

RESOLUTION NO. 71-97

CITY OF CENTERVILLE, OHIO

SPONSORED BY COUNCILMEMBER BROOKS COMPTON ON
THE 20TH DAY OF OCTOBER 1997.

A RESOLUTION DESIGNATING A PUBLIC DEPOSITORY AND AWARDING
PUBLIC MONIES.

WHEREAS, pursuant to Section 135.12 Ohio Revised Code, the Council of the City of Centerville, Ohio must meet in open session and designate a public depository, on the basis of written applications received, for deposit of inactive and/or active and/or interim funds for the period commencing August 23, 1997 and ending August 22, 1999.

WHEREAS, the Council of the City of Centerville, Ohio estimates the probable amount of public monies to be deposited in inactive deposits at the beginning of the period of designation to be up to One Hundred Thousand Dollars (\$100,000.00), and the probable maximum amount to be so deposited at any one time during such period shall be up to Five Hundred Thousand Dollars (\$500,000.00).

WHEREAS, the Council of the City of Centerville, Ohio estimates the probable amount of public monies to be deposited in active deposits at the beginning of the period of designation to be up to Four Hundred Thousand Dollars (\$400,000.00), and the probable maximum amount to be so deposited at any one time during such period shall be up to Nine Hundred Thousand Dollars (\$900,000.00).

WHEREAS, the Council of the City of Centerville, Ohio estimates the probable amount of public monies to be deposited in interim deposits at the beginning of the period of designation to be up to Six Million Dollars (\$6,000,000.00), and the probable maximum amount to be so deposited at any one time during such period shall be up to Nine Million Dollars (\$9,000,000.00).

WHEREAS, written application has been received from Community National Bank of Warren County, Ohio as follows:

For Active Deposits

Maximum of Two Million Dollars (\$2,000,000.00)

For Interim Deposits

Maximum of Four Million Dollars (\$4,000,000.00)

For Inactive Deposits

Maximum of One Million Dollars (\$1,000,000.00)

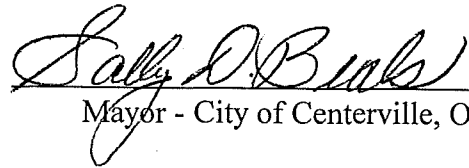
A copy of said application with a copy of the financial statement of said Community National Bank of Warren County, Ohio are attached hereto, incorporated herein by reference, and marked Exhibit "A", and

WHEREAS, Council finds that the said Community National Bank of Warren County, Ohio applied for active, inactive, and interim deposits, and that the sureties and securities are proper, namely: Such collateral in the amount necessary to sufficiently cover the total deposits as enumerated in Section 135.181 O.R.C.

NOW THEREFORE, THE MUNICIPALITY OF CENTERVILLE HEREBY RESOLVES:

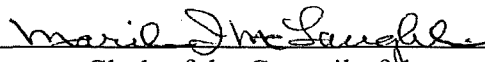
That deposit of the active, inactive, and interim deposits of the City, up to the maximum amounts set forth herein, as determined by council, be awarded to Community National Bank of Warren County, Ohio which bank shall become a depository for the monies of the City for a period of two years by written Memorandum of Agreement to be executed by the City with said depository.

PASSED this 20th day of OCTOBER, 1997.



Mayor - City of Centerville, Ohio

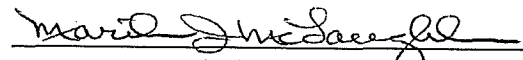
ATTEST:



Clerk of the Council of the
City of Centerville, Ohio

C E R T I F I C A T E

The undersigned, Clerk of the Council of the City of Centerville, Ohio, hereby certifies the foregoing to be a true and correct copy of Resolution No. 71-97, passed by the Council of the City of Centerville, Ohio, on the 20th day of OCTOBER, 1997.



Clerk of Council

Approved as to form, consistency
with existing ordinances, the charter
and constitutional provisions.

Department of Law
Robert N. Farquhar
Municipal Attorney

BALANCE SHEETS

ASSETS:	1996	1995
Cash and due from banks	\$ 2,202	3,125
Federal funds sold	7,300	11,600
	9,502	14,725
Interest-bearing deposits in banks	100	100
Investment securities—		
U.S. Treasury securities	13,567	11,576
Other securities	45	45
Loans—net	48,715	35,196
Other real estate owned	—	228
Premises and equipment—net	564	584
Other assets	598	552
TOTAL ASSETS	\$ 73,091	63,006

LIABILITIES:

Deposits—		
Demand	\$ 5,480	5,670
NOW accounts	11,340	8,171
Savings	11,917	12,740
Certificates - \$100,000 and over	15,336	11,430
Other time certificates	22,117	18,773
Total deposits	66,190	56,784
Securities sold under agreement to repurchase	—	350
Accrued interest and other liabilities	1,355	890
TOTAL LIABILITIES	67,545	58,024

SHAREHOLDERS' EQUITY:

Common stock, \$10 par value; authorized—93,750 shares; issued and outstanding—75,000 shares	750	750
Surplus	750	750
Retained earnings	4,046	3,482
TOTAL SHAREHOLDERS' EQUITY	5,546	4,982
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 73,091	63,006

The accompanying notes to financial statements are an integral part of these statements.



YOUR INDEPENDENT BANK



STATEMENTS OF INCOME

	1996	1995
INTEREST INCOME:		
Interest and fees on loans	\$ 3,862	2,804
Interest on federal funds sold	329	815
Interest on investment securities—		
U.S. Treasury securities	698	612
Other securities	8	9
TOTAL INTEREST INCOME	4,897	4,240
INTEREST EXPENSE:		
Interest on deposits—		
Savings and NOW deposits	672	657
Time deposits	1,832	1,674
Total interest on deposits	2,504	2,331
Interest on borrowed funds	20	17
TOTAL INTEREST EXPENSE	2,524	2,348
NET INTEREST INCOME	2,373	1,892
PROVISION FOR LOAN LOSSES	120	399
NET INTEREST INCOME AFTER PROVISION FOR LOAN LOSSES	2,253	1,493
OTHER OPERATING INCOME:		
Service charges and fees	276	261
Other operating income	67	18
TOTAL OTHER OPERATING INCOME	343	279
OPERATING EXPENSES:		
Salaries, wages and employee benefits	890	690
Equipment and occupancy expense	201	187
State franchise tax	74	73
Other operating expenses	350	379
TOTAL OPERATING EXPENSES	1,515	1,329
INCOME BEFORE INCOME TAXES	1,081	443
APPLICABLE INCOME TAXES	367	142
NET INCOME	\$ 714	301

The accompanying notes to financial statements are an integral part of these statements.

APPLICATION FOR DEPOSIT OF PUBLIC MONEYS

(R.C. 135.06, 135.08, 135.10)

To the CITY OF CENTERVILLE of MONTGOMERY COUNTY
(Governing Board)

MONTGOMERY County, Ohio

The undersigned THE COMMUNITY NATIONAL BANK of WARREN

County, Ohio, hereby makes application to be designated as a depository for inactive and/or interim and/or active funds belonging to said CITY OF CENTERVILLE for a

period of TWO (2) years from the FIRST day of OCTOBER

1997 in the total amount of SEVEN MILLION Dollars

(\$7,000,000), which amount is not in excess of thirty per cent of the

applicant's total non-public deposit liability of \$57,836,000,

as revealed by the financial statement attached hereto.

The maximum amount of such public moneys which this applicant desires to receive and have on deposit as inactive deposits at any one time during the period covered by this designation is a total of ONE MILLION Dollars (\$1,000,000),

to be held:

\$1,000,000 for not less than 30 days at per cent interest;

\$..... for not less than days at per cent interest;

\$..... for not less than days at per cent interest;

\$..... for not less than days at per cent interest;

The maximum amount of such public moneys which this applicant desires to receive and have on deposit as interim deposits at any one time during the period covered by this designation is a total of FOUR MILLION Dollars (\$4,000,000),

to be held:

\$4,000,000 for not less than 30 days at per cent interest;

\$..... for not less than days at per cent interest;

\$..... for not less than days at per cent interest;

\$..... for not less than days at per cent interest;

The maximum amount of such public moneys which this applicant desires to receive and have on deposit as active deposits at any one time during the period covered by this designation is TWO MILLION Dollars (\$2,000,000).

This application is accompanied by a financial statement of the applicant under oath of its PRESIDENT in such detail as to show the capital funds of the applicant as of the date of its latest report to the superintendent of banks or comptroller of the currency, adjusted to show any changes therein made prior to the date of the application.
(Cashier, Treasurer, or other officer)

The undersigned bank, if designated as said depository, will comply in all respects with the laws of Ohio relative to the deposit of such funds and will furnish as security for funds deposited over the amount insured by the Federal Deposit Insurance Corporation, ¹

U.S. TREASURY BILLS AND NOTES.....

in the aggregate amount of.....SEVEN MILLION.....
Dollars (\$.....7,000,000.....).

IN WITNESS WHEREOF, we have by authority of our board of directors, caused our corporate seal to be hereunto affixed and these presents to be signed by our.....
president and cashier, this.....12TH.....day of.....SEPTEMBER.....19..97.....

THE COMMUNITY NATIONAL BANK

(Name of Bank)

BY.....*Paul J. Scheuermann*.....
PAUL J. SCHEUERMANN, PRESIDENT

Attest:.....*Brenda G. Henderson*.....
BRENDA G. HENDERSON, ASSISTANT
VICE PRESIDENT/CASHIER

1. Surety company bond; acceptable securities as enumerated in R.C. 135.18; first mortgages as provided in R.C. 131.09. These securities shall be deposited with the treasurer of the governing board, or as otherwise authorized by law.