fees; and

WHEREAS, the Issuer has entered into an agreement with the Bond Purchaser identified in Section 101 for the sale of the Bonds bearing interest at the rates hereinafter set forth; and

WHEREAS, the execution and delivery of this Ordinance and the issuance of the Bonds have been in all respects duly and validly authorized by resolution of the Issuer, duly adopted and approved; and

WHEREAS, all things necessary to make the Bonds, when authenticated by the Trustee and issued as in this Ordinance provided, the valid, binding and legal obligations of the Issuer according to the import thereof, and to constitute this Ordinance as a valid pledge of the revenues herein identified to the payment of the principal of and interest on all bonds issued under and pursuant to the provisions of this Ordinance, have been done and performed, and the

creation, execution and issuance of the Bonds, subject to the terms hereof, have in all respects been duly authorized;

NOW, THEREFORE, for and in consideration of the mutual covenants and conditions referenced and exchanged herein, the receipt and sufficiency of which are hereby acknowledged, including, without limitation, the acceptance by the Trustee of all obligations set forth herein, and for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, and in order to secure the payment of the principal and interest on all bonds issued under this Ordinance according to the terms and conditions hereof, and the performance and observance by the Issuer of all covenants, conditions and provisions as are set forth herein and in the Bonds, the Issuer does hereby grant, bargain, sell, convey, mortgage, assign and pledge unto the Trustee, and unto its successor or successors in trust, and to them and their assigns forever, for the securing of the performance of the obligations of the Issuer hereinafter set forth, all of the Issuer's rights, title, and interest of every nature in and to the Trust Estate (as defined in Article I) whether now existing, hereafter acquired, received, or generated;

IN ORDER TO SECURE THE TIMELY AND PROMPT PAYMENT of all principal and interest owing and outstanding under the Bonds, and to secure the performance of all other financial and other obligations as are identified herein, the Issuer does hereby grant to and in favor of the Trustee a security interest in all Wastewater Fees, all bank accounts in which such revenues are held, and all other funds which are created pursuant to this instrument;

TO HAVE AND TO HOLD all the same with all privileges and appurtenances hereby conveyed and assigned, or agreed or intended so to be, to the Trustee and its successors in said trusts and to them and their assigns forever:

IN TRUST NEVERTHELESS, upon the terms and trusts herein set forth for the equal and proportionate benefit, security and protection of all holders of all bonds issued under and pursuant to the provisions of this Ordinance without privilege, priority or distinction as to lien or otherwise of any of the bonds over any of the other bonds; provided, however, that if the Issuer, its successors or assigns, shall well and truly pay, or cause to be paid, the principal of the bonds and the interest due or to become due thereon, at the times and in the manner provided in the Bonds according to the true intent and meaning thereof, and shall make the payments into the Bond Fund as required under the applicable provisions of this Ordinance, or shall provide, as permitted thereby, for the payment thereof by depositing or causing to be deposited with the Trustee the entire amount due or to become due thereon, and shall well and truly keep, perform and observe all the covenants and conditions pursuant to the terms of this Ordinance to be kept, performed and observed by it, and shall pay to the Trustee all sums of money due or to become due to it in accordance with the provisions hereof, then upon such final payments this Ordinance and the rights hereby granted shall cease, determine and be void; otherwise, this Ordinance shall be and remain in full force and effect;

THIS ORDINANCE FURTHER evidences that, and it is expressly declared, all Bonds issued and secured hereunder are to be issued, authenticated and delivered and all of the collateral

pledged by this Ordinance are to be dealt with and disposed of under, upon and subject to the terms, conditions, stipulations, covenants, agreements, trusts, uses and purposes as hereafter expressed, and the Issuer has agreed and covenanted and, does hereby agree and covenant, with the Trustee and with the respective holders, from time to time, of the bonds or any part thereof, as follows:

ARTICLE I
DEFINITIONS AND USES OF WORDS

Section 101. Definitions. In addition to the words and terms elsewhere defined in this Ordinance, the following words and terms as used in this Ordinance shall have the following meanings:

"Act" means Arkansas Code Annotated Section 19-9-601 et seq.

"Additional Bonds" means those Bonds that may be subsequently issued pursuant to the provisions of Section 212, hereof, which shall enjoy a parity of security with the Bonds.

"Authorized Denomination" means \$5,000 and any multiple thereof.

"Beneficial Owner" means, for any Bond held by a nominee, the owner of the beneficial interest in such Bond.

"Bond Counsel" means, with respect to the issuance of the Initial Bonds and terminating as of the issuance of the Initial Bonds, Gill Ragon Owen, P.A., Little Rock, Arkansas, or thereafter any nationally recognized firm of attorneys experienced in the matters covered by the opinion selected by the Issuer and acceptable to the Trustee.

"Bond Fund" means the fund of the Issuer created by Section 503 of this Ordinance into which is to be deposited funds for the purpose of paying the debt service on all bonds that may be issued under this Ordinance.

"Bondholder" means the Person who owns a beneficial interest in a Bond, provided that, pursuant to Section 209, the Issuer, the Trustee, and all others shall regard for all purposes the Person in whose name a Bond is registered in the Bond Register as such owner.

"Bonds" means the Initial Bonds and all Additional Bonds issued under this Ordinance.

"Bond Purchaser" means FNBC Bank, Ash Flat, Arkansas and its successors, assigns and participants.

"Bond Register" and "Bond Registrar" shall have their respective meanings specified in Section 209 of this Ordinance.

"Business Day" means any day of the year other than (a) a Saturday or Sunday, (b) any day on which banks located in Arkansas or the city in which the Office of the Trustee is located are required or authorized by law to remain closed, or (c) any day on which the New York Stock Exchange is closed.

"City Council" or "Council" means the governing body of the Issuer.

"Closing" means the date upon which the Initial Bonds are sold and delivered.

"Code" means the Internal Revenue Code of 1986, as amended, and related Regulations.

"Construction Fund" means the fund of the Issuer created by Section 504.1 of this Indenture into which are to be deposited funds for the purpose of paying the debt service on all bonds that may be issued under this Indenture.

"Depository Participants" means any Person for which the Securities Depository holds Bonds as securities depository.

"Disbursement Agreement" means the Disbursement Agreement of even date herewith which has been executed by the Issuer, the Trustee and the construction inspector designated therein which shall govern the manner in which withdrawals from the Construction Fund shall occur.

"Event of Default" means any of the events specified in Section 901 to be an Event of Default. A "default" means any event that, with the giving of notice or the lapse of time or both, would constitute an Event of Default.

"Funds" means (a) all funds specified and identified herein, (b) any account within each such Fund, and (c) any other Fund designated as such with respect to a Series.

"Government Securities" means:

- (a) Direct obligations of the United States of America (including obligations issued or held in book-entry form on the books of the Department of the Treasury, Certificates of Accrual on Treasury Obligations, Treasury Investor Growth Receipts) or obligations the principal of and interest on which are unconditionally guaranteed by the United States of America.
- (b) Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by any of the following federal agencies and provided such obligations are backed by the full faith and credit of the United States of America (stripped securities shall only be permitted if they have been stripped by the federal agency issuing or guaranteeing such obligation):

- (i) U.S. Export-Import Bank direct obligations or fully guaranteed certificates of beneficial ownership;
 - (ii) Farmers Home Administration certificates of beneficial ownership;
 - (iii) Federal Financing Bank;
 - (iv) Federal Housing Administration Debentures;
 - (v) General Service Administration participation certificates;
 - (vi) Government National Mortgage Association guaranteed mortgage-backed bonds and guaranteed pass-through obligations, provided, however, that this type of security shall not be included in the definition of "government securities" for certain cash-flow sensitive issues as determined by MBIA;
 - (vii) U.S. Maritime Administration guaranteed Title XI financing;
 - (viii) U.S. Department of Housing and Urban Development project notes, local authority bonds, new communities debentures (U.S. government guaranteed debentures);
 - (ix) U.S. Public Housing Notes and Bonds – U.S. government guaranteed public housing notes and bonds;
- (c) Bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by any of the following non-full faith and credit U.S. government agencies (stripped securities shall only be permitted if they have been stripped by the federal agency issuing or guaranteeing such obligation):
- (i) Federal Home Loan Bank System senior debt obligations;
 - (ii) Federal Home Loan Mortgage Corporation participation certificates or senior debt obligations;
 - (iii) Student Loan Marketing Association senior debt obligations;
 - (iv) Ordinance Funding Corporation;
 - (v) Farm Credit System consolidated system wide bonds and notes.

"Immediate Notice" means notice transmitted by electronic means, in writing, by telecopier or other electronic means or by telephone (promptly confirmed in writing), and received by the party addressed.

"Ordinance" means this Ordinance as amended or supplemented from time to time.

"Initial Bonds" means the Issuer's \$295,000.00 Wastewater Fee Revenue Bonds, Series 2025.

"Insurance Proceeds or Condemnation Award Fund" means that created and maintained by the Trustee pursuant to Section 505.

"Installment Payment Date" means, (a) for the Initial Bonds, February 5, 2026 and the first (1st) day of each month thereafter until all principal of and interest on the Bonds have been paid in full, and, for any Additional Bonds, the days designated in the supplemental indenture authorizing such Additional Bonds, (b) for Bonds subject to redemption in whole or in part on any date, the date of such redemption, and (c) for all Bonds any other date that might be expressly identified herein.

"Issuance Costs" means costs incurred by or on behalf of the Issuer in connection with the issuance of the Bonds including, without limitation, the following: payment of financial, legal, accounting and appraisal fees, bond rating or bond insurance costs and fees, expenses and disbursements, the cost of printing, engraving and reproduction services, legal fees and expenses for Bond Counsel relating to the issuance of the Bonds, the initial or acceptance fee of the Trustee, and all other fees, charges and expenses incurred in connection with the issuance of the Bonds and the preparation and filing or recording of this Ordinance and of any document relating to the issuance of the Bonds.

"Issue Date" means, with respect to the Initial Bonds, December 8, 2025, and, with respect to any Additional Bonds, the date of issuance and delivery of such Additional Bonds to the initial purchasers thereof.

"Issuer" means City of Ash Flat, Arkansas.

"Net Revenues" shall mean all Wastewater Fees and related revenues of every nature that are generated as a result of the sale of wastewater collection and treatment services to residential and commercial customers.

"Office of any Paying Agent" means the office of any Paying Agent designated in writing to the Trustee.

"Office of the Trustee" means the designated corporate trust office or offices of the Trustee, which office or offices at the date of acceptance by the Trustee of the duties and obligations imposed on the Trustee by this Ordinance are set out in Section 1204.

"Outstanding" or "Outstanding Bonds" or "Bonds outstanding hereunder" means all Bonds which have been authenticated and delivered under this Ordinance except:

- (a) Bonds canceled because of payment or redemption prior to maturity;
- (b) Bonds for the payment or the redemption of which the necessary provisions shall have been made as required by this Ordinance, including, in the case of Bonds to be redeemed prior to maturity, the giving or making provision for the giving of notice of redemption; and
- (c) Bonds in lieu of which others have been authenticated under Section 206.

"Paying Agent" means the bank or trust company named by the Issuer as the place at which the debt service on the Bonds is payable, with the original Paying Agent being hereby designated as the Trustee.

"Permitted Investments" means only the following investments:

- (1) Government Securities;
- (2) Money market funds registered under the Federal Investment Company Act of 1940, whose shares are registered under the Federal Securities Act of 1933, and having a rating by Standard and Poor's Corporation of AAAM-G or AA-m and if rated by Moody's Investor Services rated AAA, AA1 or AA2;
- (3) Certificates of deposit secured at all times by collateral described in paragraph 1 or 2 of the definition of Government Securities above, provided, that such securities are issued by commercial banks, savings and loan associations or mutual savings banks and further provided that the collateral must be held by a third party and the Bondholders must have a perfected first security interest in the collateral;
- (4) Certificates of deposit, savings accounts, deposit accounts, or money market deposits which are fully insured by the Federal Deposit Insurance Corporation, including BIF and Savings Association Insurance Fund;
- (5) Investment Agreements, including guaranteed investment contracts, forward purchase agreements, and reserve fund put agreements acceptable to MBIA;
- (6) Commercial paper rated, at the time of purchase, "Prime-1" by Moody's Investor Services and "A-1" or better by Standard and Poor's Corporation;
- (7) Bonds or notes issued by a state or municipality which are rated by Moody's Investor Services and Standard and Poor's Corporation in one of the two highest rating categories assigned by such agencies;
- (8) Federal funds or bankers acceptances with a maximum term of one year of any

bank which has an unsecured, uninsured and unguaranteed obligations rating of "Prime-1" or "A3" or better by Moody's Investor Services and "A-1" or "A" or better by Standard and Poor's Corporation;

(9) Repurchase Agreements for thirty (30) days or less meeting the criteria set forth below, it being understood that repurchase agreements which exceed thirty (30) days must be approved by MBIA:

- (a) the repurchase agreement provides for the transfer of securities from a dealer bank or securities firm (seller/borrower) to a governmental entity (buyer/lender), and the transfer of cash from a governmental entity to the dealer bank or securities firm with an agreement that the dealer bank or securities firm will repay the cash plus a yield to the governmental entity in exchange for the securities at a specified date;
- (b) the repurchase agreement must be between the governmental entity and a dealer bank or securities firm, provided that dealers be primary dealers listed on the Federal Reserve reporting dealer list and rated A or better by Standard and Poor's Corporation and Moody's Investor Services or banks rated "A" or above by Standard and Poor's Corporation and Moody's Investor Services;
- (c) the repurchase agreement provides the following:
 - (i) securities which are acceptable for transfer are (x) direct obligations of the U.S. government, or (y) obligations of federal agencies backed by the full faith and credit of the U.S. government;
 - (ii) the term of the repurchase agreement does not exceed thirty (30) days;
 - (iii) the collateral is delivered to the governmental entity, trustee (if the trustee is not supplying the collateral) or a third party acting as agent for the trustee (if the trustee is supplying the collateral) before or simultaneously and the payment and perfection of the security interest being obtained by possession of certificated securities;
 - (iv) the collateral is valued as follows: on a weekly basis, marked to market at current market prices plus accrued interest and the value of the collateral equals 104% of the amount of cash transferred by the municipal entity to the dealer bank or security firm under the repurchase agreement plus accrued interest, provided that if the value of the securities held as collateral does not equal or exceed 104% of the value of the cash transferred by the governmental entity, the additional cash and/or acceptable securities must be transferred, provided further, however, that if the securities used as collateral are Federal National Mortgage

Association or Federal Home Loan Mortgage Corporation securities, then the value of the collateral must equal 105%;

- (v) a legal opinion must be delivered to the governmental entity to the effect that the repurchase agreement meets the guidelines under state law for legal investments of public funds;

(10) Investments in any state administered pool investment fund in which the Issuer is statutorily permitted or required to invest.

"Person" or "person" means an individual, corporation, firm, association, partnership, limited liability company, trust, or other legal entity or group of entities, including a governmental entity or any agency or political subdivision thereof.

"Rebate Fund" means the fund of the Issuer provided for in Section 506 of this Ordinance into which monies are to be deposited for the purpose of complying with the arbitrage rebate requirements of Section 148(f) of the Internal Revenue Code of 1986.

"Record Date" means, (a) with respect to any Installment Payment Date described in subsection "(a)" of that defined term, (1) in the case of Bonds which are not Book Entry Bonds the Trustee's close of business on the 15th day of the calendar month next preceding such Installment Payment Date, regardless of whether such day is a Business Day, and (2) in the case of Book Entry Bonds the Trustee's close of business on the Business Day preceding the Installment Payment Date, and (b) with respect to any other Installment Payment Date, a date selected by the Trustee.

"Regulations" means any applicable Internal Revenue Service Regulations promulgated in proposed, temporary or final form. Proposed regulations are "applicable" only if, in the event they are adopted in final form, such regulations would apply to the Bonds.

"Responsible Officer," when used with respect to the Trustee, means any officer in the corporate trust department (or any successor thereto) of the Trustee, or any other officer or representative of the Trustee customarily performing functions similar to those performed by any of such officers, and also means, with respect to a particular corporate trust matter, any other officer of the Trustee to whom such matter is referred because of that officer's knowledge of and familiarity with the particular subject.

"Securities Depository" means a person that is registered as a clearing agency under Section 17A of the Securities Exchange Act of 1934 or whose business is confined to the performance of the functions of a clearing agency with respect to exempted securities, as defined in Section 3(a)(12) of such Act for the purposes of Section 17A thereof.

"Series" means the Initial Bonds and any Additional Bonds so designated pursuant to Section 212.

"State" means the State of Arkansas.

"Trust Estate" means all right, title and interest of the Issuer in and to (a) all Net Revenues and all Wastewater Fees and income received by the Issuer, (b) the Funds (except for the Rebate Fund), and (c) all other property of every name and nature from time to time hereafter by delivery or by writing mortgaged, pledged, delivered or hypothecated as and for additional security under this Ordinance by the Issuer or by anyone on its behalf or with its written consent in favor of the Trustee.

"Trustee" means the Trustee for the time being, whether original or successor, with the original Trustee being FNBC Bank, Ash Flat, Arkansas.

"Wastewater Fees" mean those fees and revenues of every nature received by the Issuer in connection with the operation by the Issuer of its wastewater collection and treatment facilities.

Section 102. Rules of Interpretation. For purposes of this Ordinance, except as otherwise expressly provided or the context otherwise requires:

- (a) The words "herein," "hereof" and "hereunder" and other similar words refer to this Ordinance as a whole and not to any particular Article, Section or other subdivision.
- (b) The definitions in this Article are applicable whether the terms defined are used in the singular or the plural.
- (c) All accounting terms that are not defined in this Ordinance have the meanings assigned to them in accordance with then applicable generally accepted accounting principles.
- (d) Any pronouns used in this Ordinance include both the singular and the plural and cover both genders.
- (e) Any terms defined elsewhere in this Ordinance have the meanings attributed to them where defined.
- (f) Words referring to the redemption or calling for redemption of Bonds shall not be deemed to refer to the payment of Bonds at their stated maturity.
- (g) The captions or headings herein are for convenience only and in no way define, limit or describe the scope or intent, or control or affect the meaning or construction, of any provisions or sections hereof.

- (h) Any references to Section numbers are to Sections of this Ordinance unless stated otherwise.

ARTICLE II THE BONDS

Section 201. Authorization of Bonds; Limitation. The Initial Bonds are hereby authorized to be issued as limited revenue bonds of the Issuer in the aggregate principal amount of \$295,000.00 designated "City of Ash Flat, Arkansas, Wastewater Fee Revenue Bonds, Series 2025." Additional Bonds are hereby authorized to be issued pursuant to Section 212 and supplemental indentures described in Article XI. No obligations may be issued by the Issuer that are senior in claim on the Trust Estate to the Bonds.

Section 202. Bonds Constitute Special Obligations. The Bonds shall be special limited obligations of the Issuer, payable solely from the Trust Estate. The Bonds shall constitute a valid claim of the respective owners thereof against the Trust Estate, which is conveyed and pledged to the Trustee to secure the payment of the principal of, redemption premium, if any, and interest on the Bonds, and which shall be utilized for no other purpose, except as expressly authorized in this Ordinance. The Bonds shall not constitute general obligations of the Issuer and under no circumstances shall the Bonds be payable from, nor shall the holders thereof have any rightful claim to, any income, revenues, funds or assets of the Issuer other than those pledged hereunder as security for the payment of the Bonds.

Section 203. Details of Bonds. The Initial Bonds are comprised of a single term bond in the original principal amount of \$295,000.00, the repayment of which shall occur through the Issuer's payment of the recurring monthly sum of \$3,128.93, the first payment of which shall occur on February 5, 2026 and with subsequent monthly payments of a like amount occurring on or before the first (1st) day of each month thereafter until the principal of and interest on the Bonds has been paid in full. If not otherwise paid in full, the outstanding principal of and interest on the Bonds shall be paid in full on or before February 5, 2036. It is acknowledged that the monthly installments due and payable hereunder approximately amortize the principal amount of the Bonds at the specified interest rate over a one hundred and twenty (120) month period of time. An amortization schedule that approximately identifies the principal and interest components associated with each monthly installment payment, along with the outstanding principal balance as of the date of any monthly payment is attached hereto as **EXHIBIT A**.

The Initial Bonds shall be issued in Authorized Denominations, shall be dated the date of this Ordinance, shall be numbered from R-1 upward. The principal of, redemption premium, if any, and interest on the Initial Bonds shall be payable in lawful money of the United States of America.

If any principal of, redemption premium, if any, or interest on any Initial Bond is not paid when due (whether at maturity, by acceleration or call for redemption or otherwise), then the

overdue installments of principal and, to the extent permitted by law, interest and redemption premium, if any, shall bear interest until paid at the same rate set forth in such Initial Bond.

Details of Additional Bonds shall be as set forth in supplemental indentures providing for their issuance.

Section 204. Execution of Bonds. The Bonds shall be signed by the manual or facsimile signature of the Mayor and Recorder/Treasurer of the Issuer. The Bonds may bear the seal of the Issuer or a facsimile thereof will be affixed to or imprinted on the Bonds. In case any officer whose signature or a facsimile of whose signature shall appear on any Bond shall cease to be such officer before the delivery of such Bond, such signature or facsimile shall nevertheless be valid and sufficient for all purposes as if such officer had remained in office until such delivery.

Section 205. Mutilated, Destroyed or Lost Bonds. In case any Bond issued hereunder shall become mutilated or be destroyed or lost, the Issuer shall, if not then prohibited by law, cause to be executed and the Trustee shall authenticate and deliver a new bond of like date, number, maturity and tenor in exchange and substitution for and upon cancellation of such mutilated Bond, or in lieu of and in substitution for such Bond destroyed or lost, upon the holder's paying the reasonable expenses and charges of the Issuer and the Trustee in connection therewith, and, in the case of a Bond destroyed or lost, his filing with the Trustee evidence satisfactory to the Trustee that such Bond was destroyed or lost, and of his ownership thereof, and furnishing to the Issuer and the Trustee indemnity satisfactory to them. In the event any such Bond shall have matured, instead of issuing a new bond, the Issuer may pay the same without the surrender thereof.

Section 206. Authentication of Bonds. The Bonds shall bear a certificate of authentication, substantially in the form set forth in Section 207, duly executed by the Trustee. The Trustee shall authenticate each Bond with the manual signature of a Responsible Officer of the Trustee, but it shall not be necessary for the same Responsible Officer to authenticate all of the Bonds of a Series. Only such authenticated Bonds shall be entitled to any right or benefit under this Ordinance. Such certificate on any Bond issued hereunder shall be conclusive evidence that the Bond has been duly issued and is secured by the provisions hereof.

Section 207. Form of Bonds. The Initial Bonds shall be substantially in the form set forth in this section as follows with such appropriate variations, legends, omissions and insertions as permitted or required by this Ordinance:

[FORM OF BOND BEGINS ON FOLLOWING PAGE]

REGISTERED

REGISTERED

No. R-1

REGISTERED

\$295,000.00

\$295,000.00
UNITED STATES OF AMERICA
STATE OF ARKANSAS
CITY OF ASH FLAT, ARKANSAS
OF THE STATE OF ARKANSAS
WASTEWATER FEE REVENUE BONDS
SERIES 2025

Dated Date: December 8, 2025
Interest Rate: Five Percent (5.00%) per annum
Maturity Date: February 5, 2036
Principal Amount: Two Hundred and Ninety-Five Thousand and no/100 Dollars
(\$295,000.00)
Registered Owner: FNBC Bank, Ash Flat, Arkansas

FOR VALUE RECEIVED, and intending to be fully and legally bound hereby, City of Ash Flat, Arkansas (the "Issuer") promises and agrees to pay to the Registered Owner as identified above, or its order or assigns, the Principal Amount as identified above, along with interest at the Interest Rate as identified above, in equal monthly installments of \$3,128.93 per month, with the first such monthly installment becoming due and payable on or before February 5, 2026 and with successive monthly installments of like amount being due on or before the first (1st) day of each month thereafter until the Principal Amount and all accrued but unpaid interest is paid in full. If not otherwise paid in full, the Principal Amount and all accrued but unpaid interest shall be paid in full on or before February 5, 2036. It is acknowledged that the monthly installments due and payable hereunder approximately amortize the Principal Amount at the Interest Rate over a one hundred and twenty (120) month period of time.

Principal of this Bond is payable to the Registered Owner in lawful money of the United States of America upon presentation when due at the principal corporate trust office of FNBC Bank (the "Trustee") in Ash Flat, Arkansas. Payment of each installment of interest shall be made to the person in whose name this Bond is registered on the registration books of the Issuer maintained by the Trustee on the fifteenth day of the month next preceding each installment payment date (the "Record Date") irrespective of any transfer or exchange of this Bond

subsequent to such Record Date and prior to such installment payment date. Such interest payments shall be by check of the Trustee mailed to such Registered Owner at the address appearing on such registration books.

This Bond is issued under the authority of the Constitution and laws of the State of Arkansas, including particularly the Act. This Bond is a special obligation only of the Issuer, and in no event shall it constitute an indebtedness for which the faith and credit of Issuer. It shall not be valid unless the Trustee shall have signed the Certificate of Authentication.

(SEE THE REVERSE SIDE FOR ADDITIONAL PROVISIONS WHICH HAVE THE SAME EFFECT AS IF FULLY SET FORTH IN THIS PLACE.)

IN WITNESS WHEREOF, the Issuer has caused this bond to be executed by the Mayor and Recorder/Treasurer of the City Council of City of Ash Flat, Arkansas, by their original or facsimile signatures and a facsimile of its corporate seal to be reproduced hereon.

CITY OF ASH FLAT, ARKANSAS

By:



Larry Fowler, Mayor

By:



Charlotte Goodwin,
Recorder/Treasurer

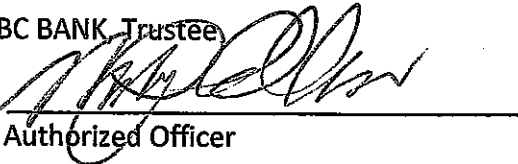
CERTIFICATE OF AUTHENTICATION

This bond is one of the bonds described in the within mentioned Ordinance and is one of the Wastewater Fee Revenue Bonds, Series 2025, dated December 8, 2025 of City of Ash Flat, Arkansas.

Date of Authentication: 12/22/2025

FNBC BANK, Trustee

By:



Authorized Officer

(Back of Bond)

CITY OF ASH FLAT, ARKANSAS
WASTEWATER FEE REVENUE BONDS
SERIES 2025

ADDITIONAL PROVISIONS

This bond is one of an issue of bonds of the Council designated "Wastewater Fee Revenue Bonds, Series 2025," dated December 8, 2025 (the "Bonds") in the aggregate principal amount of \$295,000.00. The Bonds are being issued (a) to fund costs associated with the construction of certain renovations to the Issuer's wastewater treatment and distribution facility; (b) to establish certain reserve funds and other accounts; and (c) to fund costs associated with the issuance of the Bonds.

The Bonds are being issued pursuant to and in full compliance with the Constitution and laws of the State of Arkansas and pursuant to a Ordinance of the Council (the "Authorizing Ordinance") and are all equally and ratably secured and entitled to the protection of a Ordinance, dated as of December 8, 2025 (the "Ordinance"), duly executed and delivered by the Issuer to the Trustee. The Ordinance is recorded in the Circuit Clerk and Ex-Officio Recorder's Office of Sharp County, Arkansas. Reference is hereby made to the Ordinance for the details of the nature and extent of the security and of the rights and obligations of the Issuer, payable from certain operating revenues of the Issuer.

Wastewater Fee Covenant. The Issuer hereby agrees that it will at all times fix, charge, maintain and collect and, if necessary, increase Wastewater Fees charged by the Issuer to residential and commercial customers in consideration for wastewater collection and treatment services rendered to said customers so as to (i) provide revenues in each fiscal year equal to not less than 110% of average annual net debt service requirements for all Outstanding Bonds, and (ii) provide revenues sufficient to make all deposits required to capitalize all funds and obligations created by the Ordinance.

Optional Redemption. The Bonds may not be prepaid prior to February 5, 2031. Thereafter, the Bonds may be redeemed, at the option of the Issuer, in whole or in part, in inverse order of maturities (less than all of the Bonds of a single maturity to be selected by lot by the Trustee in such manner as the Trustee may determine) from funds from any source, at any time, at a redemption price equal to the principal amount thereof, plus accrued interest to the redemption date. The Bonds are subject to redemption prior to maturity, at the option of the Issuer, in part, in inverse order of maturities (less than all of the Bonds of a single maturity to be selected by lot by the Trustee in such manner as the Trustee may determine) from excess funds generated internally by the Issuer on any installment payment date, at a redemption price equal to the principal amount thereof, plus accrued interest to the redemption date.

The Bonds are further subject to optional redemption upon the occurrence of a casualty

or condemnation event or upon a Determination of Taxability as set forth in the Ordinance.

If less than all the Bonds outstanding shall be called for redemption, the Trustee shall select the Bonds or portions of Bonds to be redeemed by lot, in such manner as the Trustee shall deem fair and equitable, from each maturity in proportion to the aggregate principal amount of the Bonds of each maturity then outstanding.

Notice of redemption identifying the Bonds or portions thereof to be redeemed shall be given by the Trustee, not less than thirty (30) nor more than sixty (60) days prior to the date fixed for redemption, by mailing a copy of the redemption notice by first class mail, postage prepaid, to all registered owners of Bonds to be redeemed. Failure to mail an appropriate notice or any such notice to one or more registered owners of Bonds to be redeemed shall not affect the validity of the proceedings for redemption of other Bonds as to which notice of redemption is duly given in proper and timely fashion. All such Bonds thus called for redemption shall cease to bear interest on and after the date fixed for redemption, provided funds for their redemption are on deposit with the Trustee at that time. The Trustee shall effect any selection of Bonds by lot, by any method chosen by the Trustee in its discretion.

The Bonds are issuable only in the form of registered bonds without coupons in denominations of \$5,000 or an integral multiple thereof. The Issuer and the Trustee may deem and treat the Registered Owner hereof as the absolute owner of this bond for the purpose of receiving payment of or on account of principal hereof and interest due hereon and for all other purposes, and shall not be affected by any notice to the contrary.

This bond is transferable, in whole or in part, only upon delivery to the Trustee of the bond, accompanied by a written instrument of transfer in substantially the form endorsed hereon, duly executed by the Registered Owner or his attorney-in-fact or legal representative. Upon such transfer, the Trustee shall enter the transfer of ownership in the registration books and shall authenticate and deliver in the name or names of the new registered owner or owners a new fully registered bond or bonds of authorized denominations of the same maturity and interest rate for the aggregate principal amount of the bond transferred at the earliest practicable time. There shall be no charge to the transferor or transferee for any transfer, except an amount or amounts sufficient to reimburse the Issuer and the Trustee for any tax, fee or other governmental charge required to be paid with respect to such transfer. If this bond or any portion thereof has been called for redemption prior to maturity, the Trustee shall not be required to make transfers of registration of the portion called for redemption within thirty (30) days prior to the redemption date.

IT IS HERETO CERTIFIED, RECITED AND DECLARED and the Issuer hereby covenants that it is duly and legally organized and existing under the Constitution and laws of the State of Arkansas, and 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 Issuer, does not exceed any constitutional or statutory limitation; and that

the revenues pledged by the Issuer to the payment of the principal of and interest on this bond as the same become due and payable, will be sufficient in amount for that purpose.

TRANSFER

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 guarantor acceptable to the Bond Registrar. No transfer will be issued in the name of the Transferee, unless the signature to this assignment corresponds with the name as it appears upon the face of the within Bond in every particular, without alteration or enlargement or any change whatever and the Social Security or Federal Employer Identification Number of the Transferee is supplied.

[FORM OF BOND ENDS]

Section 208. Delivery of Initial Bonds. The Trustee shall release and deliver the Initial Bonds when there have been filed with it the following:

- (a) A copy certified by the Recorder/Treasurer of the Issuer of the Authorizing Ordinance authorizing (1) the execution and delivery of the this Ordinance and (2) the issuance, sale, execution and delivery of the Initial Bonds;
- (b) An original executed counterpart of this Ordinance;
- (c) An opinion or opinions of Bond Counsel, addressed to the Issuer and the Trustee, to the effect that this Ordinance and the Bonds have each been validly authorized, are binding and enforceable against the Issuer, subject to bankruptcy and equitable principles, that the issuance of the Initial Bonds has been duly authorized and that interest on the Initial Bonds is not included in gross income for federal income tax purposes under the Code and is exempt from income taxation by the State of Arkansas; and

- (d) A request and authorization of the Issuer, signed by its Mayor, to the Trustee to authenticate and deliver the Initial Bonds to such person or persons named therein upon payment for the account of the Issuer of a specified sum plus accrued interest to the date of delivery.

Simultaneously with the delivery of the Initial Bonds, the Trustee shall apply, or arrange for the application of, the proceeds thereof in accordance with the delivery instructions of the Issuer, and dated the Issue Date.

Additional Bonds shall be delivered only upon compliance with Section 212 and the provisions of the supplemental indentures providing for their issuance.

Section 209. Registration of Transfer and Exchange of Bonds; Persons Treated as Bondholders. The Trustee shall act as initial bond registrar (the "Bond Registrar") and in such capacity shall maintain a bond register (the "Bond Register") for the registration and transfer of Bonds. Subject to Section 212, upon surrender of any Bonds at the Office of the Trustee, together with an assignment duly executed by the current Bondholder of such Bonds or such Bondholder's duly authorized attorney or legal representative in such form as shall be satisfactory to the Trustee, such Bonds may, at the option of the Bondholder, be exchanged for an equal aggregate principal amount of Bonds of the same Series and maturity, of Authorized Denominations and bearing interest at the same rate and in the same form as the Bonds surrendered for exchange, registered in the name or names requested by the assignee of the then Bondholder; provided the Trustee is not required to exchange or register the transfer of Bonds after the giving of notice calling such Bond for redemption, in whole or in part. The Issuer shall execute and the Trustee shall authenticate any Bonds whose execution and authentication is necessary to provide for exchange of Bonds pursuant to this Section and the Issuer may rely on a representation from the Trustee that such execution is required.

Upon the transfer of any Bond, the Issuer shall issue in the name of the transferee, in authorized denominations, a new Bond or Bonds, of the same maturity, in the same aggregate principal amount and of the same series as the surrendered Bond.

The Issuer and the Trustee may deem and treat the registered owner of any Bond as the absolute owner, whether such Bond shall be overdue or not, for the purpose of receiving payment of, or on account of, the principal of and interest on, such Bond and for all purposes, and neither the Issuer nor the Trustee shall be affected by any notice to the contrary. All such payments so made to any such registered owner shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

There shall be no charge to the transferor or transferee for any transfer, except an amount or amounts sufficient to reimburse the Issuer and the Trustee for any tax, fee or other governmental charge required to be paid with respect to such transfer. Neither the Issuer nor the Trustee shall be required to make transfers of registration with respect to any Bond or portion

thereof called for redemption prior to maturity within thirty (30) days prior to its redemption date.

Section 210. Cancellation. All Bonds which are paid, either at maturity or upon redemption prior to maturity, shall be canceled and, at the option of the Trustee, either (i) cremated, shredded or otherwise disposed of, or (ii) returned to the Issuer.

Section 211. Payment of Principal and Interest. Principal of and interest on the Bonds and the Bonds of subsequent Series issued hereunder shall be payable at the place, on the dates and in the manner provided herein or in the Bonds of the particular Series.

Section 212. Additional Bonds. (a) So long as any of the Bonds are outstanding the Issuer shall not issue or attempt to issue any Bonds that are claimed or entitled to possess a priority of lien on the revenues pledged hereunder that is senior in right and/or priority to the liens securing the Bonds. The Issuer shall not authorize or issue any such Additional Bonds ranking on a parity with the Bonds unless and until the following conditions have been satisfied:

- (1) The Issuer, as evidenced by a certificate from the Mayor and Recorder/Treasurer of the Issuer, is not in default as to any covenant, condition or obligation prescribed by the Ordinance or any agreement or instrument in connection with any Additional Bonds, and no such default will result from the incurrence of such Additional Bonds.
- (2) Each of the funds created for the payment and security of the Bonds under the Ordinance and each of the funds required to be maintained hereunder contains the amount then required to be on deposit therein.
- (3) The Issuer shall have obtained from the Accountant a certificate showing that Wastewater Fees for the Fiscal Year next preceding the date of issuance of the Additional Bonds are equal to at least 110% the average annual debt service (calculated on a fiscal year basis) for all Outstanding Bonds and Additional Bonds after the issuance of the proposed Additional Bonds in making the computation set forth above.
- (4) The Issuer shall have obtained, from a Bond Counsel, an opinion to the effect that:
 - (A) the conditions set forth in this Ordinance for the incurrence of the proposed Additional Bonds have been satisfied; and
 - (B) the incurrence of the proposed Additional Bonds will not affect the exemption from federal income taxation of the interest on any then outstanding Bonds.

- (5) Any lien of any kind or nature whatsoever granted as to any additional property, whether or personal, purchased with any Additional Bonds shall not be superior but rather be on parity with all liens created pursuant to the Loan Agreement and Ordinance and all other Additional Bonds.

The Issuer may issue Additional Bonds for refunding all or any part of the Bonds then Outstanding if the requirements in subsection (a) of this section (except paragraph (a)(4) thereof) are met; except that paragraph (a)(3) shall not be applicable to the issuance of such refunding Additional Bonds if the Issuer shall have obtained a certificate from the Issuer's Accountant to the effect that debt service in each Fiscal Year after the refunding of all or any part of the Outstanding Bonds will be less than the debt service scheduled thereon for such Fiscal Year or prior to the proposed refunding.

The Issuer may issue Additional Bonds that are junior in priority and security to the Bonds at any time.

ARTICLE III REDEMPTION OF BONDS BEFORE MATURITY

Section 301. Redemption Dates and Prices. The Issuer may not call the Initial Bonds for redemption except as provided in this Article III. The Issuer may not call Additional Bonds for redemption except as provided in the supplemental indenture providing for their issuance.

Section 302. Optional Redemption. The Bonds may not be prepaid prior to February 5, 2031. Thereafter, the Bonds may be redeemed, at the option of the Issuer, in whole or in part, in inverse order of maturities (less than all of the Bonds of a single maturity to be selected by lot by the Trustee in such manner as the Trustee may determine) from funds from any source, at any time, at a redemption price equal to the principal amount thereof, plus accrued interest to the redemption date. The Bonds are subject to redemption prior to maturity, at the option of the Issuer, in part, in inverse order of maturities (less than all of the Bonds of a single maturity to be selected by lot by the Trustee in such manner as the Trustee may determine) from excess funds generated internally by the Issuer on any installment payment date, at a redemption price equal to the principal amount thereof, plus accrued interest to the redemption date.

The Bonds are further subject to optional redemption upon the occurrence of a casualty or condemnation event or upon the occurrence of a Determination of Taxability, as more fully discussed herein.

As used herein, Determination of Taxability shall mean (i) the issuance of a statutory notice of deficiency (or its equivalent) by the Internal Revenue Service, which has not been either revoked, rescinded or overruled by a final judgment of a Federal court within a period of thirty-six (36) months from the date a holder or former holder of the Bonds notifies the Issuer of such issuance, in either case to the effect that interest on such Bonds previously paid, accrued or to accrue in the future is includable in the gross income for Federal income tax purposes of any

holder or former holder of the Bonds, (ii) a final, non-appealable determination by any court of competent jurisdiction that any event shall have occurred thereby resulting in any interest on the Bonds being includable for federal income tax purposes in the gross income of any registered owner or former registered owner of the Bonds, or (iii) the receipt by the Issuer of an opinion of nationally recognized bond counsel to the effect that it can no longer issue its opinion that the interest on the Bonds will be exempt from Federal income taxes.

Section 303. Selection of Initial Bonds to be Redeemed; Notice of Redemption. In the event less than all of the Bonds of a particular maturity shall be redeemed, the Trustee shall select by lot the particular Bonds to be redeemed. If the Issuer makes no decision with respect to the redemption of Bonds of a particular maturity or maturities, then the Bonds shall be redeemed proportionately among all of the outstanding maturities in such manner as the Trustee shall deem fair. For the purpose of selecting Bonds for redemption, such Bonds shall be deemed to be composed of \$5,000 portions and such portions may be separately redeemed.

Notice of redemption identifying the Bonds or portions thereof to be redeemed shall be given by the Trustee, not less than thirty (30) nor more than sixty (60) days prior to the date fixed for redemption, by mailing a copy of the redemption notice by first class mail, postage prepaid, to all registered owners of Bonds to be redeemed. Failure to mail an appropriate notice or any such notice to one or more registered owners of Bonds to be redeemed shall not affect the validity of the proceedings for redemption of other Bonds as to which notice of redemption is duly given and in proper and timely fashion. All such Bonds thus called for redemption shall cease to bear interest on and after the date fixed for redemption, provided funds for their redemption are on deposit with the Trustee at that time.

ARTICLE IV GENERAL COVENANTS OF THE ISSUER

Section 401. Payment of Principal and Interest. The Issuer covenants that it will promptly pay the principal of and interest on every Bond issued under this Ordinance at the place, on the dates and in the manner provided herein and in the Bonds, according to the true intent and meaning thereof; PROVIDED, HOWEVER, that the Issuer has received previously Net Revenues in amounts sufficient to fund such payments, it being understood that the Issuer shall have no direct financial obligation for the payment of principal of and interest on the Bonds hereunder other than the obligation to pass-through the collection of such revenues.

Section 402. Performance of Covenants. The Issuer covenants that it will faithfully perform at all times any and all covenants, undertakings, stipulations and provisions contained in this Ordinance, in any and every Bond executed, authenticated and delivered under this Ordinance and in all resolutions pertaining thereto. The Issuer covenants that it is duly authorized under the Constitution and laws of the State of Arkansas, including particularly and without limitation the Act, to issue all Bonds authorized hereby and to execute and deliver this Ordinance; that all action on its part for the issuance of the Bonds and the execution and delivery of this Ordinance has been duly and effectively taken; and that the Bonds in the hands of the

holders thereof are and will be valid and enforceable obligations of the Issuer according to the import thereof, it being understood that the obligation to pay the principal of and interest on the Bonds is not a direct financial obligation of the Issuer.

Section 403. Recording and Filing. The Issuer covenants that it will cause this Ordinance, and all indentures supplemental thereto, to be kept recorded and filed in such manner and in such places as may be required by law in order to fully preserve and protect the security of the holders of the Bonds and the rights of the Trustee hereunder, and that the Issuer will file or cause to be filed such further instruments and statements, if any, as may be necessary to fully preserve and protect the security of the holders of the Bonds and the rights of the Trustee hereunder.

Section 404. Books and Records. The Issuer covenants that so long as any Bonds issued under and secured by this Ordinance shall be outstanding and unpaid, the Issuer will keep, or cause to be kept, proper books of record and account, in which full, true and correct entries will be made of all dealings or transactions of and in relation to the Trust Estate.

Section 405. Disposition and Encumbrance of Trust Estate. The Issuer covenants that it will not sell or otherwise dispose of any of the Trust Estate and that it will not encumber the same or any part hereof, or its interest therein or create or permit to be created any charge or lien on its revenues and income except as may be expressly authorized in this Ordinance. The Issuer shall deliver to the Trustee such security agreements, financing statements or other writings as are necessary to create and perfect liens in favor of the Trustee for the benefit of the holders of the Bonds. Notwithstanding the foregoing, the Issuer may sell or otherwise dispose of components of the Trust Estate that no longer possess a useful operating purpose or that otherwise require disposition in accordance with routine operations.

Section 406. No Arbitrage. The Issuer covenants that it will not take any action, or fail to take any action, if any such action or failure to take action would adversely affect the exclusion from gross income of the interest on the Bonds under Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"). The Issuer will not directly or indirectly use or permit the use of any proceeds of the Bonds or any other funds of the Issuer, or take or omit to take any action that would cause the Bonds to be "arbitrage bonds" within the meaning of Section 148(a) of the Code. To that end, the Issuer will comply with all requirements of Section 148 of the Code to the extent applicable to the Bonds. In the event that at any time the Issuer is of the opinion that for purposes of this Section it is necessary to restrict or limit the yield on the investment of any monies held by the Trustee under this Ordinance, the Issuer shall so instruct the Trustee in writing, and the Trustee shall take such reasonable action as directed in such instructions.

Section 407. Private Business Use Limitation. The Issuer shall assure that (i) not in excess of ten percent (10%) of the proceeds of the Bonds is used for a "Private Business Use" (as such term is defined in the Code); and (ii) in the event that in excess of five percent (5%) of the proceeds of the Bonds is used for a Private Business Use, then said excess over said five percent (5%) of the proceeds of the Bonds used for a Private Business Use shall be used for a Private Business Use related to the governmental use of the Issuer.

Section 408. Private Loan Limitation. The Issuer shall assure that not in excess of five percent (5%) of the proceeds of the Bonds is used, directly or indirectly, to make or finance a loan to persons other than state or local government units.

Section 409. Federal Guarantee Prohibition. The Issuer shall not take any action or permit or suffer any action to be taken if the result of the same would be to cause the Bonds to be "federally guaranteed" within the meaning of Section 149(b) of the Code and regulations promulgated thereunder.

Section 410. Information Reporting. The Mayor of the Issuer shall, not later than the 15th day of the second calendar month after the close of the calendar quarter in which the Bonds are issued, submit to the Department of the Treasury a statement concerning the Bonds that will satisfy the requirements of paragraph (2) of Section 149(e) of the Code and applicable regulations.

Section 411. Rate Covenant. The Issuer hereby agrees that it will at all times fix, charge, maintain and collect and, if necessary, increase Wastewater Fees charged by the Issuer to residential and commercial customers in consideration for wastewater collection and treatment services rendered to said customers so as to (i) provide revenues in each fiscal year equal to not less than 110% of average annual net debt service requirements for all Outstanding Bonds, and (ii) provide revenues sufficient to make all deposits required to capitalize all funds and obligations created by the Ordinance. The Issuer agrees that those Wastewater Fees that are identified on **EXHIBIT B**, attached hereto, have been lawfully adopted and are current and in effect. The Issuer will continually monitor the revenues derived from the operation of the Issuer's wastewater collection and treatment facilities including, specifically, all rates charged for wastewater services and the collection of delinquent billings so as to fulfill the rate covenant mandate set forth above.

Section 412. RESERVED

Section 413. Taxes and Governmental and Utility Charges. Issuer will pay or cause to be paid, so long as Bonds are Outstanding, as the same become due, all taxes and governmental charges of any kind whatsoever that are lawfully assessed against the Issuer or any of its real or personal property.

Issuer may, at Issuer's expense and in Issuer's name, in good faith contest any such taxes, assessments, and other charges, and, in the event of any such contest, may permit the taxes, assessments, or other charges so contested to remain unpaid during the period of such contest and any appeal therefrom unless Trustee shall notify Issuer that, in the reasonable opinion of its counsel, by nonpayment of any such terms the security afforded the Bonds pursuant to this Ordinance will be materially endangered or the property or any essential part thereof will be subject to loss or forfeiture, in which event such taxes, assessments, or charges shall be paid forthwith. In the event that Issuer shall fail to pay any of the foregoing items required by this

Section to be paid by Issuer, Trustee may (but shall be under no obligation to) pay the same, and any amounts so advanced therefor by Trustee shall become an additional obligation of Issuer to the party making the advancement, which amounts, together with interest thereon at the rate specified in the note for overdue payments, Issuer agrees to pay.

Section 414. Casualty and Other Insurance. (a) Issuer agrees that, while the Bonds are Outstanding, Issuer will insure or cause to be insured all of its assets in accordance with its past practices.

(b) Any insurance policy issued pursuant to the preceding paragraph of this Section shall be so written or endorsed as to make losses, if any, payable to Trustee and Issuer as their interests may appear. The Net Proceeds of the insurance required in this Section shall be applied as provided hereunder. Each insurance policy required hereunder shall contain a provision to the effect that the insurance company shall not cancel the policy or modify it materially and adversely to the interest of Trustee or Issuer without first giving written notice thereof to Issuer and Trustee at least ten (10) days in advance of such cancellation. All insurance policies issued pursuant hereto, or certificates evidencing such policies, shall be deposited with Trustee.

Section 415. Public Liability Insurance. Issuer agrees to carry public liability insurance in accordance with its past business practices.

Section 416. Workers' Compensation Coverage. While the Bonds are Outstanding, the Issuer shall maintain workers' compensation coverage or cause the same to be maintained to the extent required by law, and if allowed by law, Issuer may self-insure its obligation hereunder.

Section 417. Damage, Destruction and Condemnation. Should any property owned by Issuer be damaged, destroyed or condemned, the Issuer shall seek the consent of the Trustee prior to distributing any insurance proceeds to third parties in excess of \$250,000, which consent shall not be unreasonably withheld.

ARTICLE V CREATION OF FUNDS

Section 501. Creation of Funds. The following funds are hereby created and the proceeds of the Bonds and all revenues generated by the Trust Estate are to be deposited by the Trustee in the Funds described herein and held in trust for the purposes set forth herein:

- (a) Bond Fund.
- (b) Rebate Fund.
- (c) Insurance Proceeds or Condemnation Award Fund.
- (d) Construction Fund.

Section 502. [Reserved]

Section 503. Bond Fund. (a) The Issuer hereby directs the Trustee to create a special fund to be designated "City of Ash Flat, Arkansas Bond Fund" for the purpose of paying debt service on all Bonds that may be issued under this Ordinance. Except for the depositing into the Bond Fund of accrued interest, the Bond Fund shall not otherwise be capitalized from Initial Bond proceeds, but shall have deposited thereto by the Issuer those reoccurring funds in accordance with that procedure set forth in Section 602, below. The Bond Fund shall be maintained by the Trustee, and the Issuer grants a security interest in the Bond Fund to and in favor of the Trustee.

(b) Should the monies in the Bond Fund be and remain sufficient to pay the principal of and interest on all outstanding Bonds issued under this Ordinance, and the Trustee's fees, there shall be no obligation to make any further payments into the Bond Fund.

(c) The monies in the Bond Fund shall be used solely for the payment of the principal of and interest on the Bonds and the Trustee's and Paying Agent's fees and for no other purpose except as specifically authorized herein.

(d) The Issuer hereby authorizes and directs the Trustee to withdraw sufficient monies from the Bond Fund to pay the principal of and interest on Bonds as the same become due and payable and the Trustee's and Paying Agent's fees, and to use the same to pay the principal and interest and the fees of the Trustee and of the Paying Agent as the same become due and payable. In addition, the Issuer hereby authorizes and directs the Trustee to withdraw sufficient monies from the Bond Fund and use the same to redeem Bonds that have been called for redemption by the Issuer prior to maturity as provided in this Ordinance and to pay Paying Agent's fees in connection therewith. By the execution of this Ordinance, the Trustee accepts the obligations and directions herein contained.

Section 504. Rebate Fund. (a) **Creation.** There is hereby created by the Issuer if and when needed and ordered established with the Trustee a trust fund to be designated by the Trustee and which is herein referred to as the Rebate Fund.

The Rebate Fund shall be held in trust by the Trustee and, subject to paragraph (c) of this Section, shall be held for the benefit of the United States of America. The Rebate Fund shall not be held for the benefit of the Bondholders or the Trustee. The Trustee shall have no lien on or security interest in the Rebate Fund with respect to the payment of any fees, charges or expenses due to the Trustee under this Ordinance.

(b) **Determination and Payment of Rebate.** The Issuer acknowledges that the exclusion of the interest paid on the Bonds from gross income for purposes of federal income taxation is dependent upon continued compliance with the provisions of Section 148 of the Internal Revenue Code of 1986 (the "Code"). The Issuer shall, unless and until the Issuer delivers to the Trustee a written opinion of counsel as described in paragraph (c) of this Section, make the determinations and take the actions required by this and make such further or different determinations and take such further or different actions as are necessary, in the opinion of counsel to the Issuer, to comply with the requirements of 148(f) of the Code and the regulations

pertaining thereto. The Issuer shall rebate to the United States, not later than sixty (60) days after the end of the five-year period beginning as of the date of this instrument, and not later than sixty (60) days after the end of each five-year period thereafter, an amount which ensures that at least ninety percent (90%) of the Rebate Amount (as hereinafter defined) at the time of such payment will have been paid to the United States, and, within sixty (60) days after the payment or redemption of all principal of the Bonds, an amount sufficient to pay the remaining unpaid balance of the Rebate Amount, all in the manner and as required by 148 of the Code and the regulations pertaining thereto. As used herein, "Rebate Amount" means the amount described in 148(f)(2) of the Code, computed in accordance with the provisions of 148(f)(2) and the regulations pertaining thereto now or hereafter promulgated, including, until superseded, supplemented or amended by Treasury Regulations, Sections 1.148-0 through 1.148-11, as applicable.

The Issuer shall determine the Rebate Amount as of the close of each five-year period and upon payment or redemption of all principal of the Bonds. To assist it in making the determination, the Issuer shall employ a firm of certified public accountants, a law firm or other specialist in the calculation of arbitrage rebate (the "Rebate Analyst"). A "Rebate Report," stating the Rebate Amount and containing appropriate supporting documentation required to verify calculations of the Rebate Amount, shall be furnished by the Issuer to the Trustee within thirty (30) days after the close of each five-year period and within thirty (30) days after payment or redemption of all principal of the Bonds. The Trustee shall be under no obligation to verify the calculations required in this section made by or on behalf of the Issuer. The Issuer and the Trustee shall retain copies of each Rebate Report until six years after final payment or redemption of all principal of the Bonds. Upon receipt of a Rebate Report, the Issuer shall pay to the Trustee, for deposit into the Rebate Fund, the Rebate Amount so determined.

The Trustee shall separately account for the earnings from the investment of monies in the Rebate Fund, and such earnings shall become a part of the Rebate Amount.

Monies in the Rebate Fund shall be paid by the Issuer to the United States at such times and in such amounts as are necessary to comply with the provisions of 148(f) of the Code and the regulations issued thereunder. Upon receipt by the Trustee of a written request of the Issuer certifying that certain amounts in the Rebate Fund are not subject to rebate and an opinion of Bond Counsel (hereinafter defined) to the effect that failure to rebate such amounts will not cause interest on the Bonds to become includable in gross income of the Bondholders for federal income tax purposes under existing laws, regulations, rulings and decisions, the Trustee shall transfer any such amounts to the credit of the Bond Fund. Except as provided in the previous sentence, monies in the Rebate Fund shall be applied solely to meet the Issuer's rebate obligations. The term "Bond Counsel" means a law firm of nationally recognized standing in the field of tax-exempt municipal securities selected by the Issuer and acceptable to the Trustee.

The Issuer shall certify to the Trustee at least annually from the date of delivery of the Bonds that (i) all requirements of this have been met on a continuing basis, (ii) adequate procedures have been established and are being complied with to ensure continuing compliance

with the requirements of this Section, (iii) if applicable, the proper amounts have been deposited into the Rebate Fund, and (iv) if applicable, timely payments of all amounts due and owing to the United States Treasury from the Rebate Fund have been made.

The provisions of this Section shall remain in full force and effect notwithstanding the defeasance of the Bonds.

(c) Exemption from Rebate. Notwithstanding the foregoing, in the event the Trustee is furnished with a written opinion of Bond Counsel (as defined in paragraph (b) above), to the effect that it is not necessary under existing laws, regulations, rulings and decisions to pay any portion of earnings on investments held under this Ordinance or otherwise to the United States in order to assure the exclusion from gross income for federal income tax purposes of interest on the Bonds, the requirements set forth in the preceding portions of this Section (with respect to the portion of such earnings specified in such opinion) need not be complied with and shall no longer be effective, and all amounts at the time on deposit in the Rebate Fund (to the extent covered by such opinion) shall be transferred as specified in such opinion.

Section 504.1. Construction Fund. The Issuer hereby directs the Trustee to create a special fund to be designated as the "City of Ash Flat, Arkansas Construction Fund". The Construction Fund shall be capitalized with Initial Bond proceeds in the amount of \$295,000. The Issuer shall deposit into the Construction Fund any cost overruns associated with the construction of said improvements. At Closing, the Trustee shall pay from the Construction Fund all costs and expenses associated with the issuance of the Bonds. Said costs and expenses will be evidenced by payment instructions that are executed by the Issuer. All funds remaining in the Construction Fund thereafter shall be used by the Issuer to fund those wastewater treatment and distribution renovations that the Issuer is purchasing. The Construction Fund is temporary in nature and will be closed upon the payment of those sums referenced herein. The Construction Fund shall be maintained by the Trustee, and the Issuer grants a security interest in the Construction Fund to and in favor of the Trustee. The interest earned on such Construction Fund shall be deposited into the Bond Fund. The Construction Fund shall be maintained by the Trustee, and the Issuer grants a security interest in the Construction Fund to and in favor of the Trustee.

Section 505. Insurance Proceeds or Condemnation Award Fund. The Issuer hereby directs the Trustee to create a special fund to be designated "City of Ash Flat, Arkansas Insurance Proceeds or Condemnation Award Fund" for the purpose of holding any Net Proceeds that may be payable to the Issuer as a result of any action described in Section 417. The Insurance Proceeds or Condemnation Award Fund shall not be capitalized with the proceeds from the issuance of the Bonds. The Trustee shall deposit funds into and disburse funds from the Insurance Proceeds or Condemnation Award Fund in accordance with Section 417. The Insurance Proceeds or Condemnation Award Fund shall be maintained by the Trustee, and the Issuer grants a security interest in the Insurance Proceeds or Condemnation Award Fund to and in favor of the Trustee.

Section 506. Depositories of Funds. All Funds shall be established and maintained in and with the Trustee.

All monies in any of the above funds in excess of the amount insured by the Federal Deposit Insurance Corporation shall be secured by perfected pledges of Government Securities or invested as herein authorized.

Section 507. Nonpresentment of Bonds. In the event any Bonds shall not be presented for payment when the principal thereof becomes due, either at maturity or otherwise, or at date fixed for redemption thereof, if there shall have been deposited with the Trustee for the purpose, or left in trust if previously so deposited, funds sufficient to pay the principal thereof, premium, if any, together with all interest unpaid and due thereon, to the date of maturity thereof, or to the date fixed for redemption thereof, as the case may be, for the benefit of the holder thereof, all liability of the Issuer to the holder thereof for the payment of the principal thereof, premium, if any, and interest thereon shall forthwith cease, determine and be completely discharged, and thereupon it shall be the duty of the Trustee to hold such fund or funds, without liability for interest thereon, for the benefit of the holder of the Bond, who shall thereafter be restricted exclusively to such fund or funds, for any claim of whatever nature on his part under this Ordinance or on, or with respect to, said Bond. Any monies deposited with the Trustee in accordance with the terms and covenants of this instrument in order to redeem or pay the Bonds in accordance with provisions hereof, and remaining unclaimed by the owners of the Bonds after the date fixed for redemption or maturity, shall be escheated to the appropriate state in accordance with a particular state's escheatment laws and thereafter the owners of the Bonds shall be entitled to look only to the state to whom such funds were escheated for payment thereof.

Section 508. Revenues to Be Held for All Bondholders, With Certain Exceptions. Until applied as herein provided and except where monies have been deposited with or paid to the Trustee pursuant to an instrument restricting the application of such monies to particular Bonds, the monies and investments held in all Funds (other than amounts required to be on deposit in the Rebate Fund) established hereunder and the proceeds of any remedies exercised under Article IX hereof shall be held in trust pursuant to the terms of this Ordinance for the equal and proportionate benefit of the holders of all Outstanding Bonds, except that on and after the date on which the interest or redemption premium on or principal of any particular Bond or Bonds is due and payable from the Funds or, with respect to which a call for redemption has been given and funds for such redemption have been deposited with the Trustee, the unexpended balance of the amount deposited or reserved in the Bond Fund for the making of such payments shall, to the extent necessary therefor, be held solely for the benefit of the Bondholder or Bondholders entitled thereto.

Section 509. Additional Funds and Accounts. In addition to the funds and accounts specifically authorized under this Article, the Trustee shall have the authority to create and maintain such other funds and accounts as it may deem necessary for proper administration hereunder.

ARTICLE VI
CUSTODY AND APPLICATION OF PROCEEDS OF BONDS;
ISSUER'S OBLIGATION TO FUND INSTALLMENT PAYMENTS

Section 601. Proceeds of Bonds. The proceeds of the sale of the Bonds shall be deposited into the Refunding Fund and/or Construction Fund for further disbursement in accordance with the provisions of those Delivery Instructions of even date herewith that have been executed by the Issuer.

Section 602. Application of Wastewater Fees to Payment of Bonds. All Wastewater Fees shall be applied as follows:

- (a) In payment of the recurring monthly installments due hereunder, which such payments shall be deposited in the Bond Fund on or before the 25th day of each month.
- (b) There shall be paid or provision made for payment of the principal of and interest on any outstanding Parity Indebtedness when due and as applicable.
- (c) There shall be paid or provision made for payment of amounts necessary to satisfy reserve requirements for outstanding Parity Indebtedness.
- (d) Payment or provision for payment of indebtedness which is both superior and subordinate to the security in favor of the Bonds.
- (e) The balance for payment for any lawful purpose.

Section 603. Application of Monies. Available monies in the Bond Fund shall be applied by the Trustee as follows:

- (a) Unless the principal of all the Bonds shall have become or shall have been declared due and payable, all such monies shall be applied:

First: to the Trustee and the Paying Agent for amounts due for outstanding fees and expenses, including fees and expenses of agents and counsel;

Second: to the payment of those recurring monthly installment payments due hereunder;

Third: to the payment of the interest on and the principal of the Bonds, and to the redemption of Bonds, all in accordance with the provisions of Article V of this Ordinance, thereafter, to be ratably shared among the holders of the Bond in accordance with their prorated interests thereto.

Whenever monies are to be applied by the Trustee pursuant to the provisions of this Section, such monies shall be applied by it at such times, and from time to time, as it shall determine, having due regard to the amount of such monies available for application and the likelihood of additional monies becoming available for such application in the future. Whenever the Trustee shall apply such funds, it shall fix the date (which shall be an interest payment date unless it shall deem another date more suitable) upon which such application is to be made and upon such date interest on the amount of principal to be paid on such dates shall cease to accrue. The Trustee shall have such notice as it may deem appropriate of the deposit with it of any such monies and of the fixing of any such date, and shall not be required to make payment to the holder of any bond until such bond shall be presented to the Trustee for appropriate endorsement or for cancellation if fully paid.

ARTICLE VII INVESTMENTS

Section 701. Deposits and Security Therefor. All monies received by the Trustee under this Ordinance for deposit in any Fund established hereunder shall be considered trust funds. All monies on deposit with the Trustee shall, to the extent not insured, be invested in Permitted Investments and secured in the manner required or permitted by State or other applicable law. Subject to the foregoing requirements as to security, if at any time the commercial department of the Trustee is unwilling to accept such deposits or unable to secure them as provided above, the Trustee, without obviating any duty created under this Ordinance, may deposit such monies with any other depository which is authorized to receive and secure them as aforesaid and the deposits of which are insured by the Federal Deposit Insurance Corporation. All security for deposits shall be perfected in such manner as may be required or permitted under applicable law in order to grant to the Trustee a perfected lien on or security interest in such security.

Section 702. Investment or Deposit of Funds. Monies on deposit in the Funds established pursuant to Article V shall be invested and reinvested by the Trustee, or on behalf of the Trustee as provided in Section 701, as follows:

- (a) All monies on deposit in Funds shall be invested in Permitted Investments which shall mature, or be subject to repurchase, withdrawal without penalty or redemption at the option of the holder on or before the dates on which the amounts invested are reasonably expected to be needed for the purposes hereof.
- (b) All purchases or sales of Permitted Investments shall be made at the direction of the Issuer (given in writing or orally, confirmed in writing), or in the absence of such direction, by the Trustee in certain specified Permitted Investments payable on demand.
- (c) Any securities or investments held by the Trustee may be transferred by the Trustee, if required in writing by the Issuer, from any of the Funds or accounts

mentioned in Article V to any other Fund or account mentioned in Article V at the then current market value thereof without having to be sold and purchased or repurchased; provided, however, that after any such transfer or transfers, the investments in each such Fund or account shall be in accordance with the provisions as stated in this Ordinance; and whenever any other transfer or payment is required to be made from any particular Fund, such transfer or payment shall be made from such combination of maturing principal, redemption premiums, liquidation proceeds and withdrawals of principal as the Trustee deems appropriate for such purpose.

- (d) Neither the Issuer nor the Trustee shall be accountable for any depreciation in the value of Permitted Investments or for any losses incurred upon any authorized disposition thereof.
- (e) Subject to the foregoing, the Trustee is expressly authorized to invest monies in two or more Funds in a single eligible investment, provided that a portion of the eligible investment allocable to each such Fund, and all payments received with respect to such allocable portion, shall be applied in accordance with the applicable provisions governing such Fund hereunder.
- (f) Earnings from investment shall be credited to and deposited in the Bond Fund.

Section 703. Valuation of Funds. The Trustee shall determine the market value of the assets in each of the Funds established hereunder as required under the applicable provisions of the Code. As soon as practicable after each valuation date, the Trustee shall furnish to the Issuer a report of the status of each Fund as of such date. The Trustee shall also advise the Issuer at such time of the amount then available in the Bond Fund as a credit against the Issuer's obligation to make any payments pursuant to Section 505 to the Bond Fund prior to June 1 of each year. In computing the value of assets in any Fund, investments shall be valued at the fair market value thereof and shall include accrued but unpaid interest on each investment, and all investments (valued as aforesaid) and accrued interest thereon shall be deemed a part of such Funds. All Permitted Investments that mature within six (6) months of any valuation date or are payable on demand shall be valued at par plus any accrued and unpaid interest. Upon the request of the Issuer, the Trustee shall also provide the Issuer with monthly or other periodic statements showing amounts deposited into and withdrawn from each Fund, the investments made with amounts in each Fund and the investment income received from such investments.

ARTICLE VIII DISCHARGE OF LIEN

Section 801. Discharge of Lien. If the Issuer shall pay or cause to be paid to the holders and owners of the Bonds the principal, premiums, if any, and interest to become due thereon at the times and in the manner stipulated therein, and if the Issuer shall keep, perform and observe all the covenants and promises in the Bonds and in this Ordinance expressed as to be kept,

performed and observed by it on its part, then these presents and the estate and rights hereby granted shall cease, determine and be void, and thereupon the Trustee shall cancel and discharge the lien of this Ordinance, and execute and deliver to the Issuer such instruments in writing as shall be requisite to satisfy the lien hereof, and reconvey to the Issuer the security interests hereby conveyed, and assign and deliver to the Issuer any property at the time subject to the lien of this Ordinance which may then be in its possession, except cash held by it for the payment of the principal of, premiums, if any, and interest on the Bonds.

Bonds shall be deemed to have been paid for purposes of this Ordinance if there has been deposited with the Trustee in trust either (a) monies in an amount, or Government Securities the principal of and interest on which will, together with any monies held by the Trustee at the same time and available for such purpose pursuant to this Ordinance, without further investment or reinvestment of either the principal amounts thereof or the interest earnings thereon, provide amounts which will be sufficient to pay when due the principal, interest, and premium, if any, to become due and payable on or prior to the respective redemption dates or maturity dates of such Bonds, and (b) in case any of such Bonds are to be redeemed on any date prior to their maturity, notice of such redemption shall have been duly given or arrangements satisfactory to the Trustee shall have been made for the giving of such notice.

The Issuer may at any time surrender to the Trustee for cancellation by it any Bonds previously authenticated and delivered hereunder, which the Issuer may have acquired in any manner whatsoever, and such Bonds, upon such surrender and cancellation, shall be deemed to be paid and retired.

ARTICLE IX
DEFAULT PROVISIONS AND REMEDIES
OF TRUSTEE AND BONDHOLDERS

Section 901. Events of Default. If any of the following events occur, it is hereby defined and declared to be and to constitute an "Event of Default":

- (a) Default in the due and punctual payment of any interest on any Bond;
- (b) Default in the due and punctual payment of any monies required to be paid to the Trustee under provisions of Article V;
- (c) Default in the due and punctual payment of the principal of any Bond, whether at the stated maturity thereof, or upon proceedings for redemption thereof, or upon the maturity thereof by declaration;
- (d) Default in the performance or observance of any other of the covenants, agreements or conditions on the Issuer's part contained in this Ordinance, in the Bonds, and the continuance thereof for a period of sixty (60) days after the delivery by the Trustee to the Issuer of written notice of such default or by the

holders of not less than ten percent (10%) in aggregate principal amount of Bonds outstanding hereunder.

The term "default" shall mean default by the Issuer in the performance or observance of any of the covenants, agreements or conditions on its part contained in this Ordinance, in the Bonds, exclusive of any period of grace required to constitute a default or an Event of Default as hereinabove provided.

Section 902. Acceleration. Upon the occurrence of an Event of Default, the Trustee may, and upon the written request of the holders of twenty-five percent (25%) in aggregate principal amount of Bonds outstanding under this Ordinance (regardless of series) shall, by notice in writing delivered to the Issuer, declare the principal of all Bonds hereby secured and then outstanding under this Ordinance and the interest accrued thereon immediately due and payable, and such principal and interest shall thereupon become and be immediately due and payable.

Section 903. Remedies. Upon the occurrence of an Event of Default the Trustee may, as an alternative, proceed either after entry or without entry, to pursue any available remedy by suit at law or equity to enforce the payment of the principal of and interest on the Bonds then outstanding hereunder, including, without limitation, mandamus against the Issuer, or any other governmental or non-governmental entity.

If an Event of Default shall have occurred, and if it shall have been requested so to do by the holders of twenty-five percent (25%) in aggregate principal amount of Bonds outstanding hereunder and shall have been indemnified as provided in Section 1001 hereof, the Trustee shall be obliged to exercise such one or more of the rights and powers conferred upon it by this Section as such Bondholders shall request.

No remedy by the terms of this Ordinance conferred upon or reserved to the Trustee (or to the Bondholders) is intended to be exclusive of any other remedy, but each and every such remedy shall be cumulative and shall be in addition to any other remedy given hereunder or now or hereafter existing at law or in equity or by statute.

No delay or omission to exercise any right or power accruing upon any default or Event of Default shall impair any such right or power or shall be construed to be a waiver of any such default or Event of Default or acquiescence therein; and every such right and power may be exercised from time to time and as often as may be deemed expedient.

No waiver of any default or Event of Default hereunder, whether by the Trustee or by the Bondholders, shall extend to or shall affect any subsequent default or Event of Default or shall impair any rights or remedies consequent thereon.

Section 904. Bondholders May Direct. Anything in this Ordinance to the contrary notwithstanding, the holders of a majority in aggregate principal amount of Bonds outstanding

hereunder shall have the right, at any time, by any instrument or instruments in writing executed and delivered to the Trustee, to direct the method and place of conducting all proceedings to be taken in connection with the enforcement of the terms and conditions of this Ordinance, or for the appointment of a receiver or any other proceedings hereunder; provided that such direction shall not be otherwise than in accordance with the provisions of law and of this Ordinance.

Section 905. Waiver by Issuer. In case of an Event of Default on its part as aforesaid, to the extent that such rights may then lawfully be waived, neither the Issuer nor anyone claiming through it or under it shall or will set up, claim, or seek to take advantage of any appraisal, valuation, stay, extension or redemption laws now or hereafter in force, in order to prevent or hinder the enforcement of this Ordinance, but the Issuer, for itself and all who may claim through or under it, hereby waives, to the extent that it lawfully may do so, the benefit of all such laws and all right of appraisal and redemption to which it may be entitled under the laws of the State of Arkansas.

Section 906. Enforcement by Trustee. All rights of action (including the right to file proof of claim) under this Ordinance or under any of the Bonds may be enforced by the Trustee without the possession of any of the Bonds or the production thereof in any trial or other proceeding relating thereto and any such suit or proceeding instituted by the Trustee shall be brought in its name as Trustee, without the necessity of joining as plaintiffs or defendants any holders of the Bonds hereby secured, and any recovery of judgment shall be for the equal benefit of the holders of the outstanding Bonds.

Section 907. Limitation of Bondholder Rights. No holder of any Bond shall have any right to institute any suit, action or proceeding in equity or at law for the enforcement of this Ordinance or for the execution of any trust hereof or for the appointment of a receiver or any other remedy hereunder, unless a default has occurred of which the Trustee has been notified as provided in subsection (g) of Section 1001, or of which by said subsection it is deemed to have notice, nor unless such default shall have become an Event of Default and the holders of twenty-five percent (25%) in aggregate principal amount of Bonds outstanding hereunder shall have made written request to the Trustee and shall have offered it reasonable opportunity either to proceed to exercise the powers hereinbefore granted or to institute such action, suit or proceeding in its own name, nor unless also they have offered to the Trustee indemnity as provided in Section 1001 nor unless the Trustee shall thereafter fail or refuse to exercise the powers hereinbefore granted, or to institute such action, suit or proceeding in its own name; and such notification, request and offer of indemnity are hereby declared in every such case at the option of the Trustee to be conditions precedent to the execution of the powers and trusts of this Ordinance, and to any action or cause of action for the enforcement of this Ordinance, or for the appointment of a receiver or for any other remedy hereunder; it being understood and intended that no one or more holders of the Bonds shall have any right in any manner whatsoever to affect, disturb or prejudice the lien of this Ordinance by his or their action or to enforce any right hereunder except in the manner herein provided, and that all proceedings at law or in equity shall be instituted, had and maintained in the manner herein provided and for the equal benefit of the holders of all Bonds outstanding hereunder. Nothing in this Ordinance contained shall,

however, affect or impair the right of any Bondholder to enforce the payment of the principal of and interest on any Bond at and after the maturity thereof, or the obligation of the Issuer to pay the principal of and interest on each of the Bonds issued hereunder to the respective holders thereof at the time and place in said Bonds expressed.

Section 908. Rights Continue. In case the Trustee shall have proceeded to enforce any right under this Ordinance by the appointment of a receiver, by entry or otherwise, and such proceedings shall have been discontinued or abandoned for any reason, or shall have been determined adversely to the Trustee, then and in every such case the Issuer and the Trustee shall be restored to their former positions and rights hereunder with respect to the property herein conveyed, and all rights, remedies and powers of the Trustee shall continue as if no such proceedings had been taken, except to the extent the Trustee is legally bound by such adverse determination.

Section 909. Waivers by Trustee. The Trustee may in its discretion waive any Event of Default hereunder and its consequences and rescind any declaration or maturity of principal which has been remedied, and shall do so upon the written request of the holders of fifty percent (50%) in principal amount of all Bonds outstanding hereunder (of all series but not necessarily of each series); provided, however, that there shall not be waived (a) any Event of Default in the payment of principal of any Bonds issued hereunder and outstanding hereunder at the date of maturity specified therein or (b) any default in the payment of the interest or of deposits into the Bond Fund unless prior to the waiver or rescission all arrears of interest, with interest at the rate borne by the Bonds in respect of which such default shall have occurred on overdue installments of interest or all arrears of Bond Fund payments, as the case may be, and all expenses of the Trustee shall have been paid or provided for and in case of any such waiver or rescission or in case any proceeding taken by the Trustee on account of any such default shall have been discontinued or abandoned or determined adversely, then and in every such case the Trustee, the Issuer and the Bondholders shall be restored to their former positions and rights hereunder, respectively, but no such waiver or rescission shall extend to any subsequent or other default or impair any right consequent thereon.

ARTICLE X THE TRUSTEE

Section 1001. Responsibilities. The Trustee hereby accepts the trust imposed upon it by this Ordinance, and agrees to perform said trusts upon and subject to the following expressed terms and conditions:

- (a) The Trustee may execute any of the trusts or powers hereof and perform any duties required of it by or through attorneys, agents, receivers or employees, and shall be entitled to advice of counsel concerning all matters of trusts hereof and its duties hereunder, and may in all cases pay, and be reimbursed for, reasonable compensation to all such attorneys, agents, receivers and employees as may reasonably be employed in connection with the trusts hereof. The Trustee may

act upon the opinion or advice of any attorney, surveyor, engineer or accountant selected by it in the exercise of reasonable care, or, if selected or retained by the Issuer prior to the occurrence of a default of which the Trustee has been notified as provided in subsection (g) of this Section, or of which by said subsection the Trustee is deemed to have notice, approved by the Trustee in the exercise of such care. The Trustee shall not be responsible for any loss or damage resulting from any action or non-action in accordance with any such opinion or advice.

- (b) The Trustee shall not be responsible for any recital herein, or in the Bonds (except in respect to the certificate of the Trustee endorsed on such Bonds), or for the recording or rerecording, filing or refiling of this Ordinance, or for insuring the properties herein conveyed or collecting any insurance monies, or for the validity of the execution by the Issuer of this Ordinance or of any supplemental indentures or instruments of further assurance, or for the sufficiency of the security for the Bonds issued hereunder or intended to be secured by, or for the value or title of the property herein conveyed or otherwise as to the maintenance of the security hereof, except that in the event the Trustee enters into possession of a part or all of the property herein conveyed pursuant to any provision of this Ordinance, it shall use due diligence in preserving such property; and the Trustee shall not be bound to ascertain or inquire as to the performance or observance of any covenants, conditions or agreements on the part of the Issuer, except as hereinafter set forth; but the Trustee may require of the Issuer full information and advice as to the performance of the covenants, conditions and agreements aforesaid as to the condition of the property herein conveyed.
- (c) The Trustee may become the owner of Bonds secured hereby with the same rights which it would have if not Trustee.
- (d) The Trustee shall be protected in acting upon any notice, request, consent, certificate, order, affidavit, letter, telegram, or other paper or document believed by it to be genuine and correct and to have been signed or sent by the proper person or persons. Any action taken by the Trustee pursuant to this Ordinance upon the request or authority or consent of any person who at the time of making such request or giving such authority or consent is the owner of any Bond secured hereby, shall be conclusive and binding upon all future owners of the same bond and upon bonds issued in exchange therefor or in place thereof.
- (e) As to the existence or non-existence of any fact or as to the sufficiency or validity of any instrument, paper or proceeding, the Trustee shall be entitled to rely upon a certificate of the Issuer signed by the Mayor of the Issuer and attested by the Recorder/Treasurer of the Issuer as sufficient evidence of the facts therein contained and prior to the occurrence of a default of which it has been notified as provided in subsection (g) of this Section, or of which by said subsection it is deemed to have notice, and shall also be at liberty to accept a similar certificate

to the effect that any particular dealing, transaction or action is necessary or expedient, but may at its discretion, at the reasonable expense of the Issuer, in every case secure such further evidence as it may think necessary or advisable but shall in no case be bound to secure the same. The Trustee may accept a certificate of the Recorder/Treasurer of the Issuer under the seal of the Issuer to the effect that a resolution in the form therein set forth had been adopted by the Issuer as conclusive evidence that such resolution has been adopted, and is in full force and effect.

- (f) The permissive right of the Trustee to do things enumerated in this Ordinance shall not be construed as a duty of the Trustee and the Trustee shall be answerable only for its own gross negligence or willful misconduct.
- (g) The Trustee shall not be required to take notice or be deemed to have notice of any default hereunder except failure by the Issuer to make or cause to be made any of the regularly scheduled payments that are due and payable pursuant to Section 510 herein unless the Trustee shall be specifically notified in writing of such default by the Issuer or by the holders of at least ten percent (10%) in aggregate principal amount of Bonds outstanding hereunder (of all series but not necessarily of each series) and all notices or other instruments required by this Ordinance to be delivered to the Trustee, must, in order to be effective, be delivered at the office of the Trustee, and in the absence of such notice so delivered, the Trustee may conclusively assume there is no default except as aforesaid.
- (h) The Trustee shall not be personally liable for any debts contracted or for damages to persons or to personal property injured or damaged, or for salaries or non-fulfillment of contracts during any period in which it may be in the possession of or managing the and tangible personal property as in this Ordinance provided.
- (i) At any and all reasonable times the Trustee, and its duly authorized agents, attorneys, experts, engineers, accountants and representatives, shall have the right fully to inspect any and all of the properties herein conveyed, including all books, papers and records of the Issuer pertaining to the properties of the Issuer and the Bonds, and to take such memoranda from and in regard thereto as may be desired.
- (j) The Trustee shall not be required to give any bond or surety in respect of the execution of the trusts and powers or otherwise in respect of the premises.
- (k) Notwithstanding anything elsewhere in this Ordinance contained, the Trustee shall have the right, but shall not be required, to demand, in respect of the authentication of any Bonds, the withdrawal of any cash, the release of any property, or any action whatsoever within the purview of this Ordinance, any

showings, certificates, opinions, appraisals, or other information, or corporate action of evidence thereof, in addition to that by the terms hereof required as a condition of such action by the Trustee deemed desirable for the purpose of establishing the right of the Issuer to the authentication of any Bonds, the withdrawal of any cash, the release of any property, or the taking of any other action by the Trustee.

- (l) Notwithstanding any other provision of this Ordinance, before taking such action hereunder the Trustee may require that it be furnished an indemnity bond satisfactory to it for the reimbursement to it of all expenses to which it may be put and to protect it against all liability, except liability which is adjudicated to have resulted from the gross negligence or willful misconduct of the Trustee, by reason of any action so taken by the Trustee.

Section 1002. Compensation; Lien. The Trustee shall be entitled to payment and/or reimbursement for its reasonable fees for services rendered hereunder and all advances, counsel fees and other expenses reasonably and necessarily made or incurred by the Trustee in and about the execution of the trusts created by this Ordinance and in and about the exercise and performance by the Trustee of the powers and duties of the Trustee hereunder, and for all reasonable and necessary costs and expenses incurred in defending any liability in the premises of any character whatsoever (unless such liability is adjudicated to have resulted from the gross negligence or willful misconduct of the Trustee). Upon default by the Issuer, but only upon default, pursuant to the provisions of this Ordinance pertaining to default, the Trustee shall have a first lien with right of payment prior to payment on account of principal or interest of any Bond issued hereunder upon the Collateral for the reasonable and necessary advances, fees, costs and expenses incurred by the Trustee.

Section 1003. Merger or Consolidation. Any bank or trust company into which the Trustee may be converted or merged, or with which it may be consolidated, or to which it may sell or transfer its trust business and assets as a whole or substantially as a whole, or any corporation or Trustee resulting from any such conversion, sale, merger, consolidation or transfer to which it is a party, ipso facto, shall be and become successor trustee hereunder and vested with all of the title to the whole property or trust estate and all the trusts, powers, discretions, immunities, privileges, and all other matters as was its predecessor, without the execution or filing of any instrument or any further act, deed or conveyance on the part of any of the parties hereto, anything herein to the contrary notwithstanding.

Section 1004. Notices to Bondholders; Waiver. When the Trustee is required to take notice of any event and required to give notice of the occurrence of such event, such notice shall be sufficiently given (unless otherwise herein expressly provided) if in writing and mailed, first-class postage prepaid, to each Bondholder affected by each event, at his or her address as it appears on the Bond Register, not later than the latest date, and not earlier than the earliest date, prescribed for the first giving of such notice. In any case where notice to Bondholders is given by mail, neither the failure to mail such notice, nor any default in any notice so mailed to

any particular Bondholder shall affect the sufficiency of such notice with respect to other Bondholders. Where this Ordinance provides for notice in any manner, the right to receive such notice may be waived in writing by the Person entitled to receive such notice, either before or after the event, and such waiver shall be the equivalent of such notice. Waivers of notice by Bondholders shall be filed with the Trustee, but such filing shall not be a condition precedent to the validity of any action taken in reliance upon such waiver.

For so long as the Bonds are registered solely in the name of the Securities Depository or its nominee, the Trustee, on behalf of the Issuer, shall maintain a register (the "Beneficial Owner Register"), in addition to the Bond Register required by Section 209, in which the Trustee shall record the name and address of any person that is identified to the Trustee as a beneficial owner of an interest in the Bonds and for which the Trustee has: (i) information sufficient to permit delivery of first class mail and (ii) either: (x) a certificate executed, as depository or securities intermediary, by any trust company, bank, banker or member of a national securities exchange (wherever situated), if such certificate is in form satisfactory to the Trustee, or (y) a certificate or affidavit of the Person executing such instrument or writing as a beneficial owner if such certificate or affidavit is in form satisfactory to the Trustee or (z) such other instrument or writing as the Trustee deems sufficient for the purposes of this Section. The Trustee and the Issuer have no duty to inquire or solicit information to be included in the Beneficial Owner Register and shall not be responsible for the accuracy of the Beneficial Owner Register, and no Person listed in the Beneficial Owner Register shall be entitled to any rights under this Ordinance other than the right to receive notices in the manner provided in the following paragraph.

For so long as the Bonds are registered solely in the name of the Securities Depository or its nominee, where this Ordinance provides for notice to the Bondholders of the existence of, or during the continuance of, any Event of Default the Trustee shall: (i) establish a Record Date for determination of the Persons entitled to receive such notice; (ii) request a securities position listing from the Securities Depository showing the Depository Participants holding positions in the Bonds affected by such notice as of the Record Date for such notice; (iii) mail, first class postage prepaid, copies of the notice as provided above to each Depository Participant identified in the securities position listing as holding a position in the Bonds as of the Record Date for the notice, to each Person listed in the Beneficial Owner Register, to each nationally recognized municipal securities information repository and state information depository (within the meaning of Rule 15c2-12 of the United States Securities and Exchange Commission under the Securities Exchange Act of 1934), and to any Person identified to the Trustee as a nonobjecting beneficial owner pursuant to the immediately following clause; (iv) request that the Depository Participant retransmit the notice to all Persons for which it served as nominee on the Record Date, including nonobjecting beneficial owners, or retransmit the notice to objecting beneficial owners and provide a listing of nonobjecting beneficial owners for whom the Depository Participant served as nominee on the Record Date to the Issuer and the Trustee, (v) provide on behalf of the Issuer and not as its agent, an undertaking of the Issuer to pay to any Depository Participant or other nominee (other than the Securities Depository) the reasonable costs of transmitting the notice to Persons for whom the Depository Participant acts as nominee; and (vi) provide as many copies of the notice as may be requested by any nominee owner of the Bonds.

Any default in performance of the duties required by this paragraph shall not affect the sufficiency of notice to the Bondholders given in accordance with the first paragraph of this Section, nor the validity of any action taken under this Ordinance in reliance on such notice to Bondholders.

Where this Ordinance provides for notice to the Bondholders of any event, the form of the notice shall prominently include a title block, separate from the body of the notice, which shall include the following information: (i) the complete title of the Bonds; (ii) the complete name of the Issuer; (iii) the entire nine-digit CUSIP number of each affected maturity of the Bonds; (iv) the Record Date; and (v) a summary that is no more than the maximum number of characters permitted by the Securities Depository.

Any notice required or permitted by this Ordinance to be given to the Securities Depository shall be given to it in the manner provided by this Section for giving notice to Bondholders, and also shall be given in ASCII (or other format requested by the Securities Depository) format on magnetic medium, and shall be sent to: The Depository Trust Company, Proxy Department, 55 Water Street, 50th Floor, New York, New York 10041-0099, (telecopy: (212) 855-5181), or such other address as may be specified by the Securities Depository in writing to the Trustee.

Section 1005. Intervention in Judicial Proceedings. In any judicial proceeding to which the Issuer is a party and which in the opinion of the Trustee and its counsel has a substantial bearing on the interests of owners of Bonds issued hereunder, the Trustee may intervene on behalf of Bondholders and shall do so if requested in writing by the owners of at least ten percent (10%) of the aggregate principal amount of Bonds outstanding hereunder. The rights and obligations of the Trustee under this Section 1005 are subject to the approval of the court having jurisdiction in the premises.

Section 1006. Resignation. The Trustee and any successor trustee may at any time resign from the trusts hereby created by giving written notice to the Issuer. Such resignation shall take effect upon the appointment of a successor trustee by the Bondholders or by the Issuer. Such notice may be served personally or sent by certified mail.

Section 1007. Removal. The Trustee may be removed at any time by any instrument or concurrent instruments in writing delivered to the Trustee and to the Issuer, and signed by the owners of a majority in aggregate principal amount of Bonds outstanding hereunder.

Section 1008. Successor Trustees. In case the Trustee hereunder shall resign or be removed, or be dissolved, or shall be in course of dissolution or liquidation, or otherwise become incapable of acting hereunder, or in case it shall be taken under the control of any public officer or officers, or of a receiver appointed by a court, a successor may be appointed by the owners of a majority in aggregate principal amount of Bonds outstanding hereunder, by an instrument or concurrent instruments in writing signed by such owners, or by their attorneys in fact, duly authorized; provided, nevertheless, that in case of such vacancy the Issuer by an instrument

executed and signed by the Mayor of the Issuer and attested by the Recorder/Treasurer of the Issuer under its seal, shall appoint a temporary trustee to fill such vacancy until a successor trustee shall be appointed by the Bondholders in the manner above provided; and any such temporary trustee so appointed by the Issuer shall immediately and without further act be superseded by the trustee so appointed by such Bondholders.

Section 1009. Acceptance of Successors. Every successor or temporary trustee appointed hereunder shall execute, acknowledge and deliver to its predecessor and also to the Issuer an instrument in writing accepting such appointment hereunder, and thereupon such successor or temporary trustee, without any further act or conveyance, shall become fully vested with all the estates, properties, rights, powers, trusts, duties and obligations of its predecessor; but such predecessor shall, nevertheless, on the written request of the Issuer or of its successor trustee, execute and deliver an instrument transferring to such successor all the estate, properties, rights, powers and trusts of such predecessor hereunder; and every predecessor trustee shall deliver all securities, monies and any other property held by it as trustee hereunder to its successor. Should any instrument in writing from the Issuer be required by any successor trustee for more fully and certainly vesting in such successor the estates, rights, powers and duties hereby vested or intended to be vested in the predecessor trustee, any and all such instruments in writing shall, on request, be executed, acknowledged and delivered by the Issuer. The resignation of any trustee and the instrument or instruments removing any trustee and appointing a successor hereunder, together with all other instruments provided for in this Article shall, at the expense of the Issuer, be forthwith filed and/or recorded by the successor trustee in each recording office where the Ordinance shall have been filed and/or recorded.

Section 1010. Paying Agent Compensation. There shall be paid the standard and customary Paying Agent's fees and charges of the Paying Agent for handling the payment of the principal of and interest on the Bonds and funds sufficient to pay the same shall be deposited with the Paying Agent prior to the dates on which payments are required to be made on principal and interest.

Section 1011. Trustee May Pay Governmental Charges. In case the Issuer shall fail seasonably to pay or to cause to be paid any tax, assessment or governmental or other charge upon any part of the property herein conveyed, to the extent, if any, that the Issuer may be liable for same, the Trustee may pay such tax, assessment or governmental charge, without prejudice, however, to any rights of the Trustee or the Bondholders hereunder arising in consequence of such failure; and any amount at any time so paid under this Section shall be repaid by the Issuer from the receipts generated by the Collateral upon demand, and shall become so much additional indebtedness secured by this Ordinance, and the same shall be given a preference in payment over any of the Bonds, and shall be paid out of the proceeds of receipts collected from the Collateral if not paid by the Issuer; but the Trustee shall be under no obligation to make any such payment unless it shall have been requested to do so by the holders of at least ten percent (10%) of the aggregate principal amount of bonds outstanding hereunder and shall have been provided with adequate funds for the purpose of such payment.

Section 1012. Reliance on Instruments. The resolutions, opinions, certificates and other instruments provided for in this Ordinance may be accepted and relied upon by the Trustee as conclusive evidence of the facts and conclusions stated therein and shall be full warrant, protection and authority to the Trustee for the payment and withdrawal of cash hereunder.

Section 1013. Co-Trustees and Separate Trustees. The Issuer and the Trustee shall have power to appoint and upon the request of the Trustee the Issuer shall for such purpose join with the Trustee in the execution of all instruments necessary or proper to appoint another corporation or one or more persons approved by the Trustee, either to act as co-trustee or co-trustees jointly with the Trustee of all or any of the property subject to the lien hereof, or to act as separate trustee or trustees of all or any such property, with such powers as may be provided in the instrument of appointment and to vest in such corporation or person or persons as such separate trustee or co-trustee any property, title, right or power deemed necessary or desirable. In the event that the Issuer shall not have joined in such appointment within fifteen (15) days after the receipt by it of a request so to do, the Trustee alone shall have the power to make such appointment. Should any deed, conveyance or instrument in writing from the Issuer be required by the separate trustee or co-trustee so appointed for more fully and certainly vesting in and confirming to him or to it such properties, rights, powers, trusts, duties and obligations, any and all such deeds, conveyance and instruments in writing shall, on request, be executed, acknowledged and delivered by the Issuer. Every such co-trustee and separate trustee shall, to the extent permitted by law, be appointed subject to the following provisions and conditions, namely:

- (1) The Bonds shall be authenticated and delivered, and all powers, duties, obligations and rights conferred upon the Trustee in respect of the custody of all money and securities pledged or deposited hereunder, shall be exercised solely by the Trustee; and
- (2) The Trustee, at any time by an instrument in writing, may remove any such separate trustee or co-trustee.

Every instrument, other than this Ordinance, appointing any such co-trustee or separate trustee, shall refer to this Ordinance and the conditions of this Article X expressed, and upon the acceptance in writing by such separate trustee or co-trustee, he, she, they or it shall be vested with the estate or property specified in such instrument, jointly with the Trustee (except insofar as local law makes it necessary for any separate trustee to act alone), subject to all the trusts, conditions and provisions of this Ordinance. Any such separate trustee or co-trustee may at any time, by an instrument in writing, constitute the Trustee as his, their or its agent or attorney-in-fact with full power and authority, to the extent authorized by law, to do all acts and things and exercise all discretion authorized or permitted by him, them or it, for and on behalf of him, she, them or it and in his, her, their or its name. In case any separate trustee or co-trustee shall die, become incapable of acting, resign or be removed, all the estates, properties, rights, powers, trusts, duties and obligations of the separate trustee or co-trustee shall vest in and be exercised

by the Trustee until the appointment of a new trustee or a successor to such separate trustee or co-trustee.

Section 1014. Paying Agent Succession. The provisions hereof pertaining to the merger, consolidation, resignation, removal and appointment of successors of and for the Trustee shall be applicable to the merger, consolidation, resignation, removal and appointment of successors of and for the Paying Agent.

Section 1015. Designation of New Trustee. Notwithstanding any other provision contained herein to the contrary, the Issuer may, with or without cause, terminate the Trustee's service, duties and responsibilities hereunder at any time and designate a new party which shall become the successor trustee hereunder upon its execution of an instrument supplemental hereto which evidences said parties agreement to so serve in such capacity.

ARTICLE XI SUPPLEMENTAL INDENTURES

Section 1101. Without Consent of Bondholders. The Issuer and the Trustee may, from time to time and at any time, enter into such indenture supplemental hereto as shall not be inconsistent with the terms and provisions hereof (which supplemental indentures shall thereafter form a part hereof), (a) to cure any ambiguity or formal defect or omission in this Ordinance or in any supplemental indentures, (b) to grant to or confer upon the Trustee for the benefit of the holders any additional rights, remedies, powers, authority or security that may lawfully be granted to or conferred upon the Bondholders or the Trustee, or (c) in connection with the issuance of Additional Bonds as allowed hereby.

At least thirty (30) days prior to the execution of any supplemental indentures for any of the purposes of this Section, the Trustee shall cause a notice of the proposed execution of such supplemental indentures to be mailed, postage prepaid, to all registered owners of Bonds. Such notice shall briefly set forth the nature of the proposed supplemental indentures and shall state that copies thereof are on file at the principal office of the Trustee for inspection by all Bondholders. A failure on the part of the Trustee to mail the notice required by this Section shall not affect the validity of such supplemental indentures.

Section 1102. With Consent of Bondholders. Subject to the terms and provisions contained in this Section, and not otherwise, the holders of not less than one half (½) in aggregate principal amount of the Bonds then outstanding (of all series but not necessarily each series) shall have the right, from time to time, anything contained in this Ordinance to the contrary notwithstanding, to consent to and approve the execution by the Issuer and the Trustee of such indenture or indentures supplemental hereto as shall be deemed necessary and desirable by the Issuer for the purpose of modifying, clarifying, altering, amending, adding to or rescinding, in any particular, any of the terms or provisions contained in this Ordinance or in any supplemental indenture; provided, however, that nothing herein contained shall permit, or be construed as permitting (a) an extension of the maturity of the principal of or the interest on any Bond issued

hereunder, or (b) a reduction in the principal amount of any Bond or the rate of interest thereon, or (c) the creation of a lien upon the Collateral or a pledge of the revenues pledged to Bonds issued under this Ordinance other than the lien and pledge created and authorized by this Ordinance or which purports to be prior to the lien and pledge created and authorized by this Ordinance or which purports to be on a parity with the lien and pledge created by and authorized by this Ordinance other than in accordance with and subject to the present terms and conditions of this original Ordinance, or (d) a privilege or priority of any Bond or Bonds over any other Bond or Bonds, or (e) a reduction in the aggregate principal amount of the Bonds required for consent to such supplemental indenture. Nothing herein contained, however, shall be construed as making necessary the approval of Bondholders of the execution of any supplemental indenture as provided in Section 1101 of this Article.

If at any time the Issuer shall request the Trustee to enter into any supplemental indenture for any of the purposes of this Section, the Trustee shall, at the expense of the Issuer, cause notice of the proposed execution of such supplemental indenture to be mailed, postage prepaid, to all registered owners of Bonds. Such notice shall briefly set forth the nature of the proposed supplemental indenture and shall state that copies thereof are on file at the principal office of the Trustee for inspection by all Bondholders. The Trustee shall not, however, be subject to any liability to any Bondholder by reason of its failure to mail such notice, and any such failure shall not affect the validity of such supplemental indenture when consented to and approved as provided in this Section. If the holders of not less than one-half ($\frac{1}{2}$) in aggregate principal amount of Bonds outstanding at the time of the execution of any such supplemental indenture shall have consented to and approved the execution thereof as herein provided, no holder of any Bond shall have any right to object to any of the terms of the provisions contained therein, or the operation thereof, or in any manner to question the propriety of the execution thereof, or to enjoin or restrain the Trustee or the Issuer from executing the same or from taking any action pursuant to the provisions thereof. Upon the execution of any such supplemental indenture, this Ordinance shall be and be deemed to be modified and amended in accordance therewith.

ARTICLE XII MISCELLANEOUS

Section 1201. Authenticity of Instruments. Any request, direction, objection or other instrument required by this Ordinance to be signed and executed by the Bondholders may be in any number of concurrent writings of similar tenor and may be signed or executed by such Bondholders in person or by agent appointed in writing. Proof of the execution of any such request, directions, objection or other instrument or of the writing appointing any such agent and of the ownership of Bonds, if made in the following manner, shall be sufficient for any of the purposes of this Ordinance, and shall be conclusive in favor of the Trustee with regard to any action taken by it under such request or other instrument, namely:

- (a) The fact and date of the execution by any person of any such writing may be proved by the certificate of any officer in any jurisdiction who by law has power to take acknowledgments within such jurisdiction that the person signing such

writing acknowledged before him the execution thereof, or by an affidavit of any witness to such execution.

- (b) The fact of ownership by any person of Bonds shall be determined by reference to the bond registration books maintained by the Trustee.

Section 1202. Severability. If any provision of this Ordinance shall be held or deemed to be or shall, in fact, be inoperative or unenforceable as applied in any particular case in any jurisdiction or jurisdictions or in all jurisdictions or in all cases because it conflicts with any provisions or any constitution or statute or rule of public policy, or for any other reason, such circumstances shall not have the effect of rendering the provision in question inoperative or unenforceable in any other case or circumstance, or of rendering any other provision or provisions herein contained invalid, inoperative, or unenforceable to any extent whatever. The invalidity of any one or more phrases, sentences, clauses or paragraphs in this Ordinance contained shall not affect the remaining portions of this Ordinance or any part thereof.

Section 1203. Security Agreement; Financing Statements. In addition to the assignment by the Issuer of its rights in the Trust Estate to the Trustee, the Issuer hereby acknowledges that, in order to more fully protect, perfect and preserve the rights of the Trustee and the Bondholders in the Trust Estate, the Issuer grants to the Trustee a security interest in the Trust Estate and the proceeds thereof. The Issuer authorizes the Trustee to file on its behalf financing statements, and continuations thereof, in such manner and in such places as may be required by law in order to perfect such security interest. The Trustee shall cooperate with the Issuer as necessary, including the execution of any necessary financing statements and continuations thereof.

The following information is supplied to facilitate filings under the Uniform Commercial Code of the State:

The secured party is FNBC Bank, as Trustee. Its address from which information concerning the security interest may be obtained and its mailing address is: 636 Ash Flat Drive, Ash Flat, Arkansas, 72513. The Issuer is City of Ash Flat, Arkansas. Its mailing address is: P.O. Box 280, Ash Flat, Arkansas, 72513.

Section 1204. Notices. Except as otherwise provided herein, all notices, certificates or other communications hereunder shall be in writing and shall be deemed given upon receipt, by hand delivery, mail, overnight delivery, telecopy or other electronic means addressed as follows:

Issuer: City of Ash Flat, Arkansas
Attention: Mayor
P.O. Box 280
Ash Flat, AR 72513

Trustee: FNBC Bank
636 Ash Flat Drive

In case by reason of the suspension of regular mail service, it shall be impracticable to give notice by first class mail of any event to any Bondholder when such notice is required to be given pursuant to any provisions of this Ordinance, then any manner of giving such notice as shall be satisfactory to the Trustee shall be deemed to be sufficient giving of such notice. The Issuer or the Trustee may, by notice pursuant to this Section, designate any different addresses to which subsequent notices, certificates or other communications shall be sent. A duplicate copy of each notice, approval, consent, request, complaint, demand or other communication given hereunder by the Issuer or the Trustee to any one of the others shall also be given to the others. For purposes of this Section and the definition of Immediate Notice, "electronic means" shall mean telecopy or facsimile transmission or other similar electronic means of communication which produces evidence of transmission.

Notwithstanding the foregoing, notices to the Trustee shall be effective only upon receipt.

Section 1205. Holidays. If the date for making any payment or the last date for performance of any act or the exercising of any right, as provided in this Ordinance, is not a Business Day, such payment may be made or act performed or right exercised on the next succeeding Business Day with the same force and effect as if done on the nominal date provided in this Ordinance and no interest shall accrue on the payment so deferred during the intervening period.

Section 1206. Applicable Law. This Ordinance shall be governed in all respects including validity, interpretation and effect by, and shall be enforceable in accordance with, the laws of the United States of America and of the State.

Section 1207. Limitation of Liability of Officials of the Issuer. Notwithstanding anything to the contrary contained herein, for payment of the obligations of the Issuer under this Ordinance and the Bonds, the Trustee, the Bondholders and any other party entitled to seek payment from the Issuer under or to enforce this Ordinance and the Bonds will be entitled to look solely to amounts on deposit with and held by the Trustee for the benefit of the Bondholders, subject to the terms of this Ordinance, the Trust Estate and such collateral, if any, as may now or hereafter be given to secure the payment of the obligations of the Issuer under this Ordinance and the Bonds, and no other property or assets of the Issuer or any Issuer member, officer, or director of the Issuer shall be subject to levy, execution or other enforcement procedure for the satisfaction of the remedies hereunder, or for any payment required to be made under this Ordinance and the Bonds, or for the performance of any of the covenants or warranties contained herein.

Section 1208. Successors and Assigns. All the covenants, promises and agreements in this Ordinance contained by or on behalf of the Issuer, or by or on behalf of the Trustee, shall bind and inure to the benefit of their respective successors and assigns, whether so expressed or not.

Section 1209. Consent of Holders. Any consent, request, direction, approval, objection or other instrument required by this Ordinance to be signed and executed by the Bondholders may be in any number of concurrent writings of similar tenor and must be signed or executed by such Bondholders in person or by agent appointed in writing. Proof of the execution of any such consent, request, direction, approval, objection or other instrument or of the writing appointing any such agent and of the ownership of Bonds, if made in the following manner, shall be sufficient for any of the purposes of this Ordinance, and shall be conclusive in favor of the Trustee with regard to any action taken by it under such request or other instrument, namely:

- (a) The fact and date of the execution by any person of any such writing may be proved by the certificate of any officer in any jurisdiction who by law has power to take acknowledgments within such jurisdiction that the person signing such writing acknowledged the execution thereof, or by an affidavit of any witness to such execution.
- (b) The Issuer or the Trustee (as the case may be) may establish a Record Date for the purpose of identifying Bondholders entitled to issue any such consent, request, direction, approval or instrument.

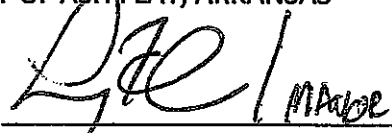
Section 1210. Counterparts. This Ordinance may be simultaneously executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.

Section 1211. Emergency Cause. Unless the provisions of this Ordinance are put into effect immediately, the public health, safety and welfare of the citizens of the City of Ash Flat, Arkansas will be adversely affected; therefore, an emergency is hereby declared to exist, and this Ordinance shall be in full force and effect from and after its passage.


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signatures appear on next page.]

IN WITNESS WHEREOF, THE CITY COUNCIL OF CITY OF ASH FLAT, ARKANSAS has caused these presents to be signed in its name and behalf by its Mayor and its seal to be hereunto affixed and attested by its Recorder/Treasurer, and to evidence its acceptance of the trust hereby created, the Trustee has caused these presents to be signed in its name and behalf and its corporate seal to be hereunto affixed and attested, by its duly authorized officers, all as of the date and year first above written.



CITY OF ASH FLAT, ARKANSAS

By: 
Larry Fowler, Mayor

ATTEST:


Charlotte Goodwin, Recorder/Treasurer

FNBC BANK

By: 
Title: 

STATE OF ARKANSAS)
) ss. ACKNOWLEDGMENT
COUNTY OF SHARP)

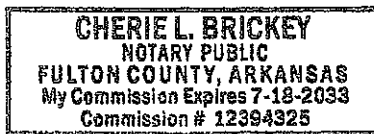
On this 22nd day of December, 2025, before me, a Notary Public duly commissioned, qualified and acting, within and for the State and County aforesaid, appeared in person the within named Larry Fowler and Charlotte Goodwin, Mayor and Recorder/Treasurer, respectively, of CITY OF ASH FLAT, ARKANSAS to me personally known, who stated that they were duly authorized in their respective capacities to execute the foregoing instrument for and in the name of the Council, and further stated and acknowledged that they had signed, executed and delivered the foregoing instrument for the consideration, uses and purposes therein mentioned and set forth.

IN TESTIMONY WHEREOF, I have hereunto set my hand and official seal.

Cherie L. Brickey
Notary Public

My Commission Expires:

07-18-2033



STATE OF ARKANSAS)
) ss. ACKNOWLEDGMENT
COUNTY OF SHARD)

On this 22nd day of December, 2025, before me, a Notary Public duly commissioned, qualified and acting, within and for the State and County aforesaid, appeared in person the within named MARTY SELLARS, CEO, of FNBC BANK, to me personally known, who stated that he/she was duly authorized in his/her respective capacities to execute the foregoing instrument for and in the name and behalf of said entity, and further stated and acknowledged that he/she had signed, executed and delivered the foregoing instrument for the consideration, uses and purposes therein mentioned and set forth.

IN TESTIMONY WHEREOF, I have hereunto set my hand and official seal.

Cherie L. Brickey
Notary Public

My Commission Expires:

07-18-2033

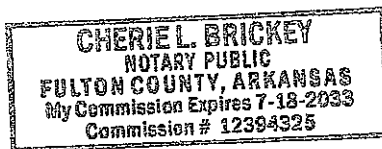


EXHIBIT A

AMORTIZATION SCHEDULE

[Begins next page]

FNBC BANK
P.O. Box 8
636 Ash Flat Dr.
Ash Flat, AR 72513

Loan Amortization Schedule

Entered Values		Loan Summary	
Loan Amount:	\$295,000.00	Scheduled Payment Amount:	\$3,128.93
Annual Interest Rate:	5.0000 %	Number Scheduled Payments:	120
Accrual Method:	365/365	Total Interest:	\$80,490.82
Note Type:	Reg P&I	Balloon Payment Amount:	\$3,148.15
Loan Term (months):	120		
Maturity Date:			
Payment Frequency:	Monthly		
Date First Payment Due:	2/5/2026		
Date Next Payment Due:	2/5/2026		
Amortization Begin Date:	1/5/2026		
Payment Amount:	\$0.00		
Extra Payment Amount:	\$0.00		

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
02/05/26	\$295,000.00	\$3,128.93	\$1,876.19	\$1,876.19	\$293,123.81
			\$1,252.74	\$1,252.74	
03/05/26	\$293,123.81	\$3,128.93	\$2,004.62	\$3,880.81	\$291,119.19
			\$1,124.31	\$2,377.05	
04/05/26	\$291,119.19	\$3,128.93	\$1,892.67	\$5,773.48	\$289,226.52
			\$1,236.26	\$3,613.31	
05/05/26	\$289,226.52	\$3,128.93	\$1,940.33	\$7,713.81	\$287,286.19
			\$1,188.60	\$4,801.91	
06/05/26	\$287,286.19	\$3,128.93	\$1,908.95	\$9,622.76	\$285,377.24
			\$1,219.98	\$6,021.89	
07/05/26	\$285,377.24	\$3,128.93	\$1,956.15	\$11,578.91	\$283,421.09
			\$1,172.78	\$7,194.67	
08/05/26	\$283,421.09	\$3,128.93	\$1,925.36	\$13,504.27	\$281,495.73
			\$1,203.57	\$8,398.24	
09/05/26	\$281,495.73	\$3,128.93	\$1,933.54	\$15,437.81	\$279,562.19
			\$1,195.39	\$9,593.63	
10/05/26	\$279,562.19	\$3,128.93	\$1,980.04	\$17,417.85	\$277,582.15
			\$1,148.89	\$10,742.52	

Loan Amortization Schedule

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
11/05/26	\$277,582.15	\$3,128.93	\$1,950.16	\$19,368.01	\$275,631.99
12/05/26	\$275,631.99	\$3,128.93	\$1,178.77	\$11,921.29	\$273,635.79
			\$1,996.20	\$21,364.21	
			\$1,132.73	\$13,054.02	
Year 1 totals:		\$34,418.23	\$21,364.21		
			\$13,054.02		
01/05/27	\$273,635.79	\$3,128.93	\$1,966.92	\$23,331.13	\$271,668.87
02/05/27	\$271,668.87	\$3,128.93	\$1,162.01	\$14,216.03	\$269,693.60
			\$1,975.27	\$25,306.40	
			\$1,153.66	\$15,369.69	
03/05/27	\$269,693.60	\$3,128.93	\$2,094.49	\$27,400.89	\$267,599.11
			\$1,034.44	\$16,404.13	
04/05/27	\$267,599.11	\$3,128.93	\$1,992.55	\$29,393.44	\$265,606.56
			\$1,136.38	\$17,540.51	
05/05/27	\$265,606.56	\$3,128.93	\$2,037.40	\$31,430.84	\$263,569.16
			\$1,091.53	\$18,632.04	
06/05/27	\$263,569.16	\$3,128.93	\$2,009.66	\$33,440.50	\$261,559.50
			\$1,119.27	\$19,751.31	
07/05/27	\$261,559.50	\$3,128.93	\$2,054.03	\$35,494.53	\$259,505.47
			\$1,074.90	\$20,826.21	
08/05/27	\$259,505.47	\$3,128.93	\$2,026.92	\$37,521.45	\$257,478.55
			\$1,102.01	\$21,928.22	
09/05/27	\$257,478.55	\$3,128.93	\$2,035.53	\$39,556.98	\$255,443.02
			\$1,093.40	\$23,021.62	
10/05/27	\$255,443.02	\$3,128.93	\$2,079.16	\$41,636.14	\$253,363.86
			\$1,049.77	\$24,071.39	
11/05/27	\$253,363.86	\$3,128.93	\$2,053.00	\$43,689.14	\$251,310.86
			\$1,075.93	\$25,147.32	
12/05/27	\$251,310.86	\$3,128.93	\$2,096.15	\$45,785.29	\$249,214.71
			\$1,032.78	\$26,180.10	
Year 2 totals:		\$37,547.16	\$24,421.08		
			\$13,126.08		
01/05/28	\$249,214.71	\$3,128.93	\$2,070.62	\$47,855.91	\$247,144.09
			\$1,058.31	\$27,238.41	
02/05/28	\$247,144.09	\$3,128.93	\$2,079.41	\$49,935.32	\$245,064.68
			\$1,049.52	\$28,287.93	
03/05/28	\$245,064.68	\$3,128.93	\$2,155.39	\$52,090.71	\$242,909.29
			\$973.54	\$29,261.47	
04/05/28	\$242,909.29	\$3,128.93	\$2,097.40	\$54,188.11	\$240,811.89
			\$1,031.53	\$30,293.00	
05/05/28	\$240,811.89	\$3,128.93	\$2,139.29	\$56,327.40	\$238,672.60
			\$989.64	\$31,282.64	

Loan Amortization Schedule

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
06/05/28	\$238,672.60	\$3,128.93	\$2,115.39	\$58,442.79	\$236,557.21
			\$1,013.54	\$32,296.18	
07/05/28	\$236,557.21	\$3,128.93	\$2,156.78	\$60,599.57	\$234,400.43
			\$972.15	\$33,268.33	
08/05/28	\$234,400.43	\$3,128.93	\$2,133.53	\$62,733.10	\$232,266.90
			\$995.40	\$34,263.73	
09/05/28	\$232,266.90	\$3,128.93	\$2,142.59	\$64,875.69	\$230,124.31
			\$986.34	\$35,250.07	
10/05/28	\$230,124.31	\$3,128.93	\$2,183.21	\$67,058.90	\$227,941.10
			\$945.72	\$36,195.79	
11/05/28	\$227,941.10	\$3,128.93	\$2,160.96	\$69,219.86	\$225,780.14
			\$967.97	\$37,163.76	
12/05/28	\$225,780.14	\$3,128.93	\$2,201.07	\$71,420.93	\$223,579.07
			\$927.86	\$38,091.62	
Year 3 totals:		\$37,547.16	\$25,635.64		
			\$11,911.52		
01/05/29	\$223,579.07	\$3,128.93	\$2,179.48	\$73,600.41	\$221,399.59
			\$949.45	\$39,041.07	
02/05/29	\$221,399.59	\$3,128.93	\$2,188.74	\$75,789.15	\$219,210.85
			\$940.19	\$39,981.26	
03/05/29	\$219,210.85	\$3,128.93	\$2,288.12	\$78,077.27	\$216,922.73
			\$840.81	\$40,822.07	
04/05/29	\$216,922.73	\$3,128.93	\$2,207.75	\$80,285.02	\$214,714.98
			\$921.18	\$41,743.25	
05/05/29	\$214,714.98	\$3,128.93	\$2,246.54	\$82,531.56	\$212,468.44
			\$882.39	\$42,625.64	
06/05/29	\$212,468.44	\$3,128.93	\$2,226.67	\$84,758.23	\$210,241.77
			\$902.26	\$43,527.90	
07/05/29	\$210,241.77	\$3,128.93	\$2,264.92	\$87,023.15	\$207,976.85
			\$864.01	\$44,391.91	
08/05/29	\$207,976.85	\$3,128.93	\$2,245.74	\$89,268.89	\$205,731.11
			\$883.19	\$45,275.10	
09/05/29	\$205,731.11	\$3,128.93	\$2,255.28	\$91,524.17	\$203,475.83
			\$873.65	\$46,148.75	
10/05/29	\$203,475.83	\$3,128.93	\$2,292.73	\$93,816.90	\$201,183.10
			\$836.20	\$46,984.95	
11/05/29	\$201,183.10	\$3,128.93	\$2,274.59	\$96,091.49	\$198,908.51
			\$854.34	\$47,839.29	
12/05/29	\$198,908.51	\$3,128.93	\$2,311.50	\$98,402.99	\$196,597.01
			\$817.43	\$48,656.72	
Year 4 totals:		\$37,547.16	\$26,982.06		
			\$10,565.10		

Loan Amortization Schedule

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
01/05/30	\$196,597.01	\$3,128.93	\$2,294.07 \$834.86	\$100,697.06 \$49,491.58	\$194,302.94
02/05/30	\$194,302.94	\$3,128.93	\$2,303.81 \$825.12	\$103,000.87 \$50,316.70	\$191,999.13
03/05/30	\$191,999.13	\$3,128.93	\$2,392.49 \$736.44	\$105,393.36 \$51,053.14	\$189,606.64
04/05/30	\$189,606.64	\$3,128.93	\$2,323.75 \$805.18	\$107,717.11 \$51,858.32	\$187,282.89
05/05/30	\$187,282.89	\$3,128.93	\$2,359.27 \$769.66	\$110,076.38 \$52,627.98	\$184,923.62
06/05/30	\$184,923.62	\$3,128.93	\$2,343.64 \$785.29	\$112,420.02 \$53,413.27	\$182,579.98
07/05/30	\$182,579.98	\$3,128.93	\$2,378.60 \$750.33	\$114,798.62 \$54,163.60	\$180,201.38
08/05/30	\$180,201.38	\$3,128.93	\$2,363.69 \$765.24	\$117,162.31 \$54,928.84	\$177,837.69
09/05/30	\$177,837.69	\$3,128.93	\$2,373.73 \$755.20	\$119,536.04 \$55,684.04	\$175,463.96
10/05/30	\$175,463.96	\$3,128.93	\$2,407.85 \$721.08	\$121,943.89 \$56,405.12	\$173,056.11
11/05/30	\$173,056.11	\$3,128.93	\$2,394.03 \$734.90	\$124,337.92 \$57,140.02	\$170,662.08
12/05/30	\$170,662.08	\$3,128.93	\$2,427.58 \$701.35	\$126,765.50 \$57,841.37	\$168,234.50
Year 5 totals:		\$37,547.16	\$28,362.51 \$9,184.65		
01/05/31	\$168,234.50	\$3,128.93	\$2,414.51 \$714.42	\$129,180.01 \$58,555.79	\$165,819.99
02/05/31	\$165,819.99	\$3,128.93	\$2,424.76 \$704.17	\$131,604.77 \$59,259.96	\$163,395.23
03/05/31	\$163,395.23	\$3,128.93	\$2,502.21 \$626.72	\$134,106.98 \$59,886.68	\$160,893.02
04/05/31	\$160,893.02	\$3,128.93	\$2,445.69 \$683.24	\$136,552.67 \$60,569.92	\$158,447.33
05/05/31	\$158,447.33	\$3,128.93	\$2,477.78 \$651.15	\$139,030.45 \$61,221.07	\$155,969.55
06/05/31	\$155,969.55	\$3,128.93	\$2,466.59 \$662.34	\$141,497.04 \$61,883.41	\$153,502.96
07/05/31	\$153,502.96	\$3,128.93	\$2,498.10 \$630.83	\$143,995.14 \$62,514.24	\$151,004.86
08/05/31	\$151,004.86	\$3,128.93	\$2,487.68 \$641.25	\$146,482.82 \$63,155.49	\$148,517.18

Loan Amortization Schedule

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
09/05/31	\$148,517.18	\$3,128.93	\$2,498.24 \$630.69	\$148,981.06 \$63,786.18	\$146,018.94
10/05/31	\$146,018.94	\$3,128.93	\$2,528.85 \$600.08	\$151,509.91 \$64,386.26	\$143,490.09
11/05/31	\$143,490.09	\$3,128.93	\$2,519.59 \$609.34	\$154,029.50 \$64,995.60	\$140,970.50
12/05/31	\$140,970.50	\$3,128.93	\$2,549.60 \$579.33	\$156,579.10 \$65,574.93	\$138,420.90
Year 6 totals:		\$37,547.16	\$29,813.60 \$7,733.56		
01/05/32	\$138,420.90	\$3,128.93	\$2,541.12 \$587.81	\$159,120.22 \$66,162.74	\$135,879.78
02/05/32	\$135,879.78	\$3,128.93	\$2,551.91 \$577.02	\$161,672.13 \$66,739.76	\$133,327.87
03/05/32	\$133,327.87	\$3,128.93	\$2,599.27 \$529.66	\$164,271.40 \$67,269.42	\$130,728.60
04/05/32	\$130,728.60	\$3,128.93	\$2,573.78 \$555.15	\$166,845.18 \$67,824.57	\$128,154.82
05/05/32	\$128,154.82	\$3,128.93	\$2,602.27 \$526.66	\$169,447.45 \$68,351.23	\$125,552.55
06/05/32	\$125,552.55	\$3,128.93	\$2,595.76 \$533.17	\$172,043.21 \$68,884.40	\$122,956.79
07/05/32	\$122,956.79	\$3,128.93	\$2,623.63 \$505.30	\$174,666.84 \$69,389.70	\$120,333.16
08/05/32	\$120,333.16	\$3,128.93	\$2,617.93 \$511.00	\$177,284.77 \$69,900.70	\$117,715.23
09/05/32	\$117,715.23	\$3,128.93	\$2,629.04 \$499.89	\$179,913.81 \$70,400.59	\$115,086.19
10/05/32	\$115,086.19	\$3,128.93	\$2,655.97 \$472.96	\$182,569.78 \$70,873.55	\$112,430.22
11/05/32	\$112,430.22	\$3,128.93	\$2,651.49 \$477.44	\$185,221.27 \$71,350.99	\$109,778.73
12/05/32	\$109,778.73	\$3,128.93	\$2,677.78 \$451.15	\$187,899.05 \$71,802.14	\$107,100.95
Year 7 totals:		\$37,547.16	\$31,319.95 \$6,227.21		
01/05/33	\$107,100.95	\$3,128.93	\$2,674.12 \$454.81	\$190,573.17 \$72,256.95	\$104,426.83
02/05/33	\$104,426.83	\$3,128.93	\$2,685.47 \$443.46	\$193,258.64 \$72,700.41	\$101,741.36
03/05/33	\$101,741.36	\$3,128.93	\$2,738.69 \$390.24	\$195,997.33 \$73,090.65	\$99,002.67

Loan Amortization Schedule

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
04/05/33	\$99,002.67	\$3,128.93	\$2,708.51 \$420.42	\$198,705.84 \$73,511.07	\$96,294.16
05/05/33	\$96,294.16	\$3,128.93	\$2,733.20 \$395.73	\$201,439.04 \$73,906.80	\$93,560.96
06/05/33	\$93,560.96	\$3,128.93	\$2,731.62 \$397.31	\$204,170.66 \$74,304.11	\$90,829.34
07/05/33	\$90,829.34	\$3,128.93	\$2,755.66 \$373.27	\$206,926.32 \$74,677.38	\$88,073.68
08/05/33	\$88,073.68	\$3,128.93	\$2,754.92 \$374.01	\$209,681.24 \$75,051.39	\$85,318.76
09/05/33	\$85,318.76	\$3,128.93	\$2,766.62 \$362.31	\$212,447.86 \$75,413.70	\$82,552.14
10/05/33	\$82,552.14	\$3,128.93	\$2,789.67 \$339.26	\$215,237.53 \$75,752.96	\$79,762.47
11/05/33	\$79,762.47	\$3,128.93	\$2,790.21 \$338.72	\$218,027.74 \$76,091.68	\$76,972.26
12/05/33	\$76,972.26	\$3,128.93	\$2,812.61 \$316.32	\$220,840.35 \$76,408.00	\$74,159.65
Year 8 totals:		\$37,547.16	\$32,941.30 \$4,605.86		
01/05/34	\$74,159.65	\$3,128.93	\$2,814.01 \$314.92	\$223,654.36 \$76,722.92	\$71,345.64
02/05/34	\$71,345.64	\$3,128.93	\$2,825.96 \$302.97	\$226,480.32 \$77,025.89	\$68,519.68
03/05/34	\$68,519.68	\$3,128.93	\$2,866.11 \$262.82	\$229,346.43 \$77,288.71	\$65,653.57
04/05/34	\$65,653.57	\$3,128.93	\$2,850.13 \$278.80	\$232,196.56 \$77,567.51	\$62,803.44
05/05/34	\$62,803.44	\$3,128.93	\$2,870.83 \$258.10	\$235,067.39 \$77,825.61	\$59,932.61
06/05/34	\$59,932.61	\$3,128.93	\$2,874.42 \$254.51	\$237,941.81 \$78,080.12	\$57,058.19
07/05/34	\$57,058.19	\$3,128.93	\$2,894.44 \$234.49	\$240,836.25 \$78,314.61	\$54,163.75
08/05/34	\$54,163.75	\$3,128.93	\$2,898.92 \$230.01	\$243,735.17 \$78,544.62	\$51,264.83
09/05/34	\$51,264.83	\$3,128.93	\$2,911.23 \$217.70	\$246,646.40 \$78,762.32	\$48,353.60
10/05/34	\$48,353.60	\$3,128.93	\$2,930.22 \$198.71	\$249,576.62 \$78,961.03	\$45,423.38
11/05/34	\$45,423.38	\$3,128.93	\$2,936.04 \$192.89	\$252,512.66 \$79,153.92	\$42,487.34

Loan Amortization Schedule

Payment Date	Begin Balance	Sched Payment	Principal Interest	Cumulative Principal Interest	Ending Balance
12/05/34	\$42,487.34	\$3,128.93	\$2,954.32 \$174.61	\$255,466.98 \$79,328.53	\$39,533.02
Year 9 totals:		\$37,547.16	\$34,626.63 \$2,920.53		
01/05/35	\$39,533.02	\$3,128.93	\$2,961.05 \$167.88	\$258,428.03 \$79,496.41	\$36,571.97
02/05/35	\$36,571.97	\$3,128.93	\$2,973.62 \$155.31	\$261,401.65 \$79,651.72	\$33,598.35
03/05/35	\$33,598.35	\$3,128.93	\$3,000.06 \$128.87	\$264,401.71 \$79,780.59	\$30,598.29
04/05/35	\$30,598.29	\$3,128.93	\$2,998.99 \$129.94	\$267,400.70 \$79,910.53	\$27,599.30
05/05/35	\$27,599.30	\$3,128.93	\$3,015.51 \$113.42	\$270,416.21 \$80,023.95	\$24,583.79
06/05/35	\$24,583.79	\$3,128.93	\$3,024.53 \$104.40	\$273,440.74 \$80,128.35	\$21,559.26
07/05/35	\$21,559.26	\$3,128.93	\$3,040.33 \$88.60	\$276,481.07 \$80,216.95	\$18,518.93
08/05/35	\$18,518.93	\$3,128.93	\$3,050.29 \$78.64	\$279,531.36 \$80,295.59	\$15,468.64
09/05/35	\$15,468.64	\$3,128.93	\$3,063.24 \$65.69	\$282,594.60 \$80,361.28	\$12,405.40
10/05/35	\$12,405.40	\$3,128.93	\$3,077.95 \$50.98	\$285,672.55 \$80,412.26	\$9,327.45
11/05/35	\$9,327.45	\$3,128.93	\$3,089.32 \$39.61	\$288,761.87 \$80,451.87	\$6,238.13
12/05/35	\$6,238.13	\$3,128.93	\$3,103.29 \$25.64	\$291,865.16 \$80,477.51	\$3,134.84
Year 10 totals:		\$37,547.16	\$36,398.18 \$1,148.98		
01/05/36	\$3,134.84	\$3,148.15	\$3,134.84 \$13.31	\$295,000.00 \$80,490.82	\$0.00
Year 11 totals:		\$3,148.15	\$3,134.84 \$13.31		

EXHIBIT B

**CITY OF ASH FLAT, AR
WASTEWATER FEES**

Water Rates

Water: Residential:

For the first 2,000 gallons..... \$13.75
Remainder per 1,000 gallons.....\$ 6.00

Water: Commercial:

For the first \$1,000 gallons\$ 23.75
Remainder per 1,000 gallons\$ 7.00

Sewer Rates:

Based on water usage:

For the first 1,000 gallons.....\$16.75
Remainder per 1,000 gallons.....\$ 8.75

Trash Rates:

\$16.46

Water bills are due by the 10th. There is a 10% penalty if paid after the 10th. If bill is not paid by the 15th on the 16th we tag the door and charge \$25.00. If bill is not paid by the 20th on the 21st we turn off water and charge \$25.00 for a reconnect.

**MINUTES OF MEETING
PURSUANT TO REVENUE BOND NOTICE**

Pursuant to notice published in Spring River Chronicle, a meeting was held on December 1, 2025 at 1:00 p.m. in order to solicit public comments both in favor of or against the issuance by the City of Ash Flat Arkansas ("Issuer") its \$295,000 Wastewater Revenue Bonds (collectively, the "Bonds"), with proceeds to be used for the renovation of the Issuer's wastewater system and the payment of costs associated with the issuance of the Bonds.

Approximately 5 persons were in attendance at that meeting and a general discussion regarding the merits of the proposed project occurred. All attendees supported the development of the project and there were no people at the meeting who spoke in opposition to the project.

After completion of all project discussions, the meeting was adjourned at 1:30 p.m.

City of Ash Flat, Arkansas

By: _____



Mayor

Dated: December 1, 2025

SPRING RIVER
Chronicle

Proof of Publication

State of Arkansas)
) ss.
County of Sharp)

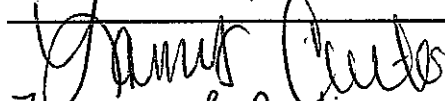
I, Tammy L. Curtis, do solemnly swear and affirm that I am the Publisher of the *Spring River Chronicle*, a weekly newspaper circulated in Sharp County, Arkansas. I was such Publisher at the dates of publication hereinafter stated, and that the newspaper has a bona fide circulation in Sharp County on the dates of publication and has printed at least a period of one month before the date the said legal publication printed that is attached to this Proof of Publication.

The following legal notice: City of Ash Flat AN ORDINANCE AUTHORIZING THE FUNDING OF CERTAIN RENOVATIONS AND IMPROVEMENTS TO THE ISSUER'S WASTEWATER TREATMENT AND DISTRIBUTION FACILITY

The publication was distributed by mailed circulation and rack sales in the county of Sharp, cities of Ash Flat, Highland, Cherokee Village, Hardy and Cave City and the Fulton County cities of Mammoth Spring and Salem and, in IZARD County in the cities of Horseshoe Bend.

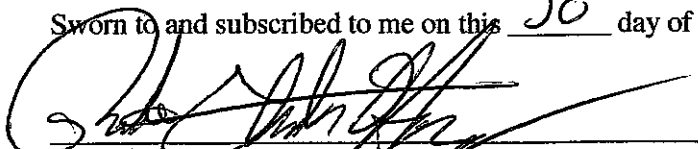
The required publication ran on: Dec. 31, 2025

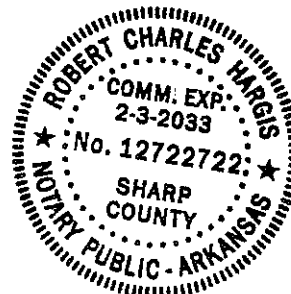
Publication fee : \$3000.00


Tammy L. Curtis,
Publisher, General Manager
Leap Frog Publications, DBA Spring River CHRONICLE

I hereby do swear and affirm that the above stated information is true and accurate to the best of my knowledge and belief.

Sworn to and subscribed to me on this 30 day of December, 2025


Notary Public
My Commission Expires: 02/03/2033



Appendix A

Initial Year 1 minimum Standard recommendation Cyber Response Board

The Arkansas Cyber Response Board (ACRB), established under Act 846, is crucial in setting minimum cybersecurity standards for entities in the Arkansas Self-Funded Cyber Response Program. As the cybersecurity landscape evolves, the ACRB's standards will adapt to address new challenges and threats.

Effective July 1, 2025, all participating entities must comply with these standards. It's important to note that these standards, while not exhaustive, are not intended to replace existing security policies and procedures. Organizations should continue to rely on their internally developed controls to ensure comprehensive security while these standards provide additional safeguards.

1. **Enforce multifactor authentication (MFA) across all employees with access to vital systems and services, including:**
 - Access to web-based platforms such as financial institutions, third-party applications, and webmail services.
 - Enforce the use of MFA for all administrative accounts. (excluding service accounts)
2. **Maintain and test offline data backups (no less than once yearly) for critical systems and data storage.**
3. **Implement a cyber-security awareness training program for all employees.**
4. **Adhere to the ACRB password standard:**
 - Minimum of 8 characters (Strongly recommend 12 characters)
 - Changed every 90 days (Passwords with at least 12 characters changed every 185 days)
 - Not stored in plaintext
 - Enforce password complexity
 - Prevent the reuse of at least the last 24 passwords/phrases
 - The user account is locked after five unsuccessful attempts
 - Default passwords for new users must require force reset
5. **Adhere to the ACRB patch management standard:**
 - Ensure critical updates and patches to systems and hardware are applied within 14 days
 - Ensure all other updates and patches to systems and hardware not designated as essential are applied within 30 days
 - Patches, system upgrades, or other vendor releases must be obtained from trusted sources
 - Periodic auditing and remediation of systems and appliances missing updates

Exceptions to Cybersecurity Standards

The Arkansas Cyber Response Board (ACRB) may grant exceptions to these standards on a case-by-case basis, subject to thorough review and justification provided by the participating entities. Such exceptions must be based on compelling reasons such as technological limitations, resource constraints, or specific operational requirements. All exceptions granted shall be documented and periodically reassessed for compliance with evolving cybersecurity best practices and regulatory mandates.

Initial Year 1 Minimum Standard Recommendation Cyber Response Board

The Arkansas Cyber Response Board (ACRB), established under Act 846, is crucial in setting minimum cybersecurity standards for entities in the Arkansas Self-Funded Cyber Response Program. As the cybersecurity landscape evolves, the ACRB's standards will adapt to address new challenges and threats.

Effective July 1, 2025, all participating entities must comply with these standards. It's important to note that these standards, while not exhaustive, are not intended to replace existing security policies and procedures. Organizations should continue to rely on their internally developed controls to ensure comprehensive security, while these standards provide additional safeguards.

- 1. Enforce multifactor authentication (MFA) across all employees with access to vital systems and services, including:**
 - Access to web-based platforms includes services provided by financial institutions, such as online banking and investment management, and third-party applications like cloud-based software solutions. This category also encompasses webmail services, such as Gmail and Outlook.com, or any other web-based platform that allows users to perform various transactions, including initiating financial transfers, authorizing payments, updating account information, and submitting confidential data.
 - Multi-factor authentication (MFA) is required for all accounts with elevated access rights, including administrative, cloud service, and vendor system accounts (on-premise and cloud). This requirement also applies to accounts used to manage application user security. Service accounts are exempt from this requirement.
- 2. Maintain and test offline data backups (at least once yearly) for critical systems and data storage.**
- 3. Implement a cybersecurity awareness training program for all employees.**
- 4. Adhere to the ACRB password standard:**
 - Minimum of 8 characters (Strongly recommend 12 characters).
 - Changed every 90 days (Passwords with at least 12 characters changed every 185 days).
 - Not stored in plaintext.
 - Enforce password complexity.
 - Prevent the reuse of at least the last 24 passwords/phrases.
 - The user account is locked after five unsuccessful attempts.
 - Default passwords for new users must require a forced reset.
- 5. Adhere to the ACRB patch management standard:**
 - Ensure critical updates and patches to systems and hardware are applied within 14 days
 - Ensure all other updates and patches to systems and hardware not designated as essential are applied within 30 days
 - Patches, system upgrades, or other vendor releases must be obtained from trusted sources
 - Periodic auditing and remediation of systems and appliances missing updates

Exceptions to Cybersecurity Standards

The ACRB may grant exceptions to these standards on a case-by-case basis, subject to thorough review and justification provided by the participating entities. Such exceptions must be based on compelling reasons such as technological limitations, resource constraints, or specific operational requirements. All exceptions granted shall be documented and periodically reassessed for compliance with evolving cybersecurity best practices and regulatory mandates.



Total due

\$8,670.48

Invoice #000799

Issued on Dec 4, 2025

Payment

Due December 4, 2025

\$8,670.48

This is for the Server Rack and Networking Equipment

Full Size Server Rack(Was More Affordable 7ft Tall) with Networking Equipment.

Camera and Hard drive for Server Area

Backup Server

Battery Backup to Protect Equipment

Small Cabling is going to be ordered to save cost.

i look for everything for this part to take between 25-36 Hours

I normally bill at 75 a hour but if we do the contract it saves you \$1875-\$2700

Cabling and Small Misc..... Parts will be billed after install.

Twomey PC Repair | Cellphone Repair
| Game Console Repair | Website Design

2379 Hwy 62/412 Suite G
Highland, AR 72542-9391 United States

support@twomeypcrepair.com

(870) 257-4444

Customer
Charlotte Goodwin
Ash Flat City Hall
afclerk@ashflat-ar.org

Invoice details
PDF created Dec 4, 2025

Ash Flat City Hall

Items	Quantity	Price	Total
10G SFP+ DAC, 0.5M(1.64ft) Passive Direct Attach Copper Twinax Cable	1	\$20.00	\$20.00
10Gbps Patch Panel 24 Port	2	\$55.00	\$110.00
2U Server Rack Shelf	1	\$70.00	\$70.00
42U Freestanding Server Rack	1	\$360.00	\$360.00
48 PoE (195W)	1	\$900.00	\$900.00
Cat6A Ethernet Patch Cable 6in	50	\$3.00	\$150.00
Cat6A Ethernet Patch Cable 10ft	10	\$7.50	\$75.00
Dream Machine Pro	1	\$800.00	\$800.00
Seagate IronWolf 12TB NAS Internal Hard Drive HDD – CMR 3.5 Inch SATA 6Gb/s 7200 RPM 256MB Cache for RAID Network Attached Storage	1	\$375.00	\$375.00
Synology 8 Bay DiskStation DS1825+	1	\$1,770.00	\$1,770.00
Synology HAT3300 4TB Plus Series SATA HDD 3.5"	8	\$250.00	\$2,000.00
Tripp Lite SMART1500LCD 1500VA Smart UPS Battery Back Up, 900W Rack-Mount/Tower, LCD, AVR, USB, DB9, 3 Year Warranty & Dollar 250,000 Insurance Black	1	\$440.00	\$440.00
U7 Lite	2	\$175.00	\$350.00
Ubiquiti G5 Dome Ultra (UVC-G5-Dome-Ultra)	1	\$270.00	\$270.00





Total due

\$8,670.48

Invoice #000799

Issued on Dec 4, 2025

I have already started working a new website design to prepare for the switch.

I expect to install parts late December - Early January

I will need this paid to order parts.

Subtotal \$7,690.00

Arkansas \$749.78

Service Fee (3%) \$230.70

Total due \$8,670.48

Twomey PC Repair | Cellphone Repair
| Game Console Repair | Website
Design
2379 Hwy 62/412 Suite G
Highland, AR 72542-9391 United
States
support@twomeypcrepair.com
(870) 257-4444





Customer
Charlotte Goodwin
Ash Flat City Hall
afclerk@ashflat-ar.org

Invoice details
PDF created Dec 4, 2025

Total due

\$2,469.22

Invoice #000800
Issued on Dec 4, 2025

Payment

Due December 4, 2025

\$2,469.22

This is for the server for the water and Sewer Company to do it correctly.

(We will be converting the old pc into just a workstation to use by the window)

And a new OS Drive for the the water Company with issues.

i look for everything for this part to take between 10-21 Hours

I normally bill at 75 a hour but if we do the contract it saves you \$750-\$2100

Cabling and Small Misc..... Parts will be billed after install.

I expect to install parts late December - Early January

I will need this paid to order parts.

Ash Flat Water and Sewer

Items	Quantity	Price	Total
SAMSUNG 990 EVO SSD 1TB, PCIe Gen 4x4, Gen 5x2 M.2 2280 NVMe Internal Solid State Drive <i>to fix issue at the desk in water and sewer</i>	1	\$175.00	\$175.00
Server for Ash Flat Water and Sewer	1	\$1,515.00	\$1,515.00
Windows Server 2025 Physical Edition	1	\$500.00	\$500.00
Subtotal			\$2,190.00
Arkansas			\$213.52
Service Fee (3%)			\$65.70
Total due			\$2,469.22

Twomey PC Repair | Cellphone Repair
| Game Console Repair | Website
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2379 Hwy 62/412 Suite G
Highland, AR 72542-9391 United
States
support@twomeypcrepair.com
(870) 257-4444





Customer
 Charlotte Goodwin
 Ash Flat City Hall
 afclerk@ashflat-ar.org

Invoice details
 PDF created Dec 4, 2025

Total due

\$26,937.33

Invoice #000801
 Issued on Dec 4, 2025

Payment

Due December 4, 2025
\$26,937.33

This was at Over 30k I got it down this far without sacrificing quality.

This is for the 5 New PCs and With Dual Screen Monitors like Discussed Cabling Needed

Also will be including office for free for these machine and the one i am Not Rebuilding. x6

Full Size Server Rack(Was More Affordable 7ft Tall) with Networking Equipment.

Custom Built Server with Bulk Storage

Replacement Camera System with Flood Light Cameras

Backup Server

Battery Backup to Protect Equipment

Small Cabling is going to be ordered to save cost.

Twomey PC Repair | Cellphone Repair
 | Game Console Repair | Website Design
 2379 Hwy 62/412 Suite G
 Highland, AR 72542-9391 United States
 support@twomeypcrepair.com
 (870) 257-4444

Ash Flat Police Station

Items	Quantity	Price	Total
10G SFP+ DAC, 0.5M(1.64ft) Passive Direct Attach Copper Twinax Cable	1	\$20.00	\$20.00
10Gbps Patch Panel 24 Port	2	\$55.00	\$110.00
2U Server Rack Shelf	1	\$70.00	\$70.00
42U Freestanding Server Rack	1	\$360.00	\$360.00
48 PoE (195W)	1	\$900.00	\$900.00
Cable HDMI Cable 6FT (ordered)	4	\$10.00	\$40.00
Cable 4K DisplayPort to DisplayPort Cable, 6 Feet (ordered)	5	\$10.00	\$50.00
Cat6A Ethernet Patch Cable 6in	50	\$3.00	\$150.00
Cat6A Ethernet Patch Cable 10ft	10	\$7.50	\$75.00
Dream Machine Pro	1	\$800.00	\$800.00
G5 Dome	11	\$285.00	\$3,135.00
G5 Pro	2	\$575.00	\$1,150.00
G5 Pro Enhancer	2	\$160.00	\$320.00
LG 24G411A-B 24-inch Ultragear Full HD (1920 x 1080) IPS Gaming Monitor	10	\$135.00	\$1,350.00
Office 2024	6	\$95.00	\$570.00
Protect Viewport HUB	1	\$300.00	\$300.00
Replacement PC for Ash Flat Police Department	5	\$995.54	\$4,977.70





Total due

\$26,937.33

Invoice #000801

Issued on Dec 4, 2025

i look for everything for this part to take between 32-51 Hours

I normally bill at 75 a hour but if we do the contract it saves you \$2400-\$3825

Cabling and Misc..... Parts will be billed after install.

I expect to install parts late December - Early January

I will need this paid to order parts.

Seagate IronWolf 16TB NAS Internal Hard Drive HDD – CMR 3.5	1	\$595.00	\$595.00
Seagate IronWolf Pro, 16 TB, Enterprise NAS Internal HDD –CMR 3.5 Inch	4	\$475.00	\$1,900.00
Server for Ash Flat Police Station	1	\$4,528.50	\$4,528.50
Synology 8 Bay DiskStation DS1825+	1	\$1,770.00	\$1,770.00
Tripp Lite SMART1500LCD 1500VA Smart UPS Battery Back Up, 900W Rack-Mount/Tower, LCD, AVR, USB, DB9, 3 Year Warranty & Dollar 250,000 Insurance Black	1	\$440.00	\$440.00
U7 Lite	2	\$175.00	\$350.00
Windows Server 2025 Physical Edition	1	\$500.00	\$500.00

100% Off (100%) -\$570.00

Subtotal \$23,891.20

Arkansas \$2,329.39

Service Fee (3%) \$716.74

Total due \$26,937.33

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(870) 257-4444





Customer
Charlotte Goodwin
Ash Flat City Hall
afclerk@ashflat-ar.org

Invoice details
PDF created Dec 4, 2025

Total due

\$10,300.00

Invoice #000797-R-0001
Issued on Dec 4, 2025

Payment

Due January 7, 2026
\$10,300.00

This invoice covers services for website design, hosting, email hosting (if desired), domain support, managed antivirus, server management (software), IT help desk, remote support, backup management, patch management, network security, auditing, logging, social media management (if desired), and software management. Please note that hardware and special software licenses are not included in this agreement. If you have any questions or require further assistance, feel free to reach out.

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| Game Console Repair | Website
Design
2379 Hwy 62/412 Suite G
Highland, AR 72542-9391 United
States
support@twomeypcrepair.com
(870) 257-4444

Yearly Agreement

Items	Quantity	Price	Total
Website and Hosting	1	\$12,000.00	\$12,000.00

This is for Website Design, Hosting, Email Hosting (IF Wanted), Domain Support, Managed Antivirus, Server Management (Software), IT Help Desk, Remote Support, Backup Management, Patch Management, Network Security, Audit, logging, Software Management, Etc....

Hardware and Special Software Licenses are not included in this.

Yearly Agreement MSP	-	\$2,000.00
Subtotal		\$10,000.00
Service Fee (3%)		\$300.00

Total due \$10,300.00



Sample Municipal Cybersecurity Policy

Effective Date:

Approved By: [Insert Authority Name]

Review Cycle: Annually, or upon significant changes to the threat landscape or organizational structure

1. Purpose

This sample policy establishes the minimum cybersecurity requirements for municipalities based on the standards created by the **Arkansas Cyber Response Board (ACRB)** pursuant to Act 846 of 2023. It also incorporates recommendations by the Arkansas Legislative Audit's (ALA) Information Services Best Practices (2024). These standards are designed to enhance the security posture of municipal systems and data while complementing existing internal controls.

2. Scope

This policy applies to all employees, contractors, and third-party service providers who access municipal systems, networks, or data. It covers authentication, data protection, training, access control, patch management, and governance practices.

3. Policy Statement

The City of _____ (hereinafter "The City") shall comply with the following cybersecurity standards and best practices:

3.1 Multifactor Authentication (MFA)

All employees with access to vital systems and services shall use multifactor authentication (MFA). This includes:

- Access to web-based platforms such as financial services (e.g., online banking, investment portals), cloud-based applications, and webmail services (e.g., Gmail, Outlook.com).
- Accounts with elevated privileges, including administrative, cloud service, and vendor system accounts (both on-premise and cloud-based).
- Accounts used to manage application user security.

Service accounts are exempt from MFA requirements.

Responsible Role: IT or _____.

Documentation: Maintain a system-generated MFA enforcement report quarterly. Include screenshots or logs showing MFA settings for key systems. Store in the IT security documentation repository.

3.2 Offline Data Backups

The city shall maintain offline backups of critical systems and data. These backups shall be tested at least once **annually** to ensure integrity and recoverability. OR



The city shall maintain offline backups of critical systems and data. These backups shall be tested at least once **quarterly** to ensure integrity and recoverability. OR



The city shall maintain offline backups of critical systems and data. These backups shall be tested at least once **monthly** to ensure integrity and recoverability.

Responsible Role: IT Director or _____.

Documentation: Maintain a backup schedule, test logs, and restoration verification reports. Include date, system tested, outcome, and responsible personnel. Store in the Disaster Recovery documentation folder.

3.3 Cybersecurity Awareness Training

All employees shall complete **annual** cybersecurity awareness training. The training should include topics such as phishing prevention, password hygiene, secure data handling, and incident reporting procedures. OR



All employees shall complete **monthly** cybersecurity awareness training. The training should include topics such as phishing prevention, password hygiene, secure data handling, and incident reporting procedures.

TIP: AML recently launched a monthly, on-demand cybersecurity awareness training in partnership with NINJIO, absolutely FREE for all city employees and their families. Enroll by the 14th of the month, to start the training the next month. (You only need to sign up one time to receive the training modules each month.)

Sign up here: <https://armuni.org/SLCGCyberTraining>

Responsible Role: Human Resources Manager in coordination with the IT.

Documentation: Maintain a training roster with employee names, completion dates, and training modules covered. Store digitally in HR compliance records and back up in the IT audit folder.

3.4 Password Management Standards

Passwords are a critical part of network security. Passwords serve to protect user accounts, but a poorly chosen password, if compromised, could put the entire network at risk. As a result, all employees of the city are required to take appropriate steps to ensure that they create strong, secure passwords and keep them safeguarded at all times. The purpose of this policy is to set a standard for creating, protecting, and changing passwords such that they are strong, secure, and protected.

Passwords should not be based on a user's personal information or that of his or her friends, family members, or pets. Personal information includes logon I.D., name, birthday, address, phone number, social security number, or any permutations thereof.

- Minimum password length of 8 characters. OR
- ✔ Minimum password length of 12 characters (strongly recommended). OR
- ★ Minimum password length of 14 characters (strongest recommendation).
- Passwords shall be changed every 90 days. OR
- ✔ Passwords with 12 or more characters may be changed every 185 days.
- Passwords shall not be stored in plaintext.
- Enforce password complexity requirements (combination of uppercase letters, lowercase letters, numbers, and special characters).
- Prevent reuse of the last 24 passwords or phrases.
- Lock user accounts after five unsuccessful login attempts.
- Default passwords for new users shall require a forced reset upon first login.

Responsible Role: IT or _____.

Documentation: Maintain system policy configuration screenshots and audit logs showing password policy enforcement. Include change history and lockout reports. Store in the access control documentation archive.

3.5 Patch Management Standards

The city shall maintain a patch management process that includes:

- Applying critical updates and patches within 14 days of release.
- Applying all other updates and patches within 30 days.
- Obtaining patches, upgrades, and vendor releases only from trusted sources.

- Conducting periodic audits to identify and remediate systems and appliances missing updates.

Responsible Role: IT or _____

Documentation: Maintain a patch log detailing system, patch ID, date applied, and source. Include audit reports and remediation actions. Store in the Patch Management folder under IT operations.

4. Compliance and Review

This policy shall be reviewed annually and updated as necessary to reflect changes in technology, emerging threats, and regulatory requirements. Non-compliance may result in disciplinary action and could affect participation in the Arkansas Self-Funded Cyber Response Program. Additionally, it may trigger legal or regulatory consequences.

5. Employee Acknowledgment of Cybersecurity Policy

I acknowledge that I have received, read, and understand the city's Cybersecurity Policy. I understand that it is my responsibility to comply with it to protect the security and integrity of the city's information systems and data.

I further acknowledge that failure to comply with this policy may result in disciplinary action, up to and including termination of employment.

Employee Name (Printed): _____

Employee Signature: _____

Date: _____

4. Policies Based Upon Arkansas Legislative Audit Information Systems Best Practices

The city adopts the following best practices recommended by the Arkansas Legislative Audit's Information Systems Best Practices:

4.1 Governance and Oversight

- The city designates IT security officer or _____ responsible for cybersecurity oversight.
- It is the responsibility of the position designated above to ensure that the IT policies and procedures are documented.
- Conduct regular IT risk assessments to identify and mitigate vulnerabilities.

TIP: AML partners with the State of Arkansas and the Association of Arkansas Counties for **free** cybersecurity assessments. The first program is through Mainstream and the second is through BreachBits. The second is through BreachBits which offer continuous FREE for all city employees and their families. Enroll by the 14th of the month, to start the training the next month.

Responsible Role: IT Director

Documentation: Maintain signed policy documents, risk assessment reports, and meeting minutes. Store in the Governance and Compliance folder.

4.2 Access Controls

- Implement role-based access controls to ensure users have only the permissions necessary for their roles.
- Review and update user access rights quarterly.
- Disable inactive user accounts after 30 days of inactivity.

Responsible Role: IT Director or HR

Documentation: Maintain access review logs, user access matrices, and deactivation reports. Store in the Access Management archive.

4.3 Acceptable Use

All uses of information and information technology resources must comply with city policies, standards, procedures, and guidelines, as well as any applicable license agreements and laws including federal, state, local and intellectual property laws.

Consistent with the foregoing, the acceptable use of information and IT resources encompasses the following duties:

- Understanding the baseline information security controls necessary to protect confidentiality, integrity, and availability of information.
- Protecting city information and resources from unauthorized use or disclosure.
- Protecting personal, private, sensitive, or confidential information from unauthorized use or disclosure.
- Observing authorized levels of access and using only approved IT technology devices or services; and
-
- Immediately reporting suspected information-security incidents or weaknesses to the appropriate manager and the Information Security Officer (ISO)/designated security representative.

4.4 Unacceptable Use

The following list is not intended to be exhaustive but is an attempt to provide a framework for activities that constitute unacceptable use. Users, however, may be exempted from one or more of these restrictions during their authorized job responsibilities, after approval from city management, in consultation with city IT staff (e.g., storage of objectionable material in the context of a disciplinary matter).

Unacceptable use includes, but is not limited to, the following:

- Unauthorized use or disclosure of personal, private, sensitive, and/or confidential information.

- Unauthorized use or disclosure of information and resources.
- Distributing, transmitting, posting, or storing any electronic communications, material or correspondence that is threatening, obscene, harassing, pornographic, offensive, defamatory, discriminatory, inflammatory, illegal, or intentionally false or inaccurate.
- Attempting to represent the city in matters unrelated to official authorized job duties or responsibilities.
- Connecting unapproved devices to the city's network or any IT resource.
- Connecting city IT resources to unauthorized networks.
- Connecting to any wireless network while physically connected to the city's wired network.
- Installing, downloading, or running software that has not been approved following appropriate security, legal, and/or IT review in accordance with city policies.
- Connecting to commercial email systems (e.g., Gmail, Hotmail, Yahoo) without prior management approval (Counties must recognize the inherent risk in using commercial email services as email is often used to distribute malware).
- Using a city's IT resources to circulate unauthorized solicitations or advertisements for non-city purposes including religious, political, or not-for-profit entities.
- Providing unauthorized third parties, including family and friends, access to the city's IT information, resources or facilities.
- Using organization IT information or resources for commercial or personal purposes, in support of "for-profit" activities or in support of other outside employment or business activity (e.g., consulting for pay, business transactions).
- Propagating chain letters, fraudulent mass mailings, spam, or other types of undesirable and unwanted email content using city IT resources; and
- Tampering, disengaging, or otherwise circumventing an city or third-party IT security controls.

4.5 Occasional and Incidental Personal Use

Occasional, incidental and necessary personal use of IT resources is permitted, provided such use: is otherwise consistent with this policy; is limited in amount and duration; and does not impede the ability of the individual or other users to fulfill the city's responsibilities and duties, including but not limited to, extensive bandwidth, resource, or storage utilization. Exercising good judgment about occasional and incidental personal use is important. The city may revoke or limit this privilege at any time.

4.6 Individual Accountability

Individual accountability is required when accessing all IT resources and city information. Everyone is responsible for protecting against unauthorized activities performed under their user ID. This includes locking your computer screen when you walk away from your system, and protecting your credentials (e.g., passwords, tokens or similar technology) from unauthorized disclosure. Credentials must be treated as confidential information and must not be disclosed or shared.

4.7 Restrictions on Off-Site Transmission and Storage of Information

Users must not transmit restricted city, non-public, personal, private, sensitive, or confidential information to or from personal email accounts (e.g., Gmail, Hotmail, Yahoo) or use a personal email account to conduct the city's business unless explicitly authorized. Users must not store restricted city, non-public, personal, private, sensitive, or confidential information on a non-city issued device, or with a third-party file storage service that has not been approved for such storage by the city.

Devices that contain city information must be attended at all times or physically secured and must not be checked in transportation carrier luggage systems.

4.8 User Responsibility for IT Equipment

Users are routinely assigned or given access to IT equipment in connection with their official duties. This equipment belongs to the city and must be immediately returned upon request or at the time an employee is separated from the city. Users may be financially responsible for the value of equipment assigned to their care if it is not returned to the city. Should IT equipment be lost, stolen or destroyed, users are required to provide a written report of the circumstances surrounding the incident. Users may be subject to disciplinary action which may include repayment of the replacement value of the equipment. The city has the discretion to not issue or re-issue IT devices and equipment to users who repeatedly lose or damage IT equipment.

4.9 Asset and Configuration Management

- Maintain an up-to-date inventory of all hardware and software assets.
- Establish and enforce configuration baselines for all systems.
- Restrict installation of unauthorized software.

Responsible Role: IT Asset Manager, Finance, or Clerk

Documentation: Maintain asset inventory spreadsheets, configuration baseline

documents, and change logs. Store in the Asset Management system and back up quarterly.

4.10 Network Security

- Deploy firewalls and intrusion detection/prevention systems.
- Segment networks to isolate sensitive systems and data.
- Encrypt sensitive data both in transit and at rest.

Responsible Role: IT or Managed Service Provider

Documentation: Maintain access review logs, user access matrices, and deactivation reports. Store in the Access Management archive.

4.11 Incident Response

- Develop and maintain a formal incident response plan.
- Conduct annual tests of the incident response plan through tabletop exercises or simulations.
- Log and retain security events for a minimum of 90 days. Jeff

Responsible Role: IT Director or Finance

Documentation: Maintain the incident response plan, test results, and incident logs. Store in the Incident Response binder and digital archive.

4.12 Physical Security

- Restrict physical access to servers, networking equipment, and other critical infrastructure.
- Implement surveillance and access logging for data centers and server rooms.

Responsible Role: IT Director

Documentation: Maintain access logs, surveillance footage retention policies, and physical access review reports. Store in the Physical Security folder.

4.13 Vendor and Third-Party Management

- Require vendors and third-party service providers to comply with municipal cybersecurity standards. Which vendor, who?
- Review third-party access and contracts annually to ensure continued compliance.

Responsible Role: Procurement Officer or IT V

Documentation: Maintain vendor compliance checklists, signed agreements, and access logs.

4.8 Business Continuity and Disaster Recovery

- Maintain a documented disaster recovery plan.
- Test recovery procedures annually to ensure effectiveness.
- Ensure critical systems can be restored within acceptable timeframes.

Responsible Role: IT Director

Documentation: Maintain the disaster recovery plan, test results, and recovery time objective (RTO) metrics. Store in the Continuity Planning archive.

5. Compliance and Review

This policy shall be reviewed annually and updated as necessary to reflect changes in technology, emerging threats, and regulatory requirements. Non-compliance may result in disciplinary action and could affect participation in the Arkansas Self-Funded Cyber Response Program. Additionally, it may trigger legal or regulatory consequences.

6. Employee Acknowledgment of Cybersecurity Policy

I acknowledge that I have received, read, and understand the city's Cybersecurity Policy. I understand that it is my responsibility to comply with it to protect the security and integrity of the city's information systems and data.

I further acknowledge that failure to comply with this policy may result in disciplinary action, up to and including termination of employment.

Employee Name (Printed): _____

Employee Signature: _____

Date: _____



Arkansas Legislative Audit

INFORMATION SYSTEMS REQUEST

Please return this completed form with requested documentation within 10 business days of receipt.

Entity Name:

Office:

2024 Questionnaire	
<p>1. Has the Disaster Recovery Plan been tested?</p> <p style="text-align: right;">If yes, please list date:</p> <p style="text-align: center;"><i>Provide test documentation</i></p>	<p><u>Yes</u> <u>No</u></p> <p><input type="radio"/> <input type="radio"/></p> <p><i>Attached</i> <input type="checkbox"/></p>
<p>2. How often are data files backed up? Check all that apply.</p> <p style="text-align: right;">Other:</p>	<p><u>Daily</u> <u>Weekly</u> <u>Monthly</u></p> <p><input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/></p>
<p>Describe backup process, including:</p> <ul style="list-style-type: none"> - ID of offsite storage facility - frequency backups are taken off-site - number of backup versions retained - test results of backup data restored 	
<p>3. Is virus protection software utilized and kept current?</p> <p style="text-align: right;">Identify software used:</p>	<p><u>Yes</u> <u>No</u></p> <p><input type="radio"/> <input type="radio"/></p>
<p>4. Do you maintain a comprehensive inventory of devices, software, and data?</p> <p style="text-align: right;">Identify software used:</p>	<p><u>Yes</u> <u>No</u></p> <p><input type="radio"/> <input type="radio"/></p>

5. Have any changes occurred to technology used in your office in the past year?	<u>Yes</u> <u>No</u> <input type="radio"/> <input type="radio"/>
--	---

Please describe:	
------------------	--


6. Have all staff attended cybersecurity awareness training in the last year?	<u>Yes</u> <u>No</u> <input type="radio"/> <input type="radio"/>
---	---

Please describe:	
------------------	--

7. What steps are you taking to prevent becoming a victim of a cyber attack? Please describe:

8. Please provide a current copy of your software license and maintenance agreement. <i>Attached</i> <input type="checkbox"/>

Completed By:

Entity Name:	
Date Completed:	Signed: 
Name:	
Title:	
Email:	
Phone Number:	




Arkansas
Legislative
Audit

INFORMATION SYSTEMS REQUEST

Please return this completed form with requested documentation within 10 business days of receipt.

Entity Name:

Office:

2024 Questionnaire - Addendum for New in Role					
1. Does management have a process to periodically review appropriate network and application user access (e.g., remove terminated employee security, restrict administrative access, review for segregation of duties conflicts)?	<table border="0"> <tr> <td style="text-align: center;"><u>Yes</u></td> <td style="text-align: center;"><u>No</u></td> </tr> <tr> <td style="text-align: center;"><input type="radio"/></td> <td style="text-align: center;"><input type="radio"/></td> </tr> </table>	<u>Yes</u>	<u>No</u>	<input type="radio"/>	<input type="radio"/>
<u>Yes</u>	<u>No</u>				
<input type="radio"/>	<input type="radio"/>				
Please describe (who reviews what and how often?):					
2. Does management have a process to periodically review and approve record changes and deletions? (This is commonly referred to as reviewing the audit log, but may include other processes such as reviewing errors, voids or exception reports. The emphasis here is to ensure management has a process in place to identify erroneous, inaccurate, or unauthorized transactions.)	<table border="0"> <tr> <td style="text-align: center;"><u>Yes</u></td> <td style="text-align: center;"><u>No</u></td> </tr> <tr> <td style="text-align: center;"><input type="radio"/></td> <td style="text-align: center;"><input type="radio"/></td> </tr> </table>	<u>Yes</u>	<u>No</u>	<input type="radio"/>	<input type="radio"/>
<u>Yes</u>	<u>No</u>				
<input type="radio"/>	<input type="radio"/>				
Please describe (who reviews what and how often?):					
Completed By:					
Entity Name:					
Date Completed:	Signed: 				
Name:					
Title:					
Email:					
Phone Number:					



Arkansas Legislative Audit

INFORMATION SYSTEMS REQUEST


Arkansas Act 846 of the 2023 Regular Session created the Arkansas Cyber Response Board (ACRB). Effective July 1, 2025, all participating entities in the Arkansas Self-Funded Cyber Response Program must comply with the minimum cybersecurity standards established by the ACRB, as shown in Appendix A.

Please return this completed form within 10 business days of receipt.

ACRB Questionnaire		
Entity Name:	Office:	Number of Employees:
1. Is multifactor authentication (MFA) required for employees accessing essential systems and services, including web-based platforms like financial institutions, third-party applications, and webmail services?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
2. Does MFA also apply to all administrative accounts except service accounts?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
3. Do you regularly maintain and test offline data backups for critical systems and data storage at least once a year?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
4. Have you implemented a cybersecurity awareness training program for all employees?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
5. Do you comply with the ACRB password standard?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
5.a Are passwords required to contain at least 12 characters?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
5.b Are passwords required to contain at least 8 characters?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>
5.c Are passwords required to be changed at least every 90 days?	<u>Yes</u>	<u>No</u>
	<input type="radio"/>	<input type="radio"/>

5.d Are passwords required to be changed at least every 185 days (if passwords are required to contain 12 or more characters)?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
5.e Is password complexity enforced?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
5.f Are the last 24 passwords prevented from reuse?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
5.g Are user accounts locked after five unsuccessful login attempts?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
5.h Do default passwords for new users require a forced reset?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
6. Do you comply with the ACRB patch management standard?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
6.a Are critical updates and patches to systems and hardware applied within 14 days?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
6.b Are all other updates and patches to systems and hardware (not designated as essential) applied within 30 days?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
6.c Are patches, system upgrades, or other vendor releases obtained from trusted sources?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>
6.d Is there periodic auditing and remediation of missing updates for systems?	<u>Yes</u> <input type="radio"/>	<u>No</u> <input type="radio"/>

Completed By:

Date Completed:	Signed:	
Name:		
Title:		
Email:		
Phone Number:		

SHARP COUNTY REGIONAL AIRPORT AUTHORITY

20 Airport Lane
Cherokee Village, AR. 72529

Minutes of the December 3, 2025 Board Meeting
Next Regular Meeting: January 7, 2025 at 3:00 p.m.

Attendees: Chairman Adam Bates, Peggy Long, Jeff Scott, Jim Thomas (Hardy), Asst. Chairman John Armstrong, Bill Demmons (Ash Flat), and John Manning, Airport Manager.

Absentees: Mayor Ethan Barnes, Fred Holzhauer, Tony Stallsmith (Cherokee Village), Sidney Armstrong (Highland) and Highland Mayor Kyle Crawford.

Guests: Neal Kring

The meeting was called to order by Chairman Adam Bates at 3:02 p.m.

Minutes of the previous meeting:

Chairman Bates asked for a motion to accept the minutes of the November meeting. A motion was made by Jeff Scott. Seconded by John Armstrong. The motion passed unanimously.

Financial Report:

Peggy Long presented the November 2025 Financial Statements and stated all bills have been paid. John Armstrong made a motion to accept the November financial. Seconded by Jim Thomas. The motion passed unanimously.

Managers Report:

- a.) Repaired runway light
- b.) Replaced heater in men's bathroom in hangar
- c.) Updated hangar list & getting contracts updated. Have one open box hangar.
- d.) Jet A pump check valve has been repaired.

Old Business:

- a.) Required FAA Audit-Nothing new on audit.
- b.) Perimeter fence repair- Proline Fencing will start work later this month.
- c.) Hangar roof leak repair- John Armstrong and Jeff Scott repaired the roof leaks-reset some screws and replaced some seals. Stated this is no storm damage on the roof.
- d.) EAA Chapter progress - Will have a meeting on Thursday, December 4, 2025 at 6:00 p.m. at the airport. Anybody can attend meeting and can join at that time. We will be getting the float ready for the parade. Also the EAA website has tons of resources about events in the area.
- e.) Taxiway project progress - The contractor has moved a large amount of dirt. The contractor requested the 1st draw, the FAA deposit for this draw was received and the airport portion was paid out of the operating account. Fred Holzhauer should have the line of credit done by the 1st of next week.
- f.) Grass runway repair- This needs to be completed by the end of March. John Armstrong can get some seed and he has a seeder. Adam will work on getting someone to bring a grader.

New Business:

- a.) None

Other Business:

- a.) None

Adjourn:

Since all business to come before the board was concluded Jeff Scott made a motion to adjourn. John Armstrong seconded the motion. The motion passed. The meeting was adjourned at 3:17 p.m.

Prepared/Submitted by: Peggy Long SHARP COUNTY REGIONAL AIRPORT AUTHORITY

Tri-County Solid Waste Disposal Authority ♦♦♦
500 Landfill Road • Cherokee Village AR 72529
Telephone 870-994-3020

MINUTES OF THE EXECUTIVE BOARD MEETING, December 17, 2025

The meeting was called to order at 9:57 AM. Those in attendance were: Chairman Kyle Crawford (Highland), Mayor Larry Fowler (Ash Flat), Mayor Steven Rose (Cherokee Village), Charlotte Goodwin (Ash Flat), Jeremy Langston (Fulton Co), Frank Kish (Fulton Co), Ray Hollis (Fulton Co), Michael Hurlburt and Peggy Long, Treasurer.

Chairman Kyle Crawford asked if everyone had read the minutes and if any changes should be made. A motion was made by Steven Rose to approve the minutes of the previous meeting. Motion was seconded by Jeremy Langston. The motion passed unanimously.

The financial report for the month of November was read by Peggy Long: We had income of \$543.50 from Customer Accounts, \$2,046.10 from Sale of Recycled Materials, \$578.79 from White River grant reimbursements and \$.14 cents in interest income. For a total income of \$3,168.53. We had expenses of \$6,842.24. This gives us a monthly ending balance of \$3,448.13. Motion to accept financial by Steven Rose. Seconded by Jeremy Langston. The financial report was unanimously approved as written.

Manager's Report - Given by Michael Hurlburt. The only employee, Aiden has not been very dependable recently due to some sickness and he is also looking for another job. It was agreed to move Aiden to part-time and hire another part-time worker to fill in the gap. He currently has approximately 23 bales of cardboard so will hopefully have enough to send out a load by the end of the year. Michael asked about receiving a Christmas bonus, Larry Fowler made a motion to pay Michael \$200 and Aiden \$100 for a Christmas bonus. Seconded by Jeremy Langston. The motion passed unanimously.

Old Business:

Manager Benefit: At the last meeting it was discussed to add a health insurance benefit for Michael Hulburt only. Michael was asked to check on the Health Insurance Marketplace to determine what kind of premium he could get. He sent us an amount of \$137.68 per month and it was decided that the recycling center will pay the health insurance premium for Michael for 2026 in the amount of \$137.68 per month. This will be paid directly to the insurance company.

Baler Repairs - The blue is prepped and ready to weld, no change on the grey baler. The big baler has been down due to a jam but the blue & red baler are working.

Container Purchase - The site is ready but we tabled the vote on the purchase until after the 1st of the year due to limited funds in the operating fund. This will be reimbursed 75% by grant funds but need enough money in the account to pay it in full and wait on the reimbursement.

Phone: Peggy Long checked with NEXT on the phone service and it is substantially lower in cost, they will send someone out to determine the process of running a line to the building. It could take a few weeks to get this done.

Rate Increase: Larry Fowler and Kyle Crawford attended the Sharp Co Quorum Court meeting and after a discussion Sharp Co voted to increase their funding to \$10,000 annually. County Judges from Fulton Co and Izard Co were not at the meeting and we do not have a final answer on the funding increase from them as of the meeting time. Cherokee Village, Ash Flat, Highland and Hardy have all budgeted the \$2.00 per capita increase into their budget for 2026. The other cities have not informed the board of their final budget amount.

New Business:

Other Business: Larry Fowler suggested that in the future the board may consider changing some of our meeting locations so that would have some meetings closer to Fulton Co and Izard Co. By doing this we would hope to increase the participation from these two counties in the recycling center. It would also allow for the city council, quorum court and the interested public to be able to attend the meetings to learn more about how the recycling center operates.

With no other business a motion was made by Kyle Crawford to adjourn at 10:35 a.m. Seconded by Steven Rose. Motion approved unanimously.

The next regular meeting will be on Wednesday, January 21, 2026 at 9:30 AM at the recycling center.

Respectfully Submitted,

Peggy Long, Treasurer/Secretary

**2025 Monthly City General Income & Expenses
City, Fire & Police Dept**

		OCTOBER	NOVEMBER
Income		Amount	Amount
City Sales Tax		\$107,797.62	\$103,774.92
City Sales Tax - Ozarka College	add. 2/25/20	\$40,424.11	\$38,915.59
County Sales Tax		\$18,484.38	\$17,353.85
County Turnback		\$12,647.04	\$12,508.88
Drug Control Fund (for PD only)		\$0.00	\$0.00
State Turnback		\$1,163.92	\$1,163.92
District Court Inc.		\$1,348.31	\$3,206.04
Rural Fire Protection Dues		\$847.70	\$2,062.16
Franchise Tax		\$24,010.56	\$3,227.95
Library Proceeds - Fines/Copies/Sales/Don.		\$200.00	\$675.00
Rent Income (Park - Community Center)		\$525.00	\$200.00
Sale of Fixed Assets		\$5,535.00	\$0.00
Grant Income		\$0.00	\$0.00
All Other Income (plus Interests) & LOAN		\$5,466.35	\$1,230.13
Transf.from City Svgs. & PD Sp. Svgs.		\$0.00	\$0.00
Total Income		\$218,449.99	\$184,318.44
Expenses		Amount	Amount
APERS (Monthly)		\$4,895.81	\$3,943.51
Capital Improvement/Expenditures		\$0.00	\$0.00
Clothing Allowance (Regan,Keith,Marc, FD&PD)		\$394.63	\$0.00
Contract Labor (mostly Linda Smith)		\$320.00	\$280.00
Equipment		\$16,845.67	\$0.00
Insurance - AD&D (Yearly)		\$0.00	\$0.00
Insurance - FDIR (Yearly)		\$0.00	\$0.00
Insurance - Property		\$0.00	\$26,394.51
Insurance - Vehicle		\$0.00	\$0.00
Ozarka College - Transfer Out	added 2/25	\$40,424.11	\$38,915.59
Drug Control Fund - Transfer Out		\$0.00	\$0.00
Police Vehicles Loan & Int Payment	(Paid Off)	\$0.00	\$0.00
Vehicle Purchase		\$0.00	\$0.00
Municipal Health (Monthly) Insurance-EE		\$7,370.30	\$7,332.67
LOPFI (Monthly) - ER		\$224.84	\$3,433.49
Library - Maint.&Repair		\$0.00	\$9.21
Library - Utilities		\$340.37	\$314.65
Library - Expense (all other)		\$2,089.08	\$390.30
LOAN - CH/PD/FD Payment		\$5,400.00	\$5,400.00
LOAN - Fire Dept. - Freightliner		\$4,500.00	\$4,500.00
LOAN - Fire Dept. - 2025 Chev. Tahoe		\$1,100.00	\$1,100.00
Maint & Repair - Equipment		\$19.63	\$0.00
Maint & Repair - General		\$2,545.72	\$400.88
Maint & Repairs - Vehicles		\$1,382.28	\$2,102.14
Maint & Repairs - Mowers		\$0.00	\$112.69
Radio Announcements		\$275.00	\$565.00
Publications & Subscriptions		\$0.00	\$0.00
Salaries (Gross)	City	\$12,706.69	\$8,120.60
	Library	\$5,011.32	\$4,364.15
	Admin	\$8,191.64	\$8,191.64
	Council	\$0.00	\$0.00
	Fire	\$17,540.85	\$20,395.50
	Police	\$24,629.36	\$32,836.87
	Street	\$3,350.16	\$3,341.70
	Water	\$7,552.81	\$6,606.79
	Planning & Zoning	\$0.00	\$0.00
	Fire Run Reimbursement	\$1,908.00	\$0.00
Federal Withholding Tax		\$3,717.68	\$3,332.11
Medicare Tax		\$1,153.77	\$1,195.40
Social Security Tax		\$3,909.23	\$3,910.11
State Withholding Tax		\$1,958.54	\$1,659.42
State Unemployment Tax		\$5.46	\$4.43
Fuel (Diesel) *- Reg. (Red Off Road)		\$649.27	\$402.91
Fuel (Gasoline) & Mower		\$1,967.29	\$2,446.24
Supplies - Office		\$88.80	\$135.17
Supplies (all other)		\$2,345.56	\$8,348.16
All Utilities		\$6,381.27	\$5,517.51
All Other Expenses		\$12,938.72	\$4,032.36
Security Upgrades (Park)		\$0.00	\$0.00
SC Regional Airport //Central Dispatch//Tri-Cnty.Recycl.		\$2,875.00	\$0.00
Total Expenses		\$207,008.86	\$210,035.71

(Witcher Auction-B1&B2)Oct.

AXON - Cameras (Oct.)

*Start Sept.2023

(SCRA&CD-Oct.)

**2025 Monthly Street Fund Income & Expenses
Street Fund**

	OCTOBER	NOVEMBER
Income	Amount	Amount
3 Mill Road Tax	\$4,727.68	\$5,629.00
State Electric Vehicle Reg. Fee	\$36.07	\$36.62
State Hwy Turnback	\$7,887.08	\$7,755.21
State Hwy 4 Lane Turnback	\$0.00	\$0.00 (no longer)
Interest Income	\$2.09	\$0.00
Federal Funding (ARDOT)	\$0.00	\$0.00
Misc./Other Income/Interest	\$0.00	\$1.69
Transfer from Savings	\$0.00	\$0.00
Total Income	\$12,652.92	\$13,422.52
Expenses	Amount	Amount
Clothing Allowance(Virgil)	\$0.00	\$0.00
Contract Labor	\$0.00	\$0.00
Equipment	\$1,296.00	\$0.00
Equipment - Office	\$0.00	\$0.00
Equipment Rental	\$480.00	\$0.00
Fees & Dues	\$0.00	\$0.00
Fuel (Diesel) (split)	\$324.64	\$201.46
Fuel (Gasoline) (split)	\$600.20	\$740.16
Insurance - Bond	\$250.00	\$0.00
Insurance - Property	\$0.00	\$644.79
Insurance - Vehicle	\$0.00	\$0.00
Maint & Repair- Equipment	\$602.59	\$0.00
Maint & Repair - General	\$102.91	\$38.35
Maint & Repair - Traffic Light	\$0.00	\$0.00
Maint & Repair - Vehicles	\$467.95	\$0.00
Publications & Subscriptions	\$0.00	\$0.00
Supplies	\$1,040.58	\$250.17
Supplies - Office	\$29.59	\$33.79
Supplies - Street Signs	\$0.00	\$0.00
Utilities	\$2,989.85	\$2,974.23
Vehicle Purchase	\$0.00	\$0.00
Mat/Gravel/Patching	\$12,274.18	\$92.35
All other expenses	\$412.98	\$0.00
Transfer to General Fund	\$0.00	\$0.00
Total Expenses	\$20,871.47	\$4,975.30

Demo/Replace of P.V. Bridge (\$320K from ARDOT+\$4K from Cherry's Scrap=\$324K)

Spent \$65,000 to SC Road Dept. for \$206,714.20 + \$346.40 to Gill's Backhoe Service, \$10,952.72 for Rentals, \$760.00 - to ARDOT = \$283,773.32

Remains: \$31,018.04 (as of 11/1/25)

**2025 Monthly Income & Expenses
Water Operating**

	OCTOBER	NOVEMBER
Income	Amount	Amount
Water Collections	\$34,461.60	\$31,351.70
Connect/ Tapping Fees	\$75.00	\$150.00
Transfer from Street to Water	\$0.00	\$0.00
Transfer from General Fund	\$0.00	\$0.00
Transfer from Water Savings	\$0.00	\$0.00
All other income (Interest+)	\$22.65	\$22.59
Reimbursement (FROM SEWER)	\$0.00	\$0.00
Insurance Settlement	\$0.00	\$0.00
Total Income	\$34,559.25	\$31,524.29
Expenses		
AirMed Care Memberships	\$27.00	\$27.00
* APERS	\$1,274.54	\$0.00
* Insurance - Employee	\$499.58	\$0.00
* Reimb of payrolls	\$8,979.59	\$0.00
Bankcard Exp. (VANCO)	\$6.00	\$7.00
Clothing Allowance-Alex	\$0.00	\$0.00
Contract Labor	\$0.00	\$0.00
Engineering Fees	\$0.00	\$0.00
Fees & Dues	\$0.00	\$1,650.00
Fuel (Diesel) - (Split)	\$324.64	\$201.46
Fuel (Gasoline/mowers) split	\$598.20	\$738.16
Insurance - Bond	\$0.00	\$250.00
Insurance - Property	\$0.00	\$2,603.15
Insurance - Vehicle	\$0.00	\$0.00
Laboratory Testing	\$0.00	\$0.00
Line Extension	\$0.00	\$0.00
Maint & Repair - Equip.	\$0.00	\$0.00
Maint & Repair - General	\$61.98	\$64.17
Maint & Repair - Vehicles	\$0.00	\$0.00
Postage Expense	\$227.53	\$0.00
Publications & Subscriptions	\$0.00	\$0.00
RECDS/FMHA	\$682.00	\$682.00
Sales Tax Paid	\$2,861.00	\$2,689.00
Supplies	\$1,144.62	\$67.91
Supplies - Office	\$29.60	\$33.80
Training & Education	\$0.00	\$0.00
Trash Expense (residential)	\$5,450.44	\$5,405.15
Utilities	\$3,008.63	\$2,458.73
Equipment	\$0.00	\$0.00
Vehicle Purchase	\$0.00	\$0.00
All other expenses	\$43.89	\$470.86
Transfer to Sewer Oper Fund	\$0.00	\$0.00
Total Expenses	\$25,219.24	\$17,348.39

(Still owed \$46,000)

(June 2024 had to lend Sewer Fund to pay bills to Jack Tyler Engineering \$20K.)
Total of \$52K for Sewer to pay back to Water

**2025 Monthly Income & Expenses
Sewer Operating**

	OCTOBER	NOVEMBER
Income	Amount	Amount
Sewer Collections	\$23,531.87	\$23,739.79
Transfer from Street to Sewer	\$0.00	\$0.00
Transfer from General Fund	\$0.00	\$0.00
Transfer from Water Dept.	\$0.00	\$0.00
Connect/Tapping Fees	\$0.00	\$0.00
All Other Income (from Pump Svgs.)	\$0.00	\$0.00
All Other Income (Interests+)	\$14.79	\$3,038.42
Sale of Fixed Asset	\$0.00	\$0.00
Transferred from Pump Svgs.	\$0.00	\$11,473.79
	\$23,546.66	\$38,252.00
Total Income		
Expenses		
AS&W Loan Payment (in Jan.)	\$0.00	\$0.00
Capital Improvement	\$0.00	\$0.00
Clothing Allow. - X	\$0.00	\$0.00
Contract Labor	\$0.00	\$0.00
Engineering Fees	\$120.00	\$0.00
Equipment	\$0.00	\$8,802.16
Equipment Rental	\$0.00	\$0.00
Equipment - Sewer pumps	\$0.00	\$0.00
Fees & Dues	\$0.00	\$1,650.00
Fuel (Diesel) - (split)	\$324.64	\$201.46
Fuel (Gasoline) Split	\$596.20	\$736.16
Insurance - Bond	\$0.00	\$250.00
Insurance - Property	\$0.00	\$11,473.79
Insurance - Vehicle	\$0.00	\$0.00
Laboratory Testing	\$334.00	\$334.00
Lift Station Cleanout	\$685.00	\$0.00
Line Extension	\$0.00	\$0.00
Loan - Lift Station (Emerson)	\$2,000.00	\$2,000.00
Loan - '23 Dodge Ram -Pump Truck	\$2,000.00	\$2,000.00
Maint & Repair - Equipment	\$518.55	\$181.03
Maint & Repair - General	\$54.82	\$9,191.22
Maint & Repair - Office Eq.	\$0.00	\$470.85
Maint & Repair - Pumps	\$1,577.51	\$39.33
Maint & Repair - Vehicles	\$0.00	\$0.00
Postage Expense	\$0.00	\$228.14
Publications & Subscriptions	\$0.00	\$0.00
RECDS/FMHA	\$1,669.00	\$1,669.00
Supplies	\$1,242.41	\$736.08
Supplies - Office	\$29.60	\$33.79
Training & Education	\$0.00	\$0.00
Utilities	\$4,465.25	\$4,503.26
Vehicle Purchase	\$0.00	\$0.00
All Other Expenses	\$0.00	\$0.00
Transfer to Water Savings	\$0.00	\$0.00
Total Expenses	\$15,616.98	\$44,500.27

11/14/25 To Pay Mun.LeagueInsurance

Nov.Blower at WWTP

(now owe \$46K)

STILL OWED - to Jack Tyler Engineering - \$8,429.43 As of 10/14/25

Having to make payments

(June 2024 had to borrow from Water Special Savings to pay bills to Jack Tyler Engineering \$20K.)

Ozarka Sales Tax - .375% of City Sales Tax Income		
Month	2024	2025
January	\$41,586.62	\$42,125.34
February	\$46,444.30	\$44,140.60
March	\$37,634.79	\$34,874.83
April	\$37,179.54	\$35,908.21
May	\$43,818.30	\$38,901.46
June	\$40,864.11	\$42,200.97
July	\$42,157.08	\$41,471.67
August	\$40,482.18	\$41,764.17
September	\$40,726.96	\$40,838.54
October	\$38,158.89	\$40,424.11
November	\$34,954.66	\$38,915.59
December	\$38,820.03	
Totals	\$482,827.46	\$441,565.49

City does NOT get any of the Ozarka money - we just transfer it from our Direct Deposit acct to their Ozarka Acct.

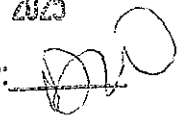
City of Ash Flat

Statement Date 11/30/2025

Accounts Water Rev Bond Fund CD #5876

Companies Ash Flat Water Fund

NOV 30 2025

Approved By: 

Statement Balance:	\$6,477.86		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$8.02
<hr/>			
Reconciled Balance Per Statement:	\$6,477.86		
Book Balance:	\$6,477.86		
<hr/>			
Difference	\$0.00		

Ref #	Date	Name	Amount
Cleared Deposits			
937180	11/30/2025	Interest Income	8.02
Cleared Deposits Totals			8.02

City of Ash Flat

Statement Date 11/30/2025
Accounts Debt Res 1991 Bnd CD 2837586
Companies Ash Flat Water Fund

NOV 30 2025
Approved By: DW

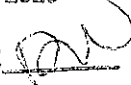
Statement Balance:	\$2,196.77		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$2.72
<hr/>			
Reconciled Balance Per Statement:	\$2,196.77		
Book Balance:	\$2,196.77		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
937182	11/30/2025	Interest Income	2.72
Cleared Deposits Totals			2.72

Statement Date 11/30/2025
Accounts Water Co. Dep Fund CD #5878
Companies Ash Flat Water Fund

City of Ash Flat

NOV 30 2025

Approved By: 

Statement Balance:	\$2,524.86		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$3.13
<hr/>			
Reconciled Balance Per Statement:	\$2,524.86		
Book Balance:	\$2,524.86		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
937181	11/30/2025	Interest Income	3.13
Cleared Deposits Totals			3.13

City of Ash Flat

Statement Date 11/30/2025
Accounts Water Rev Bond Fund CD #5876
Companies Ash Flat Water Fund

NOV 30 2025

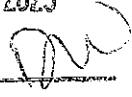
Approved By: [Signature]

Statement Balance:	\$6,477.86		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$8.02
Reconciled Balance Per Statement:	\$6,477.86		
Book Balance:	\$6,477.86		
Difference	\$0.00		

Ref #	Date	Name	Amount
Cleared Deposits			
937180	11/30/2025	Interest Income	8.02
		Cleared Deposits Totals	8.02

City of Ash Flat

Statement Date 11/30/2025
Accounts Water Fund Spec Sav -#10224935
Companies Ash Flat Water Fund


NOV 30 2025
Approved By: 

Statement Balance:	\$82,644.51		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$3.17
<hr/>			
Reconciled Balance Per Statement:	\$82,644.51		
Book Balance:	\$82,644.51		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
937179	11/30/2025	Interest Income	3.17
		Cleared Deposits Totals	3.17

City of Ash Flat

NOV 30 2025

Approved By: 

Statement Date 11/30/2025
Accounts Sewer Pump Sav #10173763
Companies Sewer Operating

Statement Balance:	\$10,323.74		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	2 (\$11,473.43)
<hr/>			
Reconciled Balance Per Statement:	\$10,323.74		
Book Balance:	\$10,323.74		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
559317	11/14/2025	Daily Receipts	(11,473.79)
559335	11/30/2025	Interest Income	0.36
		Cleared Deposits Totals	(11,473.43)

City of Ash Flat

Statement Date 11/30/2025
Accounts Sewer Bond Reserve #1177328
Companies Sewer Operating

NOV 30 2025

Approved By: [Signature]

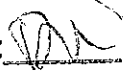
Statement Balance:	\$48,850.18		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$7.49
<hr/>			
Reconciled Balance Per Statement:	\$48,850.18		
Book Balance:	\$48,850.18		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
559334	11/30/2025	Interest Income	7.49
		Cleared Deposits Totals	7.49

City of Ash Flat

Statement Date 11/30/2025
Accounts Sewer Spec Sav #1126275
Companies Sewer Operating

NOV 30 2025

Approved By: 

Statement Balance:	\$11,367.69		
- Outstanding Checks:	\$0.00	Cleared Checks:	1 (\$1,000.00)
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$1.63
<hr/>			
Reconciled Balance Per Statement:	\$11,367.69		
Book Balance:	\$11,367.69		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
Cleared Checks			
11250	11/14/2025	FNBC	(1,000.00)
		Cleared Checks Totals	(1,000.00)
Cleared Deposits			
559333	11/30/2025	Interest Income	1.63
		Cleared Deposits Totals	1.63

City of Ash Flat

Statement Date 11/30/2025
Accounts AF SW DEPREC RESV #1069764
Companies Sewer Operating

NOV 30 2025
 Approved By: JDW

Statement Balance:	\$2,040.30		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$0.31
<hr/>			
Reconciled Balance Per Statement:	\$2,040.30		
Book Balance:	\$2,040.30		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
559332	11/30/2025	Interest Income	0.31
Cleared Deposits Totals			0.31

Statement Date 11/30/2025
Accounts USDA SW DEBT SER RESV #1069756
Companies Sewer Operating

NOV 30 2025
 Approved By: [Signature]

Statement Balance:	\$20,413.43		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$3.13
<hr/>			
Reconciled Balance Per Statement:	\$20,413.43		
Book Balance:	\$20,413.43		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
559331	11/30/2025	Interest Income	3.13
Cleared Deposits Totals			3.13

Ref #	Date	Name	Amount
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Cleared Deposits

559330	11/30/2025	Interest Income	0.50
Cleared Deposits Totals			38,239.08


Outstanding Checks

11251	11/24/2025	U.S.P.S.	228.14
11252	11/24/2025	CNA Surety	250.00
11253	11/25/2025	Arkansas Municipal League	11,473.79
11254	11/25/2025	Cherokee Sanitary Landfill Company	4,840.31
11255	11/25/2025	Arkansas Testing Labs	334.00
11256	11/25/2025	United Blower, Inc.	231.00
11257	11/25/2025	Aquafix	1,185.80
11258	11/25/2025	Kimball Midwest	197.72
Outstanding Checks Totals			18,740.76

Statement Date 11/30/2025
 Accounts Sewer Dept Checking #83857
 Companies Sewer Operating

City of Ash Flat

NOV 30 2025

Approved By: 

Statement Balance:	\$25,952.55		
- Outstanding Checks:	\$18,740.76	Cleared Checks:	18 \$26,759.51
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	25 \$38,239.08
Reconciled Balance Per Statement:	\$7,211.79		
Book Balance:	\$7,211.79		
Difference	\$0.00		

Ref #	Date	Name	Amount
Cleared Checks			
11234	11/3/2025	NEXT, POWERED BY NAEC, LLC	34.07
11235	11/3/2025	NEXT, POWERED BY NAEC, LLC	130.49
11236	11/3/2025	Entergy	2,615.00
11237	11/3/2025	Tri County Farm and Home	39.38
11238	11/3/2025	CUSI	1,650.00
11239	11/3/2025	Frank the Computer Guy	470.85
11240	11/3/2025	Partz Store Inc.	92.08
11241	11/3/2025	USA Blue Book	8,802.16
11242	11/4/2025	Johnson Supply, Inc.	702.60
11243	11/6/2025	Sharp Office Supply	33.79
11244	11/6/2025	North Arkansas Electric Co-op	210.15
11245	11/6/2025	Komline-Sanderson	2,858.77
11246	11/7/2025	FNBC	2,000.00
11247	11/10/2025	Entergy	1,513.55
11248	11/10/2025	Murphy Oil Co.	937.62
11249	11/14/2025	FNBC	2,000.00
11250	11/14/2025	FNBC	1,000.00
DRAFTED	11/28/2025	FNBC	1,669.00
Cleared Checks Totals			26,759.51

Cleared Deposits			
2025-11-01	11/4/2025	11/4/2025 Deposit	652.97
2025-11-02	11/5/2025	11/5/2025 Deposit	5,632.51
2025-11-03	11/14/2025	11/14/2025 Deposit	11,616.93
2025-11-04	11/17/2025	11/17/2025 Deposit	3,328.38
2025-11-05	11/18/2025	11/18/2025 Deposit	7,676.30
559298	11/3/2025	Daily Receipts	567.04
559312	11/6/2025	Daily Receipts	1,413.34
559313	11/7/2025	Daily Receipts	3,023.09
559314	11/10/2025	Daily Receipts	2,352.82
559315	11/13/2025	Voided Receipt	0.00
559316	11/12/2025	Daily Receipts	1,799.75
559323	11/19/2025	Daily Receipts	6.82
559324	11/21/2025	Daily Receipts	56.14
559325	11/24/2025	Daily Receipts	48.53
559326	11/25/2025	Daily Receipts	23.09
559327	11/26/2025	Daily Receipts	40.87

Statement Date 11/30/2025
Accounts Meter Deposit CD #5877
Companies Meter Deposit Fund

City of Ash Flat

NOV 30 2025

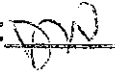
Approved By: DN

Statement Balance:	\$5,845.57		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$7.24
<hr/>			
Reconciled Balance Per Statement:	\$5,845.57		
Book Balance:	\$5,845.57		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
734220	11/30/2025	Interest Income	7.24
Cleared Deposits Totals			7.24

Ref #	Date	Name	Amount
Outstanding Deposits			
734216	11/19/2025	Daily Receipts	25.00
Outstanding Deposits Totals			25.00

NOV 30 2025

Approved By: 

Statement Date 11/30/2025
Accounts Meter Deposit #18614
Companies Meter Deposit Fund

Statement Balance:	\$24,334.25		
- Outstanding Checks:	\$243.39	Cleared Checks:	18 \$517.43
+ Outstanding Deposits:	\$25.00	Cleared Deposits:	7 \$352.91
<hr/>			
Reconciled Balance Per Statement:	\$24,115.86		
Book Balance:	\$24,115.86		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
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Cleared Checks

08163	8/19/2025	Mary Welch	0.00
08185	10/28/2025	Partz Store	47.85
08188	10/28/2025	Joyce Neely	61.01
08191	11/3/2025	Water Operating Fund	15.07
08192	11/3/2025	Sewer Operating Fund	9.93
08193	11/3/2025	Water Operating Fund	24.61
08194	11/3/2025	Water Operating Fund	15.07
08195	11/3/2025	Sewer Operating Fund	9.93
08196	11/3/2025	Water Operating Fund	15.07
08197	11/3/2025	Sewer Operating Fund	9.93
08198	11/4/2025	Water Operating Fund	72.59
08199	11/4/2025	Sewer Operating Fund	27.41
08200	11/4/2025	Big Creek Man Cave	25.00
08201	11/5/2025	FNBC	77.35
08204	11/24/2025	Water Operating Fund	33.52
08205	11/24/2025	Sewer Operating Fund	23.09
08206	11/25/2025	Water Operating Fund	25.00
08207	11/25/2025	Water Operating Fund	25.00
Cleared Checks Totals			517.43

Cleared Deposits

734209	11/3/2025	Daily Receipts	25.00
734210	11/3/2025	Daily Receipts	77.35
734213	11/6/2025	Daily Receipts	100.00
734214	11/12/2025	Daily Receipts	25.00
734215	11/13/2025	Daily Receipts	25.00
734217	11/26/2025	Daily Receipts	100.00
734219	11/30/2025	Interest Income	0.56
Cleared Deposits Totals			352.91

Outstanding Checks

08202	11/24/2025	Brooke Hyslip	100.00
08203	11/24/2025	Connie MacIn	43.39
08208	11/26/2025	Water Operating Fund	70.91
08209	11/26/2025	Sewer Operating Fund	29.09
Outstanding Checks Totals			243.39

City of Ash Flat

NOV 30 2025

Approved By: WV

Statement Date 11/30/2025
Accounts Drug Control Fund Ck#10346507
Companies Drug Control Fund

Statement Balance:	\$87.00		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	0 \$0.00
Reconciled Balance Per Statement:	<u>\$87.00</u>		
Book Balance:	<u>\$87.00</u>		
Difference	<u><u>\$0.00</u></u>		

Ref #	Date	Name	Amount
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Totals _____

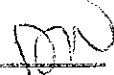
City of Ash Flat

Statement Date 11/30/2025

Accounts AFFD-SC Disb. ARP Chk-10310900

Companies AF FD - SC Disbursement ARP Funds

NOV 30 2025

Approved By: 

Statement Balance:	\$2.47		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	0 \$0.00
<hr/>			
Reconciled Balance Per Statement:	\$2.47		
Book Balance:	\$2.47		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
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Totals

Statement Date 11/30/2025
Accounts Vet's Mem. Acct. #177410 FNBC
Companies Veterans Memorial Fund

City of Ash Flat

NOV 30 2025

Approved By: DW

Statement Balance:	\$12,692.76		
- Outstanding Checks:	\$0.00	Cleared Checks:	1 \$500.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	3 \$1,045.00
<hr/>			
Reconciled Balance Per Statement:	\$12,692.76		
Book Balance:	\$12,692.76		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
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Cleared Checks

01363	11/21/2025	Lauren Siebert	500.00
Cleared Checks Totals			500.00


Cleared Deposits

380229	11/10/2025	Daily Receipts	100.00
380230	11/21/2025	Daily Receipts	500.00
380231	11/21/2025	Daily Receipts	445.00
Cleared Deposits Totals			1,045.00

Statement Date 11/30/2025
Accounts AF USDA Account Chk - 10221587
Companies AF USDA Account

City of Ash Flat

NOV 30 2025

Approved By: 

Statement Balance:	\$0.01		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	0 \$0.00
<hr/>			
Reconciled Balance Per Statement:	\$0.01		
Book Balance:	\$0.01		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
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Totals _____

Statement Date 11/30/2025
Accounts AF Cemetery Fund #10252343
Companies Ash Flat Cemetery Fund

City of Ash Flat

NOV 30 2025

Approved By:

Statement Balance:	\$75,936.32		
- Outstanding Checks:	\$0.00	Cleared Checks:	1 \$1,027.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	3 \$1,052.88
<hr/>			
Reconciled Balance Per Statement:	\$75,936.32		
Book Balance:	\$75,936.32		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
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Cleared Checks

00219	11/3/2025	Michael Butler	1,027.00
Cleared Checks Totals			1,027.00

Cleared Deposits

647230	11/21/2025	Daily Receipts	50.00
647231	11/24/2025	Daily Receipts	1,000.00
647232	11/30/2025	Interest Income	2.88
Cleared Deposits Totals			1,052.88

Statement Date 11/30/2025
Accounts AEDC Account - Chk -10235444
Companies AEDC Ckg. Account

City of Ash Flat

NOV 30 2025

Approved By: DN

Statement Balance:	\$0.69		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	0 \$0.00
<hr/>			
Reconciled Balance Per Statement:	\$0.69		
Book Balance:	\$0.69		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
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Totals

City of Ash Flat

Statement Date 11/30/2025
Accounts Hmland Sec. Bank Acct. #180521
Companies Homeland Security Fund

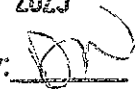
NOV 30 2025
Approved By: [Signature]

Statement Balance:	\$0.01		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	0 \$0.00
<hr/>			
Reconciled Balance Per Statement:	\$0.01		
Book Balance:	\$0.01		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
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Totals _____

NOV 30 2025

Approved By: 

Statement Date 11/30/2025
Accounts ACH Water & Sewer Draft 181321
Companies ACH Water & Sewer Draft

Statement Balance:	\$0.00		
- Outstanding Checks:	\$0.00	Cleared Checks:	2 \$19,324.17
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$19,324.17
Reconciled Balance Per Statement:	\$0.00		
Book Balance:	\$0.00		
Difference	\$0.00		

Ref #	Date	Name	Amount
Cleared Checks			
00000	11/18/2025	Sewer Operating Fund	7,588.19
00000	11/18/2025	Water Operating Fund	11,735.98
		Cleared Checks Totals	19,324.17
Cleared Deposits			
000000	11/17/2025	Daily Receipts	19,324.17
		Cleared Deposits Totals	19,324.17

Statement Date 11/30/2025
Accounts D D Account #137281
Companies Direct Deposit Fund

City of Ash Flat

NOV 30 2025

Approved By: DW

Statement Balance:	\$0.10		
- Outstanding Checks:	\$0.00	Cleared Checks:	5 \$161,208.28
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	5 \$161,208.28
<hr/>			
Reconciled Balance Per Statement:	\$0.10		
Book Balance:	\$0.10		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
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Cleared Checks

00000	11/10/2025	City of Ash Flat	1,163.92
00000	11/25/2025	City of Ash Flat	16,449.54
00000	11/25/2025	City of Ash Flat	103,774.92
00001	11/25/2025	City of Ash Flat	904.31
00002	11/25/2025	Ozarka College	38,915.59
Cleared Checks Totals			161,208.28

Cleared Deposits

000000	11/10/2025	State of Arkansas	1,163.92
000000	11/25/2025	State of Arkansas	904.31
000000	11/25/2025	State of Arkansas	16,449.54
000000	11/25/2025	State of Arkansas	38,915.59
000000	11/25/2025	State of Arkansas	103,774.92
Cleared Deposits Totals			161,208.28

City of Ash Flat

NOV 30 2025

Approved By: DW

Statement Date 11/30/2025
Accounts LOPFI Fund Ckg # 123695
Companies LOPFI Fund

Statement Balance:	\$1,036.08		
- Outstanding Checks:	\$0.00	Cleared Checks:	2 \$5,240.80
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	2 \$2,949.05
Reconciled Balance Per Statement:	\$1,036.08		
Book Balance:	\$1,036.08		
Difference	\$0.00		

Ref #	Date	Name	Amount
Cleared Checks			
DRAFTED	11/4/2025	LOPFI	2,291.74
DRAFTED	11/28/2025	LOPFI	2,949.06
		Cleared Checks Totals	5,240.80
Cleared Deposits			
295874	11/26/2025	Daily Receipts	2,949.03
295875	11/30/2025	Interest Income	0.02
		Cleared Deposits Totals	2,949.05

Statement Date 11/30/2025
Accounts Act 833 Fund #107474
Companies Act 833 Fund

City of Ash Flat
 NOV 30 2025
 Approved By: [Signature]

Statement Balance:	\$41,853.45		
- Outstanding Checks:	\$580.76	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	0 \$0.00
<hr/>			
Reconciled Balance Per Statement:	\$41,272.69		
Book Balance:	\$41,272.69		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
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Outstanding Checks

00604	11/28/2025	Siddons-Martin	580.76
Outstanding Checks Totals			580.76

City of Ash Flat

Statement Date 11/30/2025
Accounts Street Fund Savings #10173722
Companies Street Fund

NOV 30 2025

Approved By: [Signature]

Statement Balance:	\$21,160.13		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$0.49
<hr/>			
Reconciled Balance Per Statement:	\$21,160.13		
Book Balance:	\$21,160.13		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
931275	11/30/2025	Interest Income	0.49
Cleared Deposits Totals			0.49

Statement Date 11/30/2025
 Accounts Street Fund Checking #15230
 Companies Street Fund

NOV 30 2025

Approved By: DN

Statement Balance:	\$51,086.36		
- Outstanding Checks:	\$893.22	Cleared Checks:	10 \$4,297.66
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	6 \$13,422.03
Reconciled Balance Per Statement:	\$50,193.14		
Book Balance:	\$50,193.14		
Difference	\$0.00		

Ref #	Date	Name	Amount
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Cleared Checks

04613	11/3/2025	Entergy	129.31
04614	11/3/2025	Entergy	1,584.14
04615	11/3/2025	Tri County Farm and Home	59.18
04616	11/3/2025	Red Bud Supply, Inc.	134.87
04617	11/4/2025	Arkansas Quality Stone	92.35
04618	11/4/2025	Johnson Supply, Inc.	61.62
04619	11/6/2025	Sharp Office Supply	33.79
04620	11/6/2025	North Arkansas Electric Co-op	1,260.78
04621	11/10/2025	WEX Bank	4.00
04622	11/10/2025	Murphy Oil Co.	937.62
Cleared Checks Totals			4,297.66

Cleared Deposits

931269	11/10/2025	State of Arkansas	36.62
931270	11/10/2025	State of Arkansas	69.64
931271	11/10/2025	State of Arkansas	7,041.00
931272	11/10/2025	State of Arkansas	644.57
931273	11/24/2025	Daily Receipts	5,629.00
931274	11/30/2025	Interest Income	1.20
Cleared Deposits Totals			13,422.03

Outstanding Checks

04585	9/3/2025	Phillips, Marc	215.58
04623	11/25/2025	Arkansas Municipal League	644.79
04624	11/25/2025	Kimball Midwest	32.85
Outstanding Checks Totals			893.22

Statement Date 11/30/2025
Accounts Fire Bond Debt Res #10214642
Companies City of Ash Flat

City of Ash Flat

NOV 30 2025

Approved By: TOW

Statement Balance:	\$510.70		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$0.01
<hr/>			
Reconciled Balance Per Statement:	\$510.70		
Book Balance:	\$510.70		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
646960	11/30/2025	Interest Income	0.01
Cleared Deposits Totals			0.01

Statement Date 11/30/2025
Accounts Library Saving Acct - 10112290
Companies City of Ash Flat

City of Ash Flat

NOV 30 2025

Approved By: DW

Statement Balance:	\$1,522.49		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$0.02
<hr/>			
Reconciled Balance Per Statement:	\$1,522.49		
Book Balance:	\$1,522.49		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
559523	11/30/2025	Interest Income	0.02
Cleared Deposits Totals			0.02

Statement Date 11/30/2025
Accounts Fire Spec. Savings-1235902
Companies City of Ash Flat

City of Ash Flat

NOV 30 2025

Approved By: YOW

Statement Balance:	\$7,375.73		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	2 (\$5,533.11)
<hr/>			
Reconciled Balance Per Statement:	\$7,375.73		
Book Balance:	\$7,375.73		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
646958	11/26/2025	Daily Receipts	(5,535.00)
646959	11/30/2025	Interest Income	1.89
		Cleared Deposits Totals	(5,533.11)

Statement Date 11/30/2025
Accounts Police Spec. Savings-1235894
Companies City of Ash Flat

City of Ash Flat

NOV 30 2025

Approved By: DW

Statement Balance:	\$19,401.89		
- Outstanding Checks:	\$0.00	Cleared Checks:	1 (\$1,532.00)
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	3 (\$7,151.00)
<hr/>			
Reconciled Balance Per Statement:	\$19,401.89		
Book Balance:	\$19,401.89		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
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Cleared Checks

39063	11/24/2025	FNBC	(1,532.00)
Cleared Checks Totals			(1,532.00)

Cleared Deposits

559511	11/6/2025	Daily Receipts	(10,360.04)
736044	11/6/2025	Daily Receipts	3,206.04
736049	11/30/2025	Interest Income	3.00
Cleared Deposits Totals			(7,151.00)

Approved By: *[Signature]*

NOV 30 2025

City of Ash Flat

Statement Date 11/30/2025
Accounts Special Savings #1135409
Companies City of Ash Flat

Statement Balance:	\$256,598.64		
- Outstanding Checks:	\$0.00	Cleared Checks:	0 \$0.00
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	1 \$39.14
<hr/>			
Reconciled Balance Per Statement:	\$256,598.64		
Book Balance:	\$256,598.64		
<hr/>			
Difference	\$0.00		
<hr/> <hr/>			

Ref #	Date	Name	Amount
Cleared Deposits			
559522	11/30/2025	Interest Income	39.14
Cleared Deposits Totals			39.14

Ref #	Date	Name	Amount
Outstanding Checks			
38751	7/14/2025	Rees, Britny L	33.25
38976	10/14/2025	Heithoff, Beau G	99.73
38978	10/14/2025	Nicholson, Aaron M	22.16
38982	10/14/2025	Rose, Steven R	121.91
38989	10/20/2025	Creative Entropy, Inc.	165.00
39021	11/3/2025	COX Implement Co., Inc.- Highland	388.43
39056	11/12/2025	Moore, Ricky D	1,958.38
39064	11/28/2025	Rigsby, Thomas A	128.00
39066	11/28/2025	Legal Shield	18.95
39067	11/28/2025	Colonial Life & Accident Insurance Co.	40.48
39068	11/28/2025	AFLAC	481.88
39069	11/28/2025	Globe Life Liberty National Life Division	906.55
39070	11/28/2025	Municipal Health Benefit Fund	8,965.63
39072	11/28/2025	Foothills Overhead Doors, LLC	299.29
39073	11/28/2025	Arkansas Crime Information Center	11.24
39074	11/28/2025	Bailey Wheel Alignment	759.99
39075	11/28/2025	FireTEXT Dispatch Solutions	730.00
39076	11/28/2025	Creative Entropy, Inc.	165.00
39077	11/25/2025	Arkansas Municipal League	26,394.51
39080	11/25/2025	Kimball Midwest	85.12
Outstanding Checks Totals			41,775.50

Ref #	Date	Name	Amount
Cleared Checks			
39027	11/3/2025	Arkansas One-Call Systems, Inc.	11.40
39028	11/4/2025	FNBC	5,400.00
39029	11/4/2025	Dept. of Finance & Admin.	167.20
39030	11/4/2025	O'Reilly Automotive, Inc.	203.99
39031	11/4/2025	WCN of Arkansas, Inc.	552.82
39032	11/4/2025	WCN of Arkansas, Inc.	533.99
39033	11/4/2025	Johnson Supply, Inc.	168.65
39034	11/4/2025	Johnson Supply, Inc.	122.66
39035	11/5/2025	Cintas Corp	820.42
39036	11/5/2025	KOOU 104.7 FM	175.00
39037	11/5/2025	KSAR FM 92.3	390.00
39038	11/5/2025	Enveloc, Inc.	7.90
39039	11/6/2025	Vaughn Sales	93.56
39040	11/6/2025	DirtWorks	200.00
39041	11/6/2025	Sharp Office Supply	168.96
39042	11/6/2025	Batesville Typewriter Co Inc	264.20
39043	11/6/2025	North Arkansas Electric Co-op	78.57
39044	11/10/2025	Entergy	455.74
39045	11/10/2025	Entergy	634.58
39046	11/10/2025	Lexipol, LLC	1,007.00
39047	11/10/2025	WEX Bank	65.65
39048	11/10/2025	Murphy Oil Co.	2,611.40
39049	11/12/2025	DISH	124.72
39050	11/12/2025	Susan Funnell	21.73
39051	11/12/2025	Keefer, Abraham Samuel	200.00
39052	11/12/2025	Smith, Linda K	280.00
39053	11/12/2025	Coggins, Matthew L	1,811.92
39054	11/12/2025	Fortner, Dominic K	956.68
39055	11/12/2025	Lane, Wendell A	2,024.81
39057	11/12/2025	Powell, Steven D	2,453.10
39058	11/14/2025	FNBC	4,500.00
39059	11/14/2025	FNBC	1,100.00
39060	11/14/2025	Brightspeed	301.29
39061	11/14/2025	Card Services Center	1,610.60
39062	11/24/2025	Dynamic Mobile Storage, LLC	5,574.88
39063	11/24/2025	FNBC	1,532.00
39065	11/25/2025	LOPFI	2,949.03
39071	11/28/2025	Fowler, Larry J	105.00
39079	11/25/2025	Ash Flat Tire and Lube LLC	355.70
DRAFTED	11/4/2025	LOPFI	96.02
DRAFTED	11/28/2025	LOPFI	3,337.47
Cleared Checks Totals			144,340.41

Cleared Deposits

2025-11-01	11/3/2025	11/3/2025 Deposit	640.00
2025-11-02	11/5/2025	11/5/2025 Deposit	1,093.34
2025-11-03	11/10/2025	11/10/2025 Deposit	1,263.92
2025-11-04	11/17/2025	11/17/2025 Deposit	230.00
2025-11-05	11/24/2025	11/24/2025 Deposit	14,571.04
2025-11-06	11/25/2025	11/25/2025 Deposit	121,148.77
2025-11-07	11/26/2025	11/26/2025 Deposit	5,635.00
559511	11/6/2025	Daily Receipts	10,360.04
559514	11/13/2025	Daily Receipts	3,227.95
559521	11/30/2025	Interest Income	42.73
736045	11/7/2025	Daily Receipts	10.00
Cleared Deposits Totals			158,222.79

NOV 30 2025

Approved By: [Signature]

Statement Date 11/30/2025
Accounts First Natl Banking Co #15222
Companies City of Ash Flat

Statement Balance:	\$141,399.64		
- Outstanding Checks:	\$41,775.50	Cleared Checks:	79 \$144,340.41
+ Outstanding Deposits:	\$0.00	Cleared Deposits:	22 \$158,222.79
<hr/>			
Reconciled Balance Per Statement:	\$99,624.14		
Book Balance:	\$99,624.14		
<hr/>			
Difference	\$0.00		
<hr/>			

Ref #	Date	Name	Amount
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Cleared Checks

00793	11/4/2025	APERS	4,112.41
00794	11/6/2025	Dept of Finance & Admin, (WH)	1,958.54
00795	11/14/2025	IRS	7,671.66
00796	11/18/2025	APERS	3,324.76
00797	11/28/2025	IRS	5,871.47
25-11-ACFPWSt	11/14/2025	Direct Deposits	29,424.77
25-11-ACFPWSt	11/28/2025	Direct Deposits	28,374.59
38921	9/29/2025	Jeremiah Birkhead	2,500.00
38974	10/14/2025	Ables, William Blair	66.50
38995	10/27/2025	Keefer, Abraham Samuel	370.00
38996	10/27/2025	Izard County Propane-MEL	821.44
38997	10/27/2025	Blaine Davis Computing Corp.	197.33
38999	10/27/2025	Capital One	480.70
39000	10/28/2025	Mark Martin GMC	391.94
39001	10/30/2025	Rigsby, Thomas A	128.00
39003	10/30/2025	Municipal Health Benefit Fund	8,502.09
39004	10/30/2025	AFLAC	384.05
39005	10/30/2025	Legal Shield	18.95
39006	10/30/2025	Globe Life Liberty National Life Division	906.55
39007	10/30/2025	Colonial Life & Accident Insurance Co.	40.48
39008	11/3/2025	NEXT, POWERED BY NAEC, LLC	160.15
39009	11/3/2025	NEXT, POWERED BY NAEC, LLC	86.90
39010	11/3/2025	NEXT, POWERED BY NAEC, LLC	182.86
39011	11/3/2025	NEXT, POWERED BY NAEC, LLC	144.38
39012	11/3/2025	Ash Flat Water Co.	96.84
39013	11/3/2025	Entergy	162.46
39014	11/3/2025	Entergy	426.27
39015	11/3/2025	Entergy	110.30
39016	11/3/2025	Entergy	309.00
39017	11/3/2025	Entergy	122.00
39018	11/3/2025	Entergy	39.53
39019	11/3/2025	Entergy	194.24
39020	11/3/2025	Verizon Wireless	1,115.52
39022	11/3/2025	Frank the Computer Guy	941.71
39023	11/3/2025	Partz Store Inc.	16.98
39024	11/3/2025	Eagle Pest Management, LLC	46.05
39025	11/3/2025	Southern Tire Mart, LLC	1,014.50
39026	11/3/2025	Red Bud Supply, Inc.	155.85

Part VI Miscellaneous

35	Enter the amount of the state volume cap allocated to the issue under section 141(b)(5)	35	
36a	Enter the amount of gross proceeds invested or to be invested in a guaranteed investment contract (GIC). See instructions	36a	
b	Enter the final maturity date of the GIC ▶ (MM/DD/YYYY) _____		
c	Enter the name of the GIC provider ▶ _____		
37	Pooled financings: Enter the amount of the proceeds of this issue that are to be used to make loans to other governmental units	37	
38a	If this issue is a loan made from the proceeds of another tax-exempt issue, check box ▶ <input type="checkbox"/> and enter the following information:		
b	Enter the date of the master pool bond ▶ (MM/DD/YYYY) _____		
c	Enter the EIN of the issuer of the master pool bond ▶ _____		
d	Enter the name of the issuer of the master pool bond ▶ _____		
39	If the issuer has designated the issue under section 265(b)(3)(B)(i)(II) (small issuer exception), check box ▶ <input type="checkbox"/>		
40	If the issuer has elected to pay a penalty in lieu of arbitrage rebate, check box ▶ <input type="checkbox"/>		
41a	If the issuer has identified a hedge, check here ▶ <input type="checkbox"/> and enter the following information:		
b	Name of hedge provider ▶ _____		
c	Type of hedge ▶ _____		
d	Term of hedge ▶ _____		
42	If the issuer has superintegrated the hedge, check box ▶ <input type="checkbox"/>		
43	If the issuer has established written procedures to ensure that all nonqualified bonds of this issue are remediated according to the requirements under the Code and Regulations (see instructions) check box ▶ <input type="checkbox"/>		
44	If the issuer has established written procedures to monitor the requirements of section 148, check box ▶ <input type="checkbox"/>		
45a	If some portion of the proceeds was used to reimburse expenditures, check here ▶ <input type="checkbox"/> and enter the amount of reimbursement ▶ _____		
b	Enter the date the official intent was adopted ▶ (MM/DD/YYYY) _____		

COPY

Signature and Consent	Under penalties of perjury, I declare that I have examined this return and accompanying schedules and statements, and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that I consent to the IRS's disclosure of the issuer's return information, as necessary to process this return, to the person that I have authorized above.			
	Signature of issuer's authorized representative	1526 Date	LARRY FOWLER, MAYOR Type or print name and title	
Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed PTIN
	Firm's name ▶	Firm's EIN ▶		
	Firm's address ▶	Phone no.		

Part I Reporting Authority Check box if Amended Return

1 Issuer's name CITY OF ASH FLAT		2 Issuer's employer identification number (EIN) 71-0423642
3a Name of person (other than issuer) with whom the IRS may communicate about this return (see instructions)		3b Telephone number of other person shown on 3a
4 Number and street (or P.O. box if mail is not delivered to street address) P.O. BOX 280, 869 ASH FLAT DRIVE	Room/suite	5 Report number (For IRS Use Only) 3
6 City, town, or post office, state, and ZIP code ASH FLAT, AR 72513		7 Date of issue 01/05/2026
8 Name of issue IMPROVEMENT BOND		9 CUSIP number NONE
10a Name and title of officer or other employee of the issuer whom the IRS may call for more information LARRY FOWLER, MAYOR		10b Telephone number of officer or other employee shown on 10a 870-994-7324

Part II Type of Issue (Enter the issue price.) See the instructions and attach schedule.

11 Education	11
12 Health and hospital	12
13 Transportation	13
14 Public safety	14
15 Environment (including sewage bonds)	15
16 Housing	16
17 Utilities	17 295,000
18 Other, Describe	18
19a If bonds are TANs or RANs, check only box 19a <input type="checkbox"/>	
19b If bonds are BANs, check only box 19b <input type="checkbox"/>	
20 If bonds are in the form of a lease or installment sale, check box <input checked="" type="checkbox"/>	

Part III Description of Bonds. Complete for the entire issue for which this form is being filed.

	(a) Final maturity date	(b) Issue price	(c) Stated redemption price at maturity	(d) Weighted average maturity	(e) Yield
21	02/05/2036	\$ 295,000	\$ 295,000	5 years	5.00 %

Part IV Uses of Proceeds of Bond Issue (including underwriters' discount)

22 Proceeds used for accrued interest	22	0
23 Issue price of entire issue (enter amount from line 21, column (b))	23	295,000
24 Proceeds used for bond issuance costs (including underwriters' discount)	24	10,000
25 Proceeds used for credit enhancement	25	0
26 Proceeds allocated to reasonably required reserve or replacement fund	26	0
27 Proceeds used to refund prior tax-exempt bonds. Complete Part V	27	0
28 Proceeds used to refund prior taxable bonds. Complete Part V	28	0
29 Total (add lines 24 through 28)	29	10,000
30 Nonrefunding proceeds of the issue (subtract line 29 from line 23 and enter amount here)	30	285,000

Part V Description of Refunded Bonds. Complete this part only for refunding bonds.

31 Enter the remaining weighted average maturity of the tax-exempt bonds to be refunded	years
32 Enter the remaining weighted average maturity of the taxable bonds to be refunded	years
33 Enter the last date on which the refunded tax-exempt bonds will be called (MM/DD/YYYY)	
34 Enter the date(s) the refunded bonds were issued (MM/DD/YYYY)	