Memorandum

To: Mayor Nelson and Members of the City Council

From: Daniel R. Buchholtz, ICMA-CM, Administrator, Clerk/Treasurer

Date: August 17, 2026

Subject: Reduction of 2027 Bond Levy – 2024A G.O. Capital Improvement Plan Bonds

Resolution No. 2026-44 authorizes a $185,275.50 reduction in the property tax levy otherwise required for the 2027 installment of the City's 2024A General Obligation Capital Improvement Plan Bonds. The resolution recognizes that these funds are already available and on hand and directs the Anoka and Ramsey County Auditors to reduce the amount that would otherwise be levied for collection in 2027.

The funds used to offset the bond levy will come from two sources: Public Utilities funds attributable to the utility-related portion of the City Hall renovation/expansion project and remaining fund balance in the capital project fund established for the City Hall Renovation/Expansion project. Using these available funds reduces the amount that must be collected from property taxpayers while continuing to provide sufficient resources for the City's scheduled debt payment.

Minnesota Statutes §475.61 permits the City to reduce the otherwise required levy when sufficient funds are irrevocably available for payment of the debt. Resolution No. 2026-44 formally documents that availability and authorizes the counties to make the corresponding levy reduction.

Recommendation

Staff recommends approval of Resolution No. 2026-44, Cancelling or Reducing Bond Levies – 2026/2027.

If you have any questions, please do not hesitate to contact me at 763-784-6491.