

EXTRACT OF MINUTES OF MEETING
OF THE BOARD OF COMMISSIONERS OF THE
NEW PRAGUE ECONOMIC DEVELOPMENT AUTHORITY
STATE OF MINNESOTA

Pursuant to due call and notice thereof, a regular meeting of the Board of Commissioners of the New Prague Economic Development Authority was duly held on September 10, 2025, commencing at 7:30 o'clock a.m.

The following members were present:

and the following were absent:

Member _____ introduced the following resolution and moved its adoption:

RESOLUTION NO. 25-09-10-01

**RESOLUTION AUTHORIZING THE ISSUANCE OF LEASE
REVENUE BONDS (CITY OF NEW PRAGUE, MINNESOTA
POLICE FACILITY LEASE), SERIES 2025C, IN THE PROPOSED
AGGREGATE PRINCIPAL AMOUNT OF \$10,130,000; AND
TAKING OTHER ACTIONS WITH RESPECT THERETO**

BE IT RESOLVED By the Board of Commissioners (“Board”) of the New Prague Economic Development Authority, Minnesota (the “Authority”), as follows:

1. Background; Findings; Authorization.

(a) The Authority is authorized under Minnesota Statutes, Section 469.103, as amended (“Section 469.103”) to issue, by resolution, revenue bonds to provide funds to acquire land needed to operate the Authority, to purchase or construct facilities, to purchase, construct, install, or furnish capital equipment to operate a facility for economic development of any kind within the city, or to pay to extend, enlarge, or improve a project under its control.

(b) The City of New Prague, Minnesota (the “City”) and the Authority have determined that it is in the best interests of the City and its residents that the City undertake the construction and equipping of a new police facility (the “Facility”) to be located in the City (the “Project”).

(c) The Authority has proposed to finance the Project through the issuance and sale by the Authority of its Lease Revenue Bonds (City of New Prague, Minnesota Police Facility Lease), Series 2025C (the “Bonds”), in the proposed aggregate principal amount of \$10,130,000.

(d) In connection with the issuance and sale of the Bonds, the City intends to enter into a ground lease between the City, as lessor, and the Authority, as lessee, regarding the real property on which the Facility is located (the “Ground Lease”), and a lease-purchase agreement between the Authority, as lessor, and the City, as lessee (the “Lease”), all pursuant to Minnesota Statutes, Section 465.71, as amended.

(e) Pursuant to the Lease, the City intends to lease the Facility from the Authority and make lease payments to the Authority in the amount necessary to pay debt service on the Bonds, subject to the City’s right of non-appropriation in each fiscal year.

2. Sale of Bonds. Pursuant to Section 469.103, subd. 3, the Authority may sell the Bonds in the manner and for the price that the Authority determines to be in the best interests of the Authority. The Authority has retained Ehlers and Associates, Inc. (the “Municipal Advisor”), to serve as the Authority’s independent municipal advisor with respect to the offer and sale of the Bonds and, therefore, is authorized by Section 475.60, subdivision 2(9), of the Act to sell the Bonds other than pursuant to a competitive sale.

3. Authority of Municipal Advisor. The Municipal Advisor is authorized and directed to assist the Authority 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 Authority in the award and sale of the Bonds on behalf of the Authority after receipt

of written proposals and to assist the Authority in the preparation and dissemination of a final Official Statement with respect to the Bonds.

4. 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 take any other appropriate action with respect to the Bonds.

5. Authority of Bond Counsel. The law firm of Kennedy & Graven, Chartered, is authorized to act as bond counsel for the Authority ("Bond Counsel"), and to assist in the preparation and review of necessary documents, certificates, and instruments related to the Bonds. The officers, employees, and agents of the Authority are hereby authorized to assist Bond Counsel in the preparation of such documents, certificates, and instruments.

6. Reimbursement from Bond Proceeds. The Authority may incur certain expenditures that may be financed temporarily from sources other than the Bonds and reimbursed from the proceeds of the Bonds. Treasury Regulation § 1.150-2 (the "Reimbursement Regulations") provides that proceeds of tax-exempt bonds allocated to reimburse expenditures originally paid from a source other than the tax-exempt bonds will not be deemed expended unless certain requirements are met. In order to preserve its ability to reimburse certain costs from proceeds of the Bonds in accordance with the Reimbursement Regulations, the Authority hereby makes its declaration of official intent (the "Declaration") described below to reimburse certain costs

(a) Declaration of Intent. The Authority proposes to issue the Bonds to finance the costs of the Project. The Authority may reimburse original expenditures made for certain costs of the Project from the proceeds of the Bonds in an estimated principal amount of \$10,130,000. All reimbursed expenditures will be capital expenditures, costs of issuance of the Bonds, or other expenditures eligible for reimbursement under Section 1.150-2(d)(3) of the Reimbursement Regulations.

(b) Declaration Made Not Later Than 60 Days. This Declaration has been made not later than sixty (60) days after payment of any original expenditure to be subject to a reimbursement allocation with respect to the proceeds of the Bonds, except for the following expenditures: (a) costs of issuance of the Bonds; (b) costs in an amount not in excess of \$100,000 or five percent (5%) of the proceeds of the Bonds; or (c) "preliminary expenditures" up to an amount not in excess of twenty (20) percent of the aggregate issue price of the Bonds that finance or are reasonably expected by the Authority to finance the Project for which the preliminary expenditures were incurred. The term "preliminary expenditures" includes architectural, engineering, surveying, bond issuance, and similar costs that are incurred prior to commencement of acquisition, construction, or rehabilitation of the Project, other than land acquisition, site preparation, and similar costs incident to commencement of construction.

(c) Reasonable Expectations; Official Intent. This Declaration is an expression of the reasonable expectations of the Authority based on the facts and circumstances known to the Authority as of the date hereof. The anticipated original expenditures for the Project and the principal amount of the Bonds described in Section 6(a), above, are consistent with the Authority's budgetary and financial circumstances. No sources other than proceeds of the Bonds to be issued by the Authority are, or are reasonably expected to be, reserved, allocated on a long-term basis, or otherwise set aside pursuant to the Authority's budget or financial policies to pay such original expenditures. This Resolution is intended to constitute a declaration of official intent for purposes of the Reimbursement Regulations.

The motion for the adoption of the foregoing resolution was duly seconded by Commissioner _____, and upon vote being taken thereon, the following voted in favor of the motion:

and the following voted against:

whereupon the resolution was declared duly passed and adopted.

STATE OF MINNESOTA	)
	)
COUNTY OF SCOTT	) ss.
	)
NEW PRAGUE ECONOMIC	)
DEVELOPMENT AUTHORITY	)

I, the undersigned, being the duly qualified Executive Director of the New Prague Economic Development Authority, Scott County, Minnesota (the “Authority”), do hereby certify that I have carefully compared the attached and foregoing extract of minutes of a regular meeting of the Board of Commissioners of the Authority held on September 10, 2025, with the original minutes on file in my office, and the extract is a full, true, and correct copy of the minutes insofar as they relate to they relate to authorizing the issuance of the Authority’s Lease Revenue Bonds (City of New Prague, Minnesota Police Facility Lease), Series 2025C, in the proposed principal amount of \$10,130,000.

WITNESS My hand officially as such Executive Director this _____ day of September, 2025.

Joshua Tetzlaff
Executive Director
New Prague Economic Development Authority