



# CITY OF KING CITY COUNCIL

**MEETING DATE:**

August 4, 2025

## PART A

<b>Subject:</b>	<b>Public Hearing on Financing Agreement of PD and FD Radios</b>	
<b>Action Requested:</b>	Award financing to First Horizon Bank as recommended and approve Resolution 2025-06	
<b>Attachments:</b>		
<i>Susan O'Brien</i> <hr/> <b>Susan O'Brien, Director of Finance and Personnel</b>	<b>This abstract requires review by:</b>	
	<b>City Manager</b>	<b>City Attorney</b>

## PART B

### Introduction and Background:

This resolution is to approve a financing agreement for the purchase of radios for the Police and Fire Departments. The quotes are displayed separately below as the lease for the FD radios has a different interest rate than the PD radios; however, the loan will be combined for all radios.

### Discussion and Analysis:

#### City of King

July 24, 2025

**Bids for Financing 30 radios**

<b>Bidder</b>	<b>Interest rate</b>	<b>Annual Payment</b>	<b>Total Cost (principal and interest)</b>	<b>Fees</b>	<b>Grand Total Cost</b>
First Bank					
First Horizon	4.980%	\$ 50,816.36	\$ 254,081.82	2,500.00	\$ 256,581.82
United Community Bank	5.760%	\$ 52,035.25	\$ 260,176.21	9,000.00	\$ 269,176.21
Pinnacle Financial Partners					
Municipal Leasing Consultants					
Motorola	5.290%	\$ 51,576.42	\$ 257,882.10	-	\$ 257,882.10

**Bids for Financing 7 radios**

<b>Bidder</b>	<b>Interest rate</b>	<b>Annual Payment</b>	<b>Total Cost (principal and interest)</b>	<b>Fees</b>	<b>Grand Total Cost</b>
First Bank					
First Horizon	4.980%	\$ 15,144.37	\$ 75,721.84	\$ -	\$ 75,721.84
United Community Bank					
Pinnacle Financial Partners					
Municipal Leasing Consultants					
Motorola (US Bank)	6.110%	\$ 15,694.58	\$ 78,472.90	-	\$ 78,472.90

**Budgetary Impact:**

There will be no budgetary impact for FY 25-26 as the first loan payment will be made in arrears. The city will save \$4,051.34 in interest costs with a loan as opposed to a lease. There will also be audit savings as leases are required to be accounted for much differently than loans.

**Recommendation:**

Award financing bid to First Horizon Bank and approve Resolution 2025-06