Budgeted Amount	N/A	Opened by: P Cook Tabulated by: M Getson	Bid #: 2026:22 Date: 7/23/26

DIVISIONS/DEPARTMENT: Finance Short-Term Financing compliant with Amendment No. 78 to the Arkansas Constitution	Centennial Bank	Arvest Bank	Farmers & Merchants Bank	FNBC Community Bankers
Description	Detail	Detail	Detail	Detail
Short-Term Financing				
Amount:	$3,000,000	$3,000,000	$3,000,000	$3,000,000
Maturity/Term:	5 years	60 months from date of closing	Up to 5 years	5 years
Interest Rate:	5.250%	4.830%	5.000%	4.725%
Fixed/Variable:	Fixed for the life of the loan	Fixed for the entire 60-month duration	Fixed (Tax Free Rate)	Fixed for 5 years. Daily Accr
Repayment/Schedule:	Int Only	Principal and Interest over 60 months	Up to 5 years; Fully Amortizing	60 Monthly P&I Payments
Payment Frequency:	Monthly	Monthly	Annual P&I Payments of approximately $679,365	Monthly
Loan Principal:	Due at maturity	Amortizing	Amortizing	Amortizing
Fees:	None	None	None	Appraisal cost, title work, origination fee .20% of final loan amount
Other consideration/Notes:	City must comply with all applicable tax exempt requirements. Otherwise, the rate will revert to 6.18%	Prepayment permitted at any time without penalty or premium	NO PRE-PAYMENT PENALTY. Normal underwriting criteria will apply including Formal F&M Bank Loan Committee Loan Approval.	Fees to be paid in cash or deducted from loan proceeds
				Bid included additional repayment options including: Quarterly Payments on 5 year Amortization, One year draw period followed by 48 monthly payments. For analysis comparison, the lowest overall cost, or 60 Monthly P&I Payments repayment was considered.
				Subject to final loan approval from banks internal loan committee
				Loan to be secured by 1st mortgage on property city is purchasing and improving with loan proceeds. **<u>Note: this requirement is not consistent with Amendment 78 financing</u>**
Evaluation of Net Cost of Loan				
Total Principal & Interest	$3,787,500	$3,382,820	$3,396,822	$3,373,970
Offset for Interest Earning Opportunity @ 3.00%	(391,922)	(237,777)	(238,093)	(237,441)
Less: Principal amount of Loan	(3,000,000)	(3,000,000)	(3,000,000)	(3,000,000)
Net Cost of Loan	$395,578	$145,043	$158,729	$136,529
				Additional Costs to be Considered:
				Origination Fee: $6,000 Appraisal: Unknown Title Work: Unknown