

School Board Meeting/Workshop:

November 13, 2012

Subject:

Resolution of Intent to Issue Bonds

Presenter:

Gary Kawlewski

SUGGESTED SCHOOL BOARD ACTION:

Action Item

DESCRIPTION:

The board is asked to adopt the attached resolution to authorize the district staff to issue General Obligation Bonds to provide funding for the Parkside Elementary school Alternative Facilities Project. The resolution authorizes or directs essentially the following actions:

1. Authorizes the District to issue G.O. bonds in an amount not to exceed \$3,520,000
2. Covenants that the district will follow the provisions of Minnesota Statute 126C.55. This statute guarantees that the State of MN will make the payment of the bonds in the event of default by the district.
3. Directs the District to submit a 5-year plan to the Commissioner of Education as a part of the project approval process. This submission was already completed as part of the board's approval of the Review and Comment submission in August 2012.
4. Directs that a Notice of Intent to Issue Bonds to Finance Certain Health and Safety projects shall be published in the official newspaper in the form as shown in Exhibit A. This notice has to be published 20 days before the earlier of adoption of the final levy, issuance of bonds, or taking of bids for the project.

This last provision is the reason we needed a special meeting since we are levying an amount for payment of the bonds in this upcoming levy. We could not approve this resolution at our last meeting due to the fact that we had not received approval of the project prior to that meeting. We will likely sell the bonds in March or April of 2013.

ATTACHMENT(S):

- RESOLUTION STATING THE INTENTION OF THE SCHOOL BOARD TO ISSUE GENERAL OBLIGATION BONDS
- Exhibit A - Notice of Intent to Issue Bonds to Finance Certain Health and Safety Projects