

**RESOLUTION NO. R2024-11**

**RESOLUTION APPROVING A FINANCIAL SERVICES PROPOSAL FROM  
CHAMBERS BANK**

Whereas the City Council of the City of Hector met in a regular scheduled meeting on May 20<sup>th</sup>, 2024, and reviewed financial services proposal by Chambers Bank for the Hector city **General Fund, Street Fund, and ARP Fund.**

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF  
HECTOR, ARKANSAS**

The city council, after review, discussion, and consideration of Chambers Bank proposal, finds that the proposal is in the best interest of the citizens of the City of Hector, Arkansas.

The city council for the City of Hector, Arkansas hereby approves the attached Chambers Bank proposal and authorizes the Recorder/Treasurer and the Mayor to perform all duties related to the transfer of city accounts to Chambers Bank. Furthermore, Sandra Barton,- Recorder/Treasurer and John Riley-Mayor are authorized signature bearers of said accounts.

A copy of the Chambers Bank proposal is hereto attached.

This resolution is hereby approved on this 20<sup>th</sup> day of May 2024



Sandra Barton  
Recorder/Treasurer

5-20-24  
Date

Present 4

Opposed 0

Absent 1

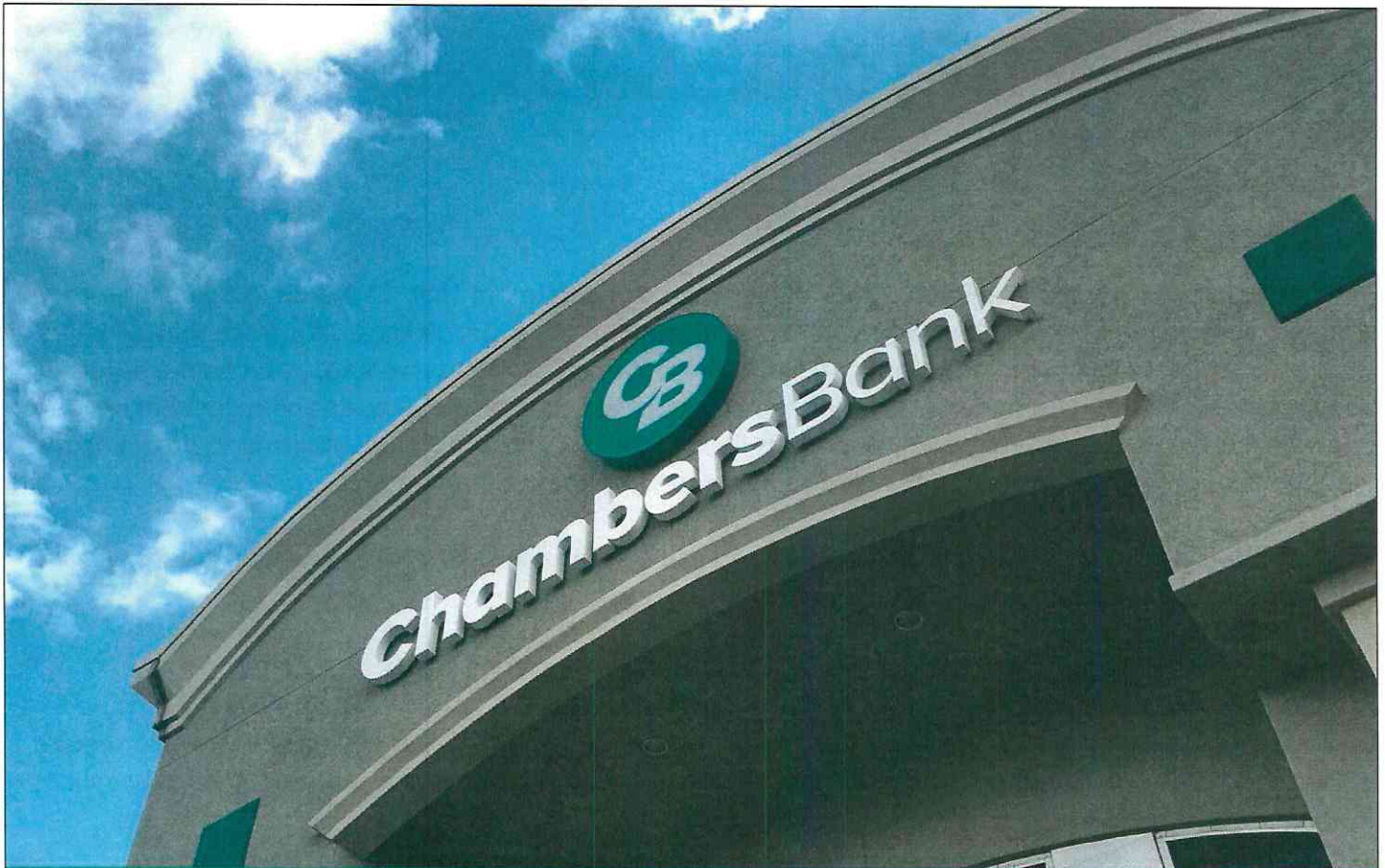
in Favor 4



John Riley  
Mayor

5-20-24  
Date

Recused 0



# Project Proposal

## Banking & Treasury Services Proposal City of Hector

Beverly Elam  
Chief Business Development Officer  
[belam@chambers.bank](mailto:belam@chambers.bank)  
(479) 601-6715



[www.chambers.bank](http://www.chambers.bank)





May 13th, 2024

Chambers Bank is a family-owned, financially strong bank with more than \$1 billion in assets. We have been meeting the financial needs of customers and communities across Arkansas for more than 90 years. We know that local governments are critical to the communities they serve and, as a community bank, we understand the importance of offering the products and services our friends and neighbors need to be financially successful. That's why Chambers Bank ("We" or "The Bank") is committed to providing the financial tools the City of Hector needs to continue to serve the community well.

We appreciate the opportunity to partner with you and build a relationship based on trust. We are pleased to present this proposal for your consideration.

**(1) Account Structure and Rate**

We propose utilizing our Business Interest Checking account for the City's accounts which would require no minimum or maximum account balance and no transaction limitations. As your financial services partner, we propose paying an interest rate of 3.00%.

Annual Variable Rate of 3.00%

**(2) Account Collateralization**

Any accounts opened for the City would be fully collateralized in accordance with Arkansas Code § 19-8-105, 19-8-201, and 19-8-203 for any amounts exceeding the FDIC insurance limits. The Bank will utilize A letter of credit from the Federal Home Loan Bank and/or the purchase of US Treasuries or Bonds would be utilized to ensure all deposited funds are fully collateralized. The Bank requests notice of any substantial deposits or withdrawals to ensure that the proper collateralization level is maintained at all times. The Bank will provide the Security Agreement for Funds Held in Deposit, Certificate of Corporate Resolution and Custodial Services Agreement as required.

**(3) Standard Services**

Chambers Bank agrees to provide the following banking services. Included here are some additional details about a few of our banking services:

***Business Online Banking Services***

We offer a full lineup of Business Banking products and services to meet your needs. Our Business Online Banking platform gives you full access and control to all of the functionality you need, as well as the ability to control that access by setting user limitations, transaction limitations, approval requirements and more. Proposed Business Online Banking services include:

- Business Online Banking
  - Real time Internal transfers
  - Ability to filter and search transactions
  - Daily Balances, Daily Activity reports
  - Full user administration
  - Real time Stop Payment entry and cancellation
- Additional Business Banking Services

**(4) Checks and Deposit Tickets**

The Bank also agrees to provide at no additional expense to the City for the first order of:

- Deposit Ticket Books
- Business Checks

**(5) Transition**

The Bank also agrees to provide assistance in the transition from your current Financial Institution to joining Chambers Bank as your preferred Financial Partner.

Thank you in advance for your consideration of this proposal and for the opportunity to serve the City of Hector. Please feel free to contact me directly if any additional information is needed.

Sincerely,



Beverly Elam  
Chief Business Development Officer  
479-601-6715 | [belam@chambers.bank](mailto:belam@chambers.bank)