



City of Conway, Arkansas  
Resolution No. R-11-73

**A RESOLUTION DECLARING THE INTENT OF THE CITY COUNCIL TO COMMIT TO A SERIES OF ACTIONS UPON THE SUCCESSFUL PASSAGE OF THE UPCOMING REDEDICATION OF THE 2006 QUARTER CENT SALES TAX CURRENTLY USED FOR DEBT SERVICE ON THE 2006B POLICE STATION BONDS**

**Whereas**, the City Council has scheduled a special election for February 14<sup>th</sup>, 2012 on the question of rededicating a quarter cent sales tax approved in 2006; for the purpose of reallocating that quarter cent sales tax currently dedicated to debt service on the 2006B bond issue such that one-eighth of a cent would be allocated for debt service on the bonded indebtedness remaining in the 2006B issue and for the issuance of new debt for Fire and Sanitation capital and that one-eighth of a cent would be allocated to the General Fund for operations; and

**Whereas**, the City Council desires to commit four actions subsequent to and in addition to the projects and purposes poised by the rededication upon the successful passage of that rededication.

**NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF CONWAY, ARKANSAS THAT:**

**Upon the successful passage of all portions of the February 14, 2012 Sales Tax Rededication the City of Conway will undertake the following actions:**

**Section 1.** \$2 million in Sanitation Enterprise Fund monies shall be transferred to the General Fund as those monies become available on a cash flow basis. These monies are currently dedicated for major Sanitation capital purchases which will be made using the proceeds of the 2012 bonds issued in accordance with the successful rededication

**Section 2.** Commit to purchasing police cars up to twelve a year and/or up to \$500,000 a year on an annual basis from the existing Pay-As-You-Go Quarter Cent Sales Tax the remainder of which will fully dedicated to major street projects.

**Section 3.** Commit to creating and funding a true General Fund Reserve of \$2 million dollars over the next four years – FY2012 through FY 2015 - by dedicating \$500,000 in General Fund monies each of those years into such a reserve as monies become available on a cash flow basis.

**Section 4.** Give all employees a one-time bonus in 2012 to be determined by the city council as monies become available on a cash flow basis.

**PASSED** this 13<sup>th</sup> day of December, 2011

**Approved:**

**Mayor Tab Townsell**

**Attest:**

**Michael Garrett  
City Clerk/Treasurer**