

RESOLUTION NO. 2026-0223-04

**RESOLUTION SCHEDULING A PUBLIC HEARING ON THE ISSUANCE OF
REVENUE OBLIGATIONS BY THE CITY OF INDEPENDENCE TO FINANCE
A PROJECT BY NORTH SHORE GYMNASTICS ASSOCIATION**

BE IT RESOLVED, by the governing body of the City of Maple Plain, Hennepin County, Minnesota, as follows:

Section 1. Definitions. The capitalized terms used in this resolution have the meanings assigned below:

Acts: Minnesota Statutes, Sections 469.152 through 469.1655, as amended, and Minnesota Statutes, Section 471.656, as amended.

Authorized Officers: the Mayor and City Administrator of the City.

Bond Counsel: the law firm of Fryberger, Buchanan, Smith & Frederick, P.A.

Borrower: North Shore Gymnastics Association, a Minnesota nonprofit corporation.

City: the City of Maple Plain, Minnesota.

Code: the Internal Revenue Code of 1986, as amended.

Governing Body: the City Council of the City.

Issuer: City of Independence, Minnesota, the issuer of the Obligations.

Obligations: the Issuer's proposed tax-exempt 501(c)(3) Facilities Revenue Note (North Shore Gymnastics Project), Series 2026, in the maximum aggregate principal amount of \$8,500,000.

Project: the acquisition of approximately 6.354 acres of land located on Pioneer Creek Drive in the City, with Tax Parcel ID Nos. 24-118-24-32-0016 and 24-118-24-32-0017, and the construction and equipping of an approximately 48,000 square-foot building suitable for youth gymnastics and related facilities thereon.

Qualified Services and Activities: fostering amateur sports in revenue-producing facilities, and as are undertaken by organizations described in Section 501(c)(3) of the Code.

Section 2. Recitals. The Governing Body makes the following statements of fact:

2.01 Representatives of the Borrower have represented to the City that:

(a) the Borrower is a Minnesota nonprofit corporation and an organization described in Section 501(c)(3) of the Code;

(b) the Borrower is engaged in Qualified Services and Activities, which the Project supports;

(c) the Borrower desires to undertake the Project;

(d) the Borrower desires to finance the Project, fund capitalized interest, if any, and pay costs of issuance associated with the financing, all through the issuance by the Issuer of the Obligations in an amount not to exceed \$8,500,000; and

(e) the economic feasibility of the Project will be greatly enhanced through the issuance of the Obligations for the Financing Purposes in an amount not exceeding \$8,500,000.

2.02 Bond Counsel has informed the City as follows:

(a) the Acts provide the legal authority for the issuance of the Obligations;

(b) Sections 469.152 through 469.1655 of the Acts authorize a municipality to issue revenue obligations to finance a project consisting of any properties, real or personal, used or useful in connection with a revenue producing enterprise;

(c) in order for interest on the Obligations to be exempt from federal income taxation, the tax-exempt bond rules of the Code require that each jurisdiction in which at least a portion of the Project is located must hold a public hearing on the Project and approve the issuance of the Obligations; and

(d) in order for the Obligations to be legally issued by the Issuer, Section 471.656 of the Acts requires that the City consent to the issuance of the Obligations by the Issuer.

Section 3. Public Hearing.

3.01 The City agrees to hold a public hearing on the Project and the issuance of the Obligations by the Issuer.

3.02 Bond Counsel, at the direction of the City Administrator, is authorized and directed to publish the notice substantially in the form attached hereto as Exhibit A (the "Notice") in the official newspaper of the City and a newspaper of general circulation in the City not less than 10 days nor more than 30 days prior to the date set for the public hearing.

Section 4. City Costs. The Borrower has agreed that it will pay the administrative fees of the City and pay, or upon demand reimburse the City for payment of, any and all costs incurred by the City in connection with the issuance of the Obligations, whether or not the Project is carried to completion, or the Obligations are issued.

Adopted: February 23, 2026.

Julie M. Maas-Kusske, Mayor

Attest:

Jacob Schillander, City Administrator

EXHIBIT A

NOTICE OF PUBLIC HEARING ON A PROPOSED PROJECT AND THE ISSUANCE OF PRIVATE ACTIVITY BONDS

CITY OF MAPLE PLAIN, MINNESOTA

Notice is hereby given that the City Council of the City of Maple Plain, Minnesota (the "City") will meet on Monday, March 16, 2026, at 5:30 p.m., or as soon thereafter as is reasonably possible in City Hall, located at 5050 Independence Street, Maple Plain, Minnesota, to conduct a public hearing.

The purpose of the public hearing is to consider giving host approval to the issuance by the City of Independence, Minnesota (the "Issuer"), of revenue obligations, in one or more series (the "Bonds"), under Minnesota Statutes, Sections 469.152 through 469.1655, and Section 471.656, and loan the proceeds thereof to North Shore Gymnastics Association (the "Borrower"), a Minnesota nonprofit corporation and an organization described in Section 501(c)(3) of the Internal Revenue Code of 1986, as amended (the "Code").

The Borrower would use the proceeds to: (i) reimburse itself for the cost of the acquisition of approximately 6.354 acres of land located on Pioneer Creek Drive in the City, with Tax Parcel ID Nos. 24-118-24-32-0016 and 24-118-24-32-0017, and pay for the construction and equipping of an approximately 48,000 square-foot building suitable for youth gymnastics and related facilities thereon (the "Facilities"); (ii) fund capitalized interest, if any; and (iii) pay costs of issuance associated with the Bonds (collectively, the "Project").

The Facilities will be owned and operated by the Borrower.

The estimated total amount of the Bonds will not exceed \$8,500,000 and are proposed to be issued as qualified 501(c)(3) bonds as defined in Section 145 of the Code.

The Bonds and interest thereon shall not be payable from nor charged against any funds of the City or the Issuer other than revenue pledged for the payment thereof, nor shall the City or the Issuer be subject to any liability thereon. No holders of the Bonds shall ever have the right to compel any exercise of the taxing power of the City or the Issuer to pay the Bonds or the interest thereon, nor to enforce payment against any property of the City or the Issuer. Such Bonds shall not constitute a charge, lien or encumbrance, legal or equitable, upon any property of the City or the Issuer, nor shall the same constitute a debt of the City or the Issuer within the meaning of any constitutional or statutory limitations.

At the time and place fixed for the public hearing, the City Council will give all persons who attend the public hearing an opportunity to express their views with respect to the Project and the Bonds. In addition, interested persons may file written comments regarding the Project and the Bonds with the City Administrator at or prior to such public hearing.

BY ORDER OF THE CITY COUNCIL

Jacob Schillander, City Administrator

**EXTRACT OF MINUTES OF A REGULAR MEETING OF THE
CITY COUNCIL OF THE
CITY OF MAPLE PLAIN, MINNESOTA**

Pursuant to due call and notice thereof, a regular meeting of the City Council of the Maple Plain, Minnesota, was duly called and held at the City Hall, located at 5050 Independence Street, Maple Plain, Minnesota, on Monday, February 23, 2026, at 7:00 p.m.

The following members were present: _____

and the following members were absent: _____

MOTION: Member _____ moved to adopt Resolution No. 2026-0223-04, entitled "RESOLUTION SCHEDULING A PUBLIC HEARING ON THE ISSUANCE OF REVENUE OBLIGATIONS BY THE CITY OF INDEPENDENCE TO FINANCE A PROJECT BY NORTH SHORE GYMNASTICS ASSOCIATION"

SECOND: Member _____

RESULT: On a roll call vote the motion was carried.

Ayes:
Nays:
Not Voting:
Absent: