



July 5, 2024

Tammy Champa  
Superintendent, ISD #200  
1000 W. 11<sup>th</sup> St.  
Hastings, MN 55033

Via email: [tchampa@isd200.org](mailto:tchampa@isd200.org)

RE: Joint Powers Agreement – Cost Share for Hastings Civic Arena

Dear Dr. Champa:

The City of Hastings and Independent School District 200 have had a long-standing Joint Powers Agreement under which a cost-share (typically set at a 30/70 split) would be considered on a case-by-case basis for capital projects of direct benefit to both parties.

The City has begun necessary improvements to the Hastings Civic Arena to convert the refrigeration system from R-22 freon to an ammonia based system and to replace the west rink roof, including the addition of a 160 kW solar array.

The City proposes that ISD 200 cover 30% of the project cost. If ISD 200 wishes, this could be spread over 10 to 20 years with interest, similar to how construction of the east rink was financed in 1998. The current cost estimate for the Civic Arena project is about \$5.3M, as follows:

Construction	\$ 5,217,704
Change Order	\$ 19,171
Change Order	\$ 20,018
Financing Charges	\$ 248,868
Mighty Ducks Grant	(\$ 166,367)
TOTAL	\$ 5,339,394

We are expecting an additional change order and also intend to apply for another grant (tax credit) which would impact the overall final project cost.

As requested, a copy of the Civic Arena's financials for the past 5 years as well as the City's debt service schedule for constructing these improvements are attached. If you have any questions, please let me know.

Thank you,

A handwritten signature in black ink, appearing to read "Dan Wietecha". The signature is written in a cursive, slightly slanted style.

Dan Wietecha  
City Administrator

Encl: Xcel file "Arena financials & project debt schedule.xlsx"

Cc: Parks & Recreation Director Chris Jenkins

City of Hastings, Minnesota  
 \$4,915,000 General Obligation Charter Bonds, Series 2024A  
 Ice Arena Improvements

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
04/17/2024	-	-	-	-	-
02/01/2025	-	-	184,560.56	184,560.56	184,560.56
08/01/2025	-	-	116,975.00	116,975.00	-
02/01/2026	390,000.00	5.000%	116,975.00	506,975.00	623,950.00
08/01/2026	-	-	107,225.00	107,225.00	-
02/01/2027	410,000.00	5.000%	107,225.00	517,225.00	624,450.00
08/01/2027	-	-	96,975.00	96,975.00	-
02/01/2028	450,000.00	5.000%	96,975.00	526,975.00	623,950.00
08/01/2028	-	-	86,225.00	86,225.00	-
02/01/2029	455,000.00	5.000%	86,225.00	541,225.00	627,450.00
08/01/2029	-	-	74,850.00	74,850.00	-
02/01/2030	475,000.00	5.000%	74,850.00	549,850.00	624,700.00
08/01/2030	-	-	62,975.00	62,975.00	-
02/01/2031	500,000.00	5.000%	62,975.00	562,975.00	625,950.00
08/01/2031	-	-	50,475.00	50,475.00	-
02/01/2032	525,000.00	5.000%	50,475.00	575,475.00	625,950.00
08/01/2032	-	-	37,350.00	37,350.00	-
02/01/2033	550,000.00	5.000%	37,350.00	587,350.00	624,700.00
08/01/2033	-	-	23,600.00	23,600.00	-
02/01/2034	580,000.00	4.000%	23,600.00	603,600.00	627,200.00
08/01/2034	-	-	12,000.00	12,000.00	-
02/01/2035	600,000.00	4.000%	12,000.00	612,000.00	624,000.00
<b>Total</b>	<b>\$4,915,000.00</b>	<b>-</b>	<b>\$1,521,860.56</b>	<b>\$6,436,860.56</b>	<b>-</b>

Yield Statistics

Bond Year Dollars	\$32,867.39
Average Life	6.687 Years
Average Coupon	4.6303056%
Net Interest Cost (NIC)	3.0599860%
True Interest Cost (TIC)	2.8747471%
Bond Yield for Arbitrage Purposes	2.6847515%
All Inclusive Cost (AIC)	5.0194949%

IRS Form 8038

Net Interest Cost	2.6948721%
Weighted Average Maturity	6.728 Years

Optional Redemption

02/01/2032	@100.0000%
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**City of Hastings, Minnesota**

\$4,915,000 General Obligation Charter Bonds, Series 2024A

Ice Arena Improvements

**Sources & Uses**

Dated 04/17/2024 | Delivered 04/17/2024

**Sources Of Funds**

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Par Amount of Bonds	\$4,915,000.00
Reoffering Premium	533,867.50

**Total Sources** **\$5,448,867.50**

**Uses Of Funds**

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Deposit to Project Construction Fund	5,200,000.00
Deposit to Capitalized Interest (CIF) Fund	184,560.56
Costs of Issuance	44,882.95
Total Underwriter's Discount (0.361%)	17,744.44
Rounding Amount	1,679.55

**Total Uses** **\$5,448,867.50**

GL Number	Description	2019 Activity	2020 Activity	2021 Activity
---Revenue---				
Total 'PROPERTY TAXES':		112,625.00	145,599.00	101,031.00
Total 'FEDERAL GRANTS':		0.00	6,953.26	0.00
Total 'STATE CATEGORICAL AID':		0.00	0.00	0.00
CHARGE FOR SVCS				
202-4320-5466.0000	RENTAL - NON-TAXABLE	299,724.71	254,057.47	325,791.68
Total 'CHARGE FOR SVCS':		434,554.04	341,675.79	424,565.46
Total 'INVESTMENTS':		17,084.62	13,338.80	(1,570.59)
Total 'MISC':		372.25	143.34	10,685.86
Total 'TRANSFERS IN':		0.00	0.00	70,000.00
Total Estimated Revenue:		564,635.91	507,710.19	604,711.73
--Expenditures---				
Total 'MISC':		850.00	1,270.62	1,625.62
Total 'PERSONNEL':		267,673.65	246,854.72	264,748.49
Total 'OTHER SERVICES & CHARGES':		203,008.29	170,202.83	215,994.21
Total 'SUPPLIES':		43,504.82	25,814.64	35,048.72
CAPITAL				
202-4320-6520.0000	BUILDINGS & STRUCTURES	0.00	0.00	0.00
202-4320-6521.0000	NON CAP - BUILDING & STRUCTURES	5,088.25	452.42	0.00
202-4320-6530.0000	IMPROVEMENTS OTHER THAN BLDGS	0.00	0.00	0.00
202-4320-6580.0000	EQUIPMENT	0.00	0.00	136,157.05
202-4320-6581.0000	NON CAP - EQUIPMENT	49.66	0.00	0.00
202-4320-6590.0000	CONTRACTORS & CONSTRUCTION	0.00	0.00	0.00
Total 'CAPITAL':		5,137.91	452.42	136,157.05
Total 'TRANSF OUT':		9,222.00	10,211.00	9,222.00
Total Expenditures:		529,396.67	454,806.23	662,796.09
Net of Revenues & Expenditures:		35,239.24	52,903.96	(58,084.36)

GL Number	Description	2019 Activity	2020 Activity	2021 Activity
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**Key points**

- 1 Work on the Arena project, including the refrigeration system had substantial costs from Q4 2023 to date in Bond proceeds for these project costs will be transferred to the Arena to restore the fund's financial position. There was no reimbursement in 2023 because the bond sale did not occur until 2024.  
A debt schedule for the Arena is also included in a separate document.
- 2 The 2024 revenues include \$166,367 for a Mighty Ducks grant that will help fund some change orders for th
- 3 Ice Rental revenue is included in account 5466 - Rental - non taxable.

2022 Activity	2023 Activity	YTD As Of 6/17/2024	12/31/2024 Amended Budget
91,005.00	163,879.00	0.00	384,205.00
0.00	0.00	0.00	0.00
0.00	0.00	0.00	166,367.00
353,594.54	361,411.58	205,600.29	360,500.00
514,253.22	541,051.54	280,062.80	508,991.00
(15,440.23)	22,922.43	1,625.91	5,000.00
173,364.49	2,976.10	2,450.09	0.00
0.00	78,100.00	0.00	0.00
763,182.48	808,929.07	284,138.80	1,064,563.00
1,345.54	2,276.61	2,664.78	1,050.00
307,830.35	335,401.43	163,378.29	444,665.00
364,627.12	241,982.56	66,281.08	211,373.00
58,250.83	69,552.32	28,802.71	49,250.00
0.00	34,985.00	0.00	0.00
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
0.00	11,381.76	15,750.00	165,750.00
0.00	0.00	6,995.00	17,668.00
0.00	496,355.57	1,797,290.97	0.00
0.00	542,722.33	1,820,035.97	183,418.00
10,263.00	10,722.00	0.00	11,258.00
742,316.84	1,202,657.25	2,081,162.83	901,014.00
20,865.64	(393,728.18)	(1,797,024.03)	163,549.00

	2022 Activity	2023 Activity	YTD As Of 6/17/2024	12/31/2024 Amended Budget
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2024

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2,328,631.54

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