



2025B Bonds: Call for Sale

City Council
June 17, 2025

2025 – Proposed Bonding



- **\$4,440,000 General Obligation Bonds**
 - Street Reconstruction Projects (Wall Street / 2025 Reconstruction)
 - \$4,025,000 Street Reconstruction Plan Bonds under M.S. 475
 - 15-year levy repayment
 - Equipment Fund (City share of NAFRS Tanker)
 - \$415,000 Equipment Certificates under M.S. 412
 - 10-year levy repayment

2025 – Proposed Bonding



- **\$4,440,000 General Obligation Bonds**
 - Current Estimates is a 4.22% True Interest Cost
 - Market observations as of 6/11/2025 adding 0.35% planning factor
 - Assumes City's "AA" credit rating applied
- **\$4,025,000 Street Reconstruction Portion**
 - \$389,482 average annual levy amount
- **\$415,000 Equipment Portion**
 - \$53,719 average annual levy amount

2025 – Proposed Bonding



- **\$4,440,000 General Obligation Bonds, Series 2025B**
 - 100% subject to City's Statutory Net Debt Limit
 - Based on 3% of Estimated Market Value of Taxable Property within City
 - Equivalent to \$69.8 million
 - Currently outstanding: \$23.4 million
 - Additional Ice Arena: Up to \$23 million
 - Leaves \$19 million remaining for future CIP needs within current limit

2025 – Proposed Schedule



- **Today: Council Authorization to Schedule Sale**
- **Next:**
 - Staff and Ehlers prepare offering documents
 - Credit Rating process w/ Standard & Poor's
 - Solicit bids for competitive sale to be held July 22, 2025
- **Final:**
 - Financing bids presented to City Council for award July 22, 2025
 - Consider bond resolution awarding the sale to lowest cost proposal
 - Subject to final approval, closing planned for August 14, 2025



- Council Questions
- Council Discussion
- Consider Call for Sale Resolution