



Aitkin Public School District No. 1

06/22/2026

PRELIMINARY INFORMATION - FOR DISCUSSION ONLY

Aitkin Public Schools No. 1
Estimated Sources and Uses of Funds

June 10, 2026

	Abatement	IAQ/Asbestos	Roofs	Cap Fac. Bond	Total
Authorized Bond Amount	\$2,300,000	\$4,460,000	\$3,020,000	\$1,000,000	\$10,780,000
Estimated Project Costs	\$2,250,000	\$4,362,197	\$2,951,837	\$975,000	\$10,539,034
Term	8	5	5	10	
Dated Date of Bonds					
Sources of Funds					
Par Amount	\$2,300,000	\$4,460,000	\$3,020,000	\$1,000,000	\$10,780,000
Estimated Reoffering Premium ¹	0	0	0	0	0
Investment Earnings ¹	11,195	21,709	14,700	4,867	52,471
Total Sources	\$2,311,195	\$4,481,709	\$3,034,700	\$1,004,867	\$10,832,471
Uses of Funds					
Underwriter's Discount ²	\$34,500	\$66,900	\$45,300	15,000	\$161,700
Legal and Fiscal Costs ³	26,496	51,378	34,790	11,520	124,184
Net Available for Project Costs	2,250,199	4,363,430	2,954,610	978,348	10,546,587
Total Uses	\$2,311,195	\$4,481,709	\$3,034,700	\$1,004,867	\$10,832,471
Initial Deposit to Construction Fund	\$2,239,004	\$4,341,722	\$2,939,910	\$973,480	\$10,494,116

¹ Estimated investment earnings are based on an average interest rate of 1.50% and an estimated project duration of 8 months.

² The underwriter's discount is an estimate of the compensation taken by the underwriter who provides the lowest true interest cost as part of the competitive bidding process and purchases the bonds. Ehlers provides independent municipal advisory services as part of the bond sale process and is not an underwriting firm.

³ Includes fees for municipal advisor, bond counsel, rating agency, paying agent and county certificate.

Aitkin Public School District No. 1

Analysis of Tax Impact for Potential Bond Issue

June 10, 2026

	Tax Abatement (Parking)	LTFM (IAQ/Asbestos/Roofs)	Capital Facilities (Other)	Total
Source of Payments	Tax Levy	Tax Levy	Existing Revenues	
Bond Issue Amount	\$2,300,000	\$7,480,000	\$1,000,000	\$10,780,000
Number of Tax Levies	8 Tax Levies	5 Tax levies	10 Tax Levies	

Type of Property	Estimated Market Value	Estimated Impact on Annual Taxes Payable in 2027*			
Residential Homestead	\$100,000	\$7	\$35	\$0	\$42
	175,000	16	80	0	96
	200,000	19	95	0	114
	250,000	25	125	0	150
	300,000	31	156	0	187
	325,000	34	171	0	205
	350,000	37	186	0	223
	400,000	43	216	0	259
	450,000	49	246	0	295
	500,000	55	277	0	332
600,000	69	347	0	416	
Commercial/ Industrial #	\$50,000	\$8	\$42	\$0	\$50
	100,000	17	83	0	100
	250,000	47	236	0	283
	500,000	102	513	0	615
	1,000,000	212	1,068	0	1,280
Agricultural Homestead** (average value per acre of land & buildings)	\$1,000	\$0.02	\$0.08	-\$0.01	\$0.09
	2,000	0.03	0.17	-0.03	0.17
	3,000	0.05	0.25	-0.04	0.26
	4,000	0.07	0.33	-0.05	0.35
	5,000	0.08	0.42	-0.06	0.44
Agricultural Non-Homestead** (average value per acre of land & buildings)	\$1,000	\$0.03	\$0.17	-\$0.03	\$0.17
	2,000	0.07	0.33	-0.05	0.35
	3,000	0.10	0.50	-0.08	0.52
	4,000	0.13	0.67	-0.10	0.70
	5,000	0.17	0.83	-0.13	0.87
Seasonal Recreational Residential	\$100,000	\$11	\$55	\$0	\$66
	200,000	22	111	0	133
	300,000	33	166	0	199
	400,000	44	222	0	266
	500,000	55	277	0	332
750,000	90	451	0	541	

* Estimated tax impact includes principal and interest payments on the new bonds. The amounts in the table are based on school district taxes for bonded debt levies only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the homeowner's Homestead Credit Refund ("Circuit Breaker") program. Owners of homestead property may qualify for a refund, based on their income and total property taxes. This will change the net effect of the proposed bond issue for those property owners.

The tax impact for commercial-industrial property in the District will vary due to the impact of the Iron Range Fiscal Disparities program.

** For all agricultural property, includes a 70% reduction due to the School Building Bond Agricultural Credit. Average value per acre is the total estimated market value of all land & buildings divided by total acres. If the property includes a home, then the tax impact on the house, garage, and one acre of land will be calculated in addition to the taxes per acre, on the same basis as a residential homestead or non-homestead property. If the same property owner owns more than \$3.84 million of agricultural homestead land and buildings, a portion of the property will be taxed at the higher non-homestead rate.

Aitkin Public School District No. 1

Analysis of Possible Structure for Capital and Debt Levies

\$9,780,000 Bond Issue
Board Approved - LTFM Bonds/Tax Abatement
8 Tax Levies

June 10, 2026

Type of Bond	Principal Amount	Dated Date	Average Interest Rate
FM - Heath & Safety and Roofing	\$7,480,000	10/01/26	4.50%
Tax Abatement	\$2,300,000	10/01/26	5.00%

Levy Payable Year	Fiscal Year	Tax Capacity Value ¹		Existing Other Levies		Existing Tax Rate	Proposed Tax Abatement Bonds				Proposed New Board Approved Bonds				Combined Totals			
		(\$000s)	% Chg	Lease Levy	Capital Project Levy ²		Principal	Interest	Add'l. Debt Excess ³	Net Levy ⁴	Principal	Interest	Add'l. Debt Excess ³	Net Debt Levy	Initial Debt Levy	State Aid	Net Levy	Tax Rate
2024	2025	31,004	13.9%	125,200	1,272,702	4.51	-	-	-	-	-	-	-	1,397,902	-	1,397,902	4.51	
2025	2026	32,463	4.7%	121,800	1,453,043	4.85	-	-	-	-	-	-	-	1,574,843	-	1,574,843	4.85	
2026	2027	34,136	5.2%	123,400	1,521,445	4.82	-	-	-	-	-	-	-	1,644,845	-	1,644,845	4.82	
2027	2028	34,136	0.0%	124,800	1,600,165	5.05	205,000	153,333	-	376,250	1,355,000	448,800	-	1,893,990	3,995,205	-	3,995,205	11.70
2028	2029	34,136	0.0%	126,000	1,600,165	5.06	255,000	104,750	-	377,738	1,535,000	275,625	-	1,901,156	4,005,059	-	4,005,059	11.73
2029	2030	34,136	0.0%	122,000	1,600,165	5.04	270,000	92,000	-	380,100	1,600,000	206,550	-	1,896,878	3,999,143	-	3,999,143	11.72
2030	2031	34,136	0.0%	123,000	1,600,165	5.05	285,000	78,500	(15,204)	366,471	1,755,000	134,550	(75,875)	1,908,152	3,997,788	-	3,997,788	11.71
2031	2032	34,136	0.0%	123,800	1,600,165	5.05	300,000	64,250	(14,659)	367,804	1,235,000	55,575	(76,326)	1,278,778	3,370,546	-	3,370,546	9.87
2032	2033	34,136	0.0%	124,400	1,600,165	5.05	310,000	49,250	(14,712)	362,500	-	-	-	2,087,065	-	2,087,065	6.11	
2033	2034	34,136	0.0%	124,800	1,600,165	5.05	330,000	33,750	(14,500)	367,437	-	-	-	2,092,403	-	2,092,403	6.13	
2034	2035	34,136	0.0%	-	1,600,165	4.69	345,000	17,250	(14,697)	365,665	-	-	-	1,965,830	-	1,965,830	5.76	
2035	2036	34,136	0.0%	-	1,600,165	4.69	-	-	-	-	-	-	-	1,600,165	-	1,600,165	4.69	
2036	2037	34,136	0.0%	-	1,600,165	4.69	-	-	-	-	-	-	-	1,600,165	-	1,600,165	4.69	
2037	2038	34,136	0.0%	-	1,600,165	4.69	-	-	-	-	-	-	-	1,600,165	-	1,600,165	4.69	
2038	2039	34,136	0.0%	-	1,600,165	4.69	-	-	-	-	-	-	-	1,600,165	-	1,600,165	4.69	
Totals				1,239,200	23,449,170		2,300,000	593,083	(73,772)	2,963,965	7,480,000	1,121,100	(152,201)	8,878,954	36,531,289	-	36,531,289	

1 Tax capacity value for taxes payable in 2024, 2025, and 2026 are the actual value. Estimates for future years are based on the percentage changes as shown above.

2 Assumes that the existing capital project levy would be renewed at the same tax rate prior to expiring.

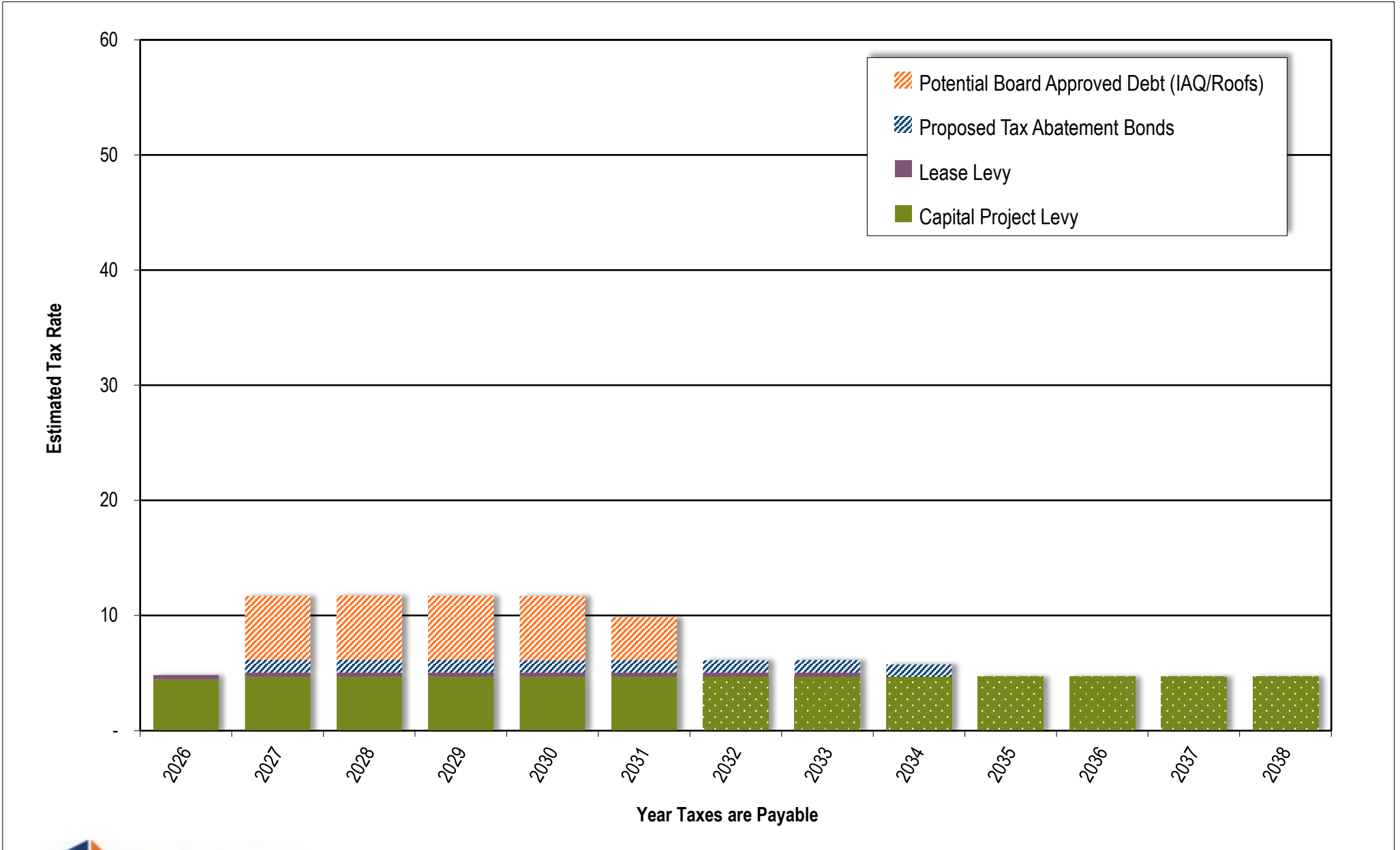
3 Debt excess for future years is estimated at 4% of the prior year's initial debt service levy.

4 Initial debt service levies (prior to subtracting debt equalization aid) are set at 105 percent of the principal and interest payments during the next fiscal year.

Aitkin Public School District No. 1

Estimated Tax Rates for Capital and Debt Service Levies
Existing Commitments and Proposed New Debt

\$9,780,000 Bond Issue
Board Approved - LTFM Bonds/Tax Abatement
8 Tax Levies

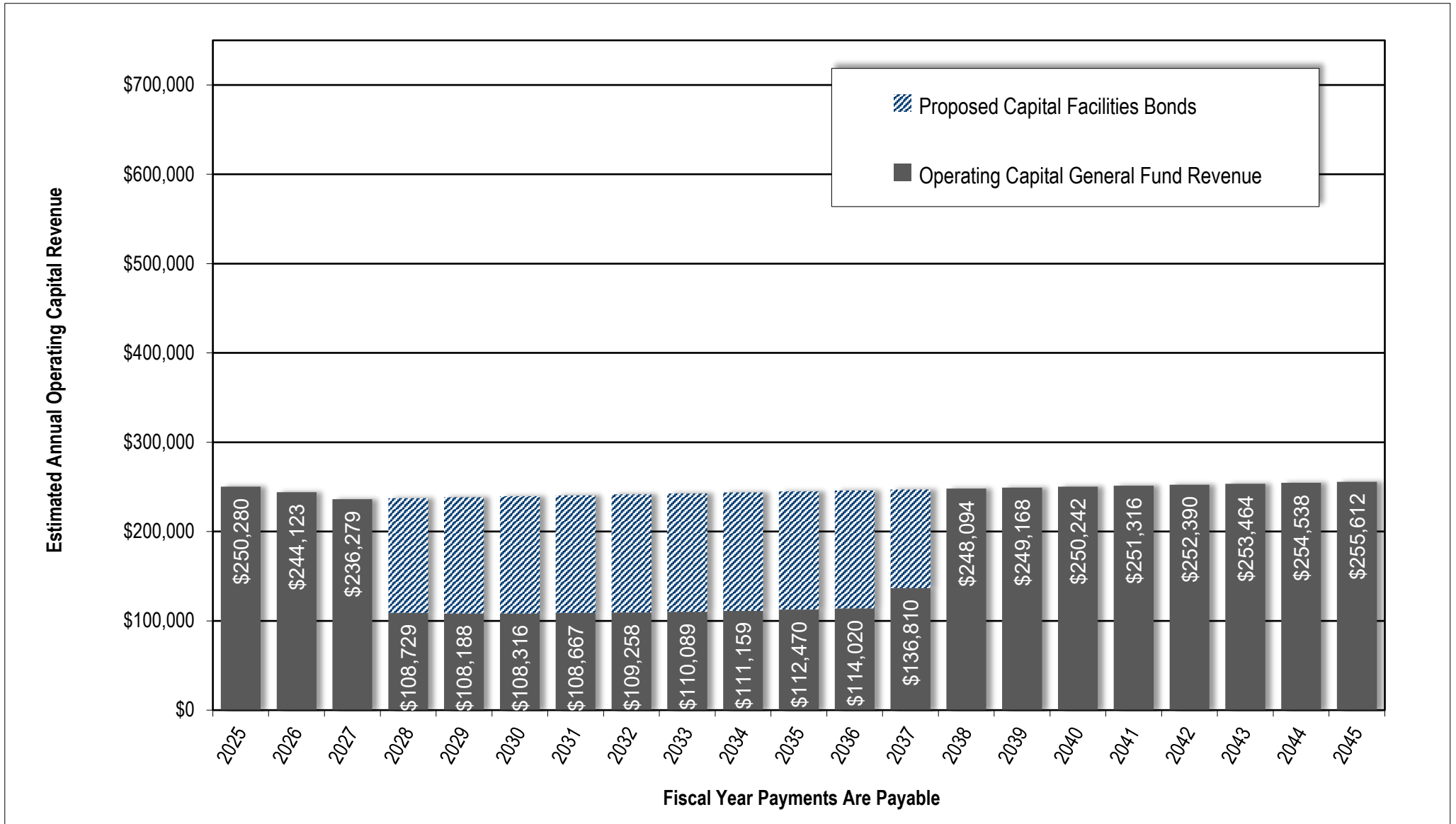


Aitkin Public School District

Estimates of Operating Capital Revenue and Bond Payments

\$1,000,000 Capital Facilities Bond Issue

**10 Years; Payments Limited to
53% of Operating Cap. Revenue**



Estimated Budget

	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
Capital Project Levy *	1,521,445.00	1,600,165.02	1,616,166.67	1,632,328.34	1,648,651.62	1,665,138.13
Operating Capital	236,279.47	237,353.52	238,427.56	239,501.60	240,575.64	241,649.69
Total Annual Revenue	1,757,724.47	1,837,518.54	1,854,594.23	1,871,829.94	1,889,227.26	1,906,787.82
Project	(217,630.00)	-				
Debt Payment (Op Cap.)		(128,625.00)	(130,239.38)	(131,185.43)	(131,908.83)	(132,391.77)
Remaining	1,540,094.47	1,708,893.54	1,724,354.85	1,740,644.51	1,757,318.43	1,774,396.05

* FY 2027 and FY 2028 reflect actual capital project levy revenues. Amounts in future years assume a 1% annual increase in the tax base.