

School Board Meeting:

January 22, 2024

Subject:

Resolution Amending Prior Resolution Stating Intention to Issue General Obligation School Building Bonds Series 2024A and the Pre-Sale Report

Presenter:

**Ryan Tangen, Director
Finance & Operations**

SUGGESTED SCHOOL BOARD ACTION:

Recommend board approval

DESCRIPTION:

Passage of the Resolution "Stating the Intention of the School District to Issue GO School Building Bonds" at the December 11, 2024 meeting authorized Ehlers, the District's financial advisor, to facilitate the sale of the bond through a public sale process including the development of an official statement. Due to the potential number of other entities selling GO Bond during the same timeframe, Ehlers is recommending an amended resolution for sale date flexibility.

The amended resolution will facilitate selling the GO Bonds Series 2024A on a date other than February 26, 2024, the Monday of the scheduled school board meeting. The amendments also grant authority to the Superintendent, Director of Finance and Operations, or any Board Member to review proposals and award the sale bond in advance of a regular board meeting. The full board would still adopt the necessary approval resolution at its next regularly scheduled meeting on February 26, 2024. The following amendments are recommended:

- (a) **Section 4** of the Resolution is hereby amended to state as follows:

Procedure for Review of Proposals and Selection of Purchaser. The Board hereby authorizes and directs the Superintendent or Finance and Operations Director and any Board member (the "Authorized Officials"), with the advice of the Municipal Advisor, to review proposals for the purchase of the Bonds and award the sale of the Bonds to the prospective purchaser (the "Purchaser") based on the recommendation of the Municipal Advisor and the following parameter: the true interest cost shall not exceed 4.5 percent (4.50%).

- (b) **Sections 5** of the Resolution is hereby amended to state as follows:

Acceptance of Proposal. The Board shall meet at the time specified in the Preliminary Official Statement or at such other time designated by the Board to receive and consider proposals for the purchase of the Bonds and will meet at a regular or special meeting, on the first practicable date after acceptance by the Authorized Officials of the proposal of the

Purchaser, to ratify such acceptance and take any other appropriate action with respect to the Bonds.

(c) A new **Section 5a** is added to the Resolution, which states as follows:

Authority of Municipal Advisor. The Municipal Advisor is authorized and directed to assist the District in the preparation and dissemination of a Preliminary Official Statement to be distributed to potential purchasers of the Bonds ~~and to open, read, and tabulate the proposals for the purchase of the Bonds for presentation to the Board.~~ The Municipal Advisor is further authorized and directed to assist the District in the award and sale of the Bonds on behalf of the District after receipt of written proposals and to assist the District in the preparation and dissemination of a final Official Statement with respect to the Bonds.

A representative from Ehlers will be present at the January 22, 2024 meeting to review the Pre-Sale Report and resolution amendments.

ATTACHMENTS:

- ISD 877 Buffalo-Hanover-Montrose 2024A Amendment Resolution 1.22.2024
- ISD 877 Buffalo-Hanover-Montrose 2024A Pre-Sale Report 1.22.2024