RESOLUTION 2026-21

A RESOLUTION AUTHORIZING THE CITY TREASURER TO INVEST SURPLUS FUNDS, BEING PROCEEDS FROM THE SALE OF SURPLUS REAL PROPERTY, IN A CERTIFICATE OF DEPOSIT AT NEBRASKA STATE BANK IN THE CITY OF BROKEN BOW, NEBRASKA.

WHEREAS, the City of Broken Bow, a city of the second class in Nebraska, is authorized under Nebraska Revised Statute § 77-2341 to manage and invest surplus funds; and

WHEREAS, pursuant to Resolution 2026-08, adopted on May 12, 2026, the City of Broken Bow authorized and directed the sale of certain surplus real property locally referred to as "The Armory," being a tract of land in the SE¼ of the NW¼ of Section 33, Township 17 North, Range 20 West, containing approximately 1.43 acres, more or less; and

WHEREAS, the $270,000 to purchase The Armory in 2025 was originally sourced from ST Infrastructure/Capital line 12-4200.00; and

WHEREAS, the City Council recognizes the value in returning those funds to that account; and

WHEREAS, the City Council sees a tremendous public service and a community need to be fulfilled by the Inclusive Playground project; and

WHEREAS, the Broken Bow Public Schools have committed to matching any contribution made by the City of Broken Bow to the Inclusive Playground project, dollar for dollar; and

WHEREAS, the sale of said surplus real property has been completed, and the proceeds therefrom in the amount of $900,000.00 have been deposited into the City General Fund and constitute surplus funds in excess of current needs, as permitted under Nebraska Revised Statute § 77-2341; and

WHEREAS, Nebraska Revised Statute § 77-2341 authorizes the investment of such surplus funds in certificates of deposit issued by qualified financial institutions in the State of Nebraska; and

WHEREAS, the City Council has reviewed the financial condition and reputation of Nebraska State Bank, a qualified financial institution, and determined it to be a suitable institution for the investment of public funds; and

WHEREAS, the proposed investment complies with the Nebraska Public Deposit Protection Act, ensuring that the total amount deposited does not exceed the allowable limits and is secured as required by law; and

WHEREAS, the City Council finds that investing the proceeds from the sale of the surplus real property in a certificate of deposit is in the best interest of the City of Broken Bow to ensure the safety, liquidity, and return on public funds.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF BROKEN BOW, NEBRASKA:

1. The City Treasurer is hereby authorized and directed to allocate $270,000 of said funds to the City of Broken Bow Sales Tax bank account ending in 168; and

2. Contribute a check for $30,000 to the Inclusive Playground project; and

3. Invest surplus funds in the amount of $600,000.00, being the remaining proceeds from the sale of the surplus real property known as "The Armory" pursuant to Resolution 2026-08, from the City General Fund in a certificate of deposit with Nebraska State Bank.

4. The certificate of deposit shall have a term of 3 months with an interest rate of 3.55%/3.59% APY and shall comply with all applicable provisions of Nebraska Revised Statute § 77-2341.

5. The certificate of deposit shall be secured by a surety bond or by the deposit of securities of the United States Government or its agencies or instrumentalities, in accordance with the Nebraska Public Deposit Protection Act and other applicable laws for the safeguarding of public funds.

6. The investment shall not exceed the limits set forth in the Nebraska Public Deposit Protection Act, and the City Treasurer shall ensure that all statutory requirements for the investment of public funds are met.

7. The City Treasurer shall provide a report to the City Council upon the maturation of the certificate of deposit, detailing the principal, interest earned, and any other relevant financial information.

8. This resolution shall take effect immediately upon its passage.

PASSED AND APPROVED this 25th day of August, 2026.

Rodney W. Sonnichsen, Mayor

ATTEST:

Jennifer A. Waterhouse, City Clerk

CITY OF BROKEN BOW CORPORATE SEAL NEBRASKA