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MEMORANDUM

TO: HONORABLE MAYOR AND CITY COUNCIL
FROM: JOSHUA TETZLAFF, CITY ADMINISTRATOR
SUBJECT: APPROVING ISSUANCE OF EDA BONDS AND LEASES
DATE: OCTOBER 3, 2025

In August 2025, the City Council authorized the EDA to move forward with the issuance of EDA Lease Revenue Bonds with the direction to own the City's police station and lease it back to the City. At its meeting in September, the EDA approved a pre-sale of bonds in the amount of \$10,130,000.

The EDA is set to have its bond sale on October 7, 2025, and approve that bond sale on October 8, 2025, at its regular meeting. As part of this process, Kennedy & Graven has provided the attached resolution for the City Council to consider, which would formally approve the sale of those bonds on Wednesday (10/8) by the EDA.

This resolution would also approve the two attached agreements. The first agreement would be an agreement to lease the ground the police station sits on to the EDA. The second agreement would then lease the police station building back to the City.

This resolution and the two lease documents were drafted and reviewed by Kennedy & Graven.

Recommendation

Staff recommends approval of Resolution #25-10-06-04, Approving the Issuance of Lease Revenue Bonds (City of New Prague, Minnesota Police Facility Lease), Series 2025C, by the New Prague Economic Development Authority; and Authorizing the Execution and Delivery of Lease Documents.