



**EDEN PRAIRIE SCHOOLS**  
Inspiring each student every day

September 28, 2020

To: Dr. Josh Swanson  
From: Business Office  
Re: 2020A General Obligation Facilities Maintenance Bond Sale

The district is proposing to continue issuing facility maintenance bonds to fund deferred maintenance projects which will be completed over the next two years. The bonds will cover approximately \$11,090,000 of our estimated \$15,000,000 in project costs over this period, with the remainder coming from the pay as you go tax levy.

These bonds will allow the district to fund the deferred maintenance needs as our buildings continue to age along with investing into needed updates at Central Middle School as part of the Designing Pathways project. A summary list of the projects and buildings impacted is listed on Exhibit A of the resolution.

Included in this bond issue is also the refunding of existing debt, 2011A and 2013A bonds. This refunding will allow the district to reduce the interest costs paid on these bonds, thereby decreasing the tax impact. The current principal amount subject to refunding for the 2011A bonds is \$10,085,000 and \$6,825,000 for the 2013A bonds. The net effect of issuing new debt and refunding existing debt is expected to be a \$0 tax impact.

Included in the packet is a presale report from our financial advisor which summarizes their understanding of the District's objectives for the structure and terms of this financing.

The district has retained Ehlers & Associates, Inc. as its independent financial advisor for the bonds, and they will be in attendance at the board meeting to present the presale report. The board will be asked to approve the resolution authorizing the issuance of General Obligation Bonds in the maximum aggregate principal amount of \$28,150,000.