

**TO:** Kate Thunstrom, City Administrator  
**FROM:** Darcy Mulvihill, Finance  
**SUBJECT:** Arbitrage Monitoring-Ehlers  
**DATE:** November 6, 2023

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**OVERVIEW:**

With the sale of the bonds for the Fire Station/City Hall project, the city needs to have Arbitrage Monitoring in place. This service would watch to make sure we are meeting the requirements the federal government has on us for these tax-exempt bonds. The fee for just the 2023A Bonds is \$600 per year. Any payment due to the IRS is due within 60 days on each 5-year anniversary date of the Bonds (so on the 5-year, 10-year, 15 year and final maturity date of the Bonds).

**ACTION TO BE CONSIDERED:**

Accept the contract with Ehlers to provide Arbitrage Services for the 2023A Bonds.

**BUDGET IMPLICATION:**

This amount will be paid from the General Fund each year.

Attachments:

- Arbitrage Services Contract.