

WAYZATA PUBLIC SCHOOLS

Independent School District 284
Wayzata, Minnesota

BOARD OF EDUCATION

Special Meeting - December 18, 2017 - 4:00 PM
District Administration Building, 210 County Road 101 N

AGENDA

- | | |
|---|-----------|
| 1. Call to Order & Roll Call | 3 |
| 2. Finance and Business | |
| A. RESOLUTION PROVIDING FOR THE SALE OF GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2018A; AND COVENANTING AND OBLIGATING THE DISTRICT TO BE BOUND BY AND TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THESE BONDS | 4 |
| 3. Adjourn | 19 |

WAYZATA PUBLIC SCHOOLS

Independent School District 284
Wayzata, Minnesota

MISSION

Our Core Purpose:

The mission of Wayzata Public Schools is to ensure a world-class education that prepares each and every student to thrive today and excel tomorrow in an ever-changing global society.

VISION

What We Intend to Create and Experience:

The vision of Wayzata Public Schools is to be a model of excellence where all students discover their unique talents, develop a love and tenacity for learning and demonstrate confidence and capacity for success through:

Exceptional Student Learning, Experiences and Relationships:

- High achievement by each and every student—no exceptions, no excuses;
- Content-rich, rigorous and personalized education;
- Meaningful relationships with teachers, staff, mentors and peers in a welcoming, nurturing and safe environment where all are valued for who they are and the contributions they make.

Community Trust, Confidence and Partnership:

- Comprehensive learning opportunities meeting diverse learner needs and community aspirations;
- Committed to being the first choice for students and families;
- Maintaining the highest levels of satisfaction and pride by staff, parents and community.

Operational Excellence:

- Attraction, development and retention of exemplary, creative and engaged employees;
- Accountability by all staff for individual and collective performance;
- Effective and efficient use of time and human, financial and physical resources;
- Culture of continuous improvement and responsive innovation;
- High performing district governance, management and partnerships.

WAYZATA PUBLIC SCHOOLS
Independent School District 284
Wayzata, Minnesota

BOARD OF EDUCATION
Special Meeting – December 18, 2017

AGENDA SECTION: 1. Call to Order

ITEM: Call to Order/Roll Call Attendance

COMMENTS BY: Chris McCullough, Board Chair

School Board Chair, Chris McCullough, will call the meeting to order. Clerk Andrea Cuene will call the roll.

	<u>Present</u>	<u>Absent</u>
Erik Brown	_____	_____
Linda Cohen	_____	_____
Andrea Cuene	_____	_____
Sarah Johansen	_____	_____
Bonita Lucky	_____	_____
Chris McCullough	_____	_____
Cheryl Polzin	_____	_____
Dr. Chace B. Anderson, Ex Officio	_____	_____

WAYZATA PUBLIC SCHOOLS
Independent School District 284
Wayzata, Minnesota

BOARD OF EDUCATION
Special Meeting – December 18, 2017

AGENDA SECTION: 2. Finance and Business

ITEM: A. RESOLUTION PROVIDING FOR THE SALE OF GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2018A; AND CONVENANTING AND OBLIGATING THE DISTRICT TO BE BOUND BY AND TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THESE BONDS

COMMENTS BY: Jim Westrum, Exec. Director of Finance and Business Services

On November 7, 2017, Wayzata Public Schools, ISD #284 voters approved the issuance of \$70,000,000 in bond dollars to be used for the acquisition and betterment of school sites and facilities, including the purchase of land for and the construction and equipping of a new elementary school facility; the remodeling and construction of additions and improvements to various school sites and facilities; the construction of traffic flow and safety improvements to various school sites; and the acquisition and installation of equipment in various school district facilities.

The following Resolution provides for the Sale of General Obligation School Building Bonds, Series 2018A and covenanting and obligating the district to be bound by and to use the provisions of the M.S. 126C.55 to guarantee the payment of the principal and interest on these bonds.

The district’s favorable bond rating combined with the current interest rate environment is anticipated to provide extremely favorable bond interest rates. The present interest rate environment aligns with projections communicated to district residents on tax impact on the passage of the bond issue.

RECOMMENDED ACTION: Approve the Resolution Providing for the Sale of General Obligation School Building bonds, Series 2018A; and Convenanting and Obligating the District to be Bound by and to Use the Provisions of Minnesota Statutes, Section 126C.55 to Guarantee the Payment of the Principal and Interest on These Bonds.

Motion by: _____ ROLL CALL Passed _____
Second by: _____ VOTE Failed _____
Abstentions: _____

WAYZATA PUBLIC SCHOOLS

Independent School District 284
Wayzata, Minnesota

BOARD OF EDUCATION

Organizational / Regular Meeting – January 8, 2018

AGENDA SECTION: 2. Finance and Business

ITEM: A. RESOLUTION PROVIDING FOR THE SALE OF GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2018A; AND COVENANTING AND OBLIGATING THE DISTRICT TO BE BOUND BY AND TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION 126C.55 TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON THESE BONDS

ROLL CALL VOTE

Board Member:	Yes	No	Abstain	Absent
Cheryl Polzin	_____	_____	_____	_____
Erik Brown	_____	_____	_____	_____
Andrea Cuene	_____	_____	_____	_____
Linda Cohen	_____	_____	_____	_____
Sarah Johansen	_____	_____	_____	_____
Bonita Lucky	_____	_____	_____	_____
Chris McCullough	_____	_____	_____	_____

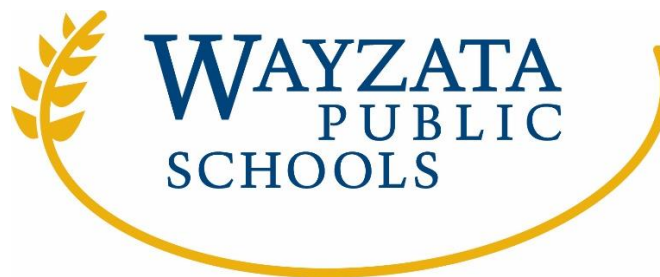


December 18, 2017

Pre-Sale Report for

Independent School District No. 284
(Wayzata Public Schools), Minnesota

\$66,880,000 General Obligation School Building Bonds,
Series 2018A



Prepared by:

Joel Sutter, CIPMA
Senior Municipal Advisor

Jeff Seeley, CIPMA
Senior Municipal Advisor

And

Greg Crowe, CIPMA
Senior Municipal Advisor



Executive Summary of Proposed Debt

Proposed Issue:	<p>\$66,880,000 General Obligation School Building Bonds, Series 2018A</p> <p>(District voters authorized the issuance of up to \$70,000,000 in bonds in the referendum on November 7. This is our current estimate of the bond amount necessary based on that authorization and the expected premium pricing structure explained in more detail on page 2.)</p>
Purposes:	<p>The proposed issue will finance the acquisition and betterment of school sites and facilities, as authorized in a referendum on November 7, 2017.</p>
Authority:	<p>The Bonds are being issued pursuant to Minnesota Statutes, Chapter 475. The Bonds will be general obligations of the District for which its full faith, credit and taxing powers are pledged. Payments will be financed from the District's annual debt service tax levy.</p>
Term/Call Feature:	<p>The Bonds are being issued for a term of 20 years. Principal on the Bonds will be due on February 1 of 2019 through 2038. Interest will be due every six months beginning August 1, 2018.</p> <p>The Bonds maturing on and after February 1, 2028 will be subject to prepayment at the discretion of the District on February 1, 2027 or any date thereafter.</p>
Bank Qualification:	<p>Because the District is issuing more than \$10,000,000 in tax-exempt obligations during the calendar year, the District will be not able to designate the Bonds as "bank qualified" obligations.</p>
State Credit Enhancement:	<p>By resolution the District will covenant and obligate itself to be bound by the provisions of Minnesota Statutes, Section 126C.55, which provides for payment by the State of Minnesota in the event of a potential default of a school district obligation.</p> <p>To qualify for the credit enhancement, the District must submit an application to the State. Ehlers will coordinate the application process to the State on your behalf.</p>
Rating:	<p>Under current bond ratings, the state credit enhancement would bring a Moody's "Aa2" rating. The District's most recent bond issue was rated by Moody's Investors Service. The current ratings on those bonds are "Aaa" (underlying rating) and "Aa2" (credit-enhanced rating). The District will request a new rating for the Bonds.</p> <p>If the winning bidder on the Bonds elects to purchase bond insurance, the rating for the issue may be higher than the District's bond rating in the event that the bond rating of the insurer is higher than that of the District.</p>



<p>Basis for Recommendation:</p>	<p>Based on your objectives and characteristics of various municipal financing options, we are recommending the issuance of General Obligation School Building Bonds as a suitable option to finance the planned projects.</p> <ul style="list-style-type: none"> • This is the only financing tool that can legally be used to finance all of the projects in the District’s planned construction program. • General Obligation Bonds will result in lower interest rates than some other financing options. • Unlike with some other financing options, the District will be able to finance the payments with an additional debt service levy. • This method is also consistent with the District’s plans communicated to the community prior to the election.
<p>Method of Sale/Placement:</p>	<p>In order to obtain the lowest interest cost to the District, we will solicit competitive bids for the purchase of the Bonds from underwriters and banks. We will include an allowance for discount bidding in the terms of the issue. The discount is treated as an interest item and provides the underwriter with all or a portion of their compensation in the transaction.</p>
<p>Premium Pricing Structure:</p>	<p>Under current market conditions, most investors in municipal bonds prefer “premium” pricing structures. A premium is achieved when the coupon for any maturity (the interest rate paid by the issuer) exceeds the yield to the investor, resulting in a price paid that is greater than the face value of the bonds. The sum of the amounts paid in excess of face value is considered “reoffering premium”. The underwriter of the bonds will retain a portion of this reoffering premium as their compensation (or “discount”) and will pay the remainder of the premium to the District.</p> <p>In the attached estimates, we have assumed a par amount of \$66,880,000 with an estimated net premium (the reoffering premium less the underwriter’s discount) of approximately \$3,125,200. This premium would be deposited in the construction fund, to ensure the district would have at least as much funds available as estimated prior to the election.</p> <p>On the sale day, we will adjust the amount of the bond issue and the use of funds as needed to comply with the restrictions in statute, and to ensure that the results of the bond issue will comply with the District’s objectives for available funds for construction and tax impact.</p>
<p>Other Considerations:</p>	<p>The most common procedure that Ehlers uses for sale of bonds is to take proposals on the same day as a School Board meeting and ask the Board to award sale of the bonds that same day. However, the Board meets on Mondays, which is usually a very busy day for sales of municipal bonds; we believe the District is likely to receive more favorable proposals on a day later in the week, so we recommend a slightly different procedure for the sale. The resolution the Board will consider at the December 18 meeting will authorize Ehlers to take proposals on the Bonds, and will designate the Superintendent and a board officer to accept the most favorable proposal if certain conditions (or “parameters”) specified in the resolution are met, thereby awarding the sale of the Bonds. We will accept proposals on January 25, and present the results to the Superintendent and board</p>



	officer for their acceptance on behalf of the Board. We will then ask the Board to adopt a ratifying resolution at a January 31 special board meeting.
Review of Existing Debt:	<p>We have reviewed all outstanding indebtedness for the District and find that there are no refunding opportunities at this time.</p> <p>We will continue to monitor the market and the call dates for the District's outstanding debt and will alert you to any future refunding opportunities.</p>
Continuing Disclosure:	The District will be agreeing to provide certain updated Annual Financial Information and its Audited Financial Statement annually as well as providing notices of the occurrence of certain reportable events to the Municipal Securities Rulemaking Board (the "MSRB"), as required by rules of the Securities and Exchange Commission (SEC). The District is already obligated to provide such reports for its existing bonds, and has contracted with Ehlers to prepare and file the reports.
Arbitrage Monitoring:	Because the Bonds are tax-exempt obligations, the District must ensure compliance with certain Internal Revenue Service (IRS) rules throughout the life of the issue. These rules apply to all gross proceeds of the issue, including initial bond proceeds and investment earnings in construction, escrow, debt service, and any reserve funds. How issuers spend bond proceeds and how they track interest earnings on funds (arbitrage/yield restriction compliance) are common subjects of IRS inquiries. Your specific responsibilities will be detailed in the Nonarbitrage Certificate prepared by your Bond Attorney and provided at closing. We recommend that you regularly monitor compliance with these rules and/or retain the services of a qualified firm to assist you.
Other Service Providers:	<p>This debt issuance will require the engagement of other public finance service providers. This section identifies those other service providers, so Ehlers can coordinate their engagement on your behalf. Where you have previously used a particular firm to provide a service, we have assumed that you will continue that relationship. Fees charged by these service providers will be paid from proceeds of the obligation, unless you notify us that you wish to pay them from other sources. Our pre-sale bond sizing includes a good faith estimate of these fees, so their final fees may vary. If you have any questions pertaining to the identified service providers or their role, or if you would like to use a different service provider for any of the listed services please contact us.</p> <p>Bond Attorney: Knutson, Flynn & Deans, P.A.</p> <p>Paying Agent: Bond Trust Services Corporation</p> <p>Rating Agency: Moody's Investors Service</p>

This presale report summarizes our understanding of the District's objectives for the structure and terms of this financing as of this date. As additional facts become known or capital markets conditions change, we may need to modify the structure and/or terms of this financing to achieve results consistent with the District's objectives.



Proposed Debt Issuance Schedule

Pre-Sale Review by School Board; School Board Approves Resolution Authorizing the Approval of Sale of the Bonds:	December 18, 2017
Distribute Official Statement:	Week of January 8, 2018
Conference with Rating Agency:	Week of January 15, 2018
Ehlers Receives and Evaluates Proposals; Designated Officials Award Sale of Bonds:	January 25, 2018
School Board Meeting to Ratify Sale of the Bonds:	January 31, 2018
Estimated Closing Date:	February 15, 2018

Attachments

- Estimated Sources and Uses of Funds
- Estimated Debt Service Schedule
- Updated Long-Term Financing Plan for Capital and Debt Levies
- Estimated Tax Impact Schedule
- Resolution Authorizing the Approval of Sale of the Bonds (provided separately)

Ehlers Contacts

Municipal Advisors:	Joel Sutter	(651) 697-8514
	Jeff Seeley	(651) 697-8585
	Greg Crowe	(651) 697-8522
Disclosure Coordinator:	Silvia Johnson	(651) 697-8580
Financial Analyst:	Brian Shannon	(651) 697-8515

The Official Statement for this financing will be mailed to the School Board at their home address or e-mailed for review prior to the sale date.



Wayzata School District No. 284

Estimated Sources and Uses of Funds for 2018A School Building Bonds

December 8, 2017

	Estimates Prior to Election	Estimates Prior to Bond Sale
Bond Amount	\$70,000,000	\$66,880,000
Estimated Project Cost	\$70,500,000	\$70,500,000
Dated Date of Bonds	2/1/2018	2/15/2017
Sources of Funds		
Par Amount	\$70,000,000	\$66,880,000
Estimated Investment Earnings*	698,065	698,132
Estimated Reoffering Premium **	0	3,459,600
Debt Service Funds on Hand***	0	135,077
Total Sources	\$70,698,065	\$71,172,809
Uses of Funds		
Estimated Underwriter's Discount	\$0	\$334,400
Capitalized Interest ***	0	140,277
Estimated Legal and Fiscal Costs#	193,500	186,825
Rounding Amount	0	0
Net Available for Project Costs	70,504,565	70,511,307
Total Uses	\$70,698,065	\$71,172,809

* Estimated investment earnings are based on an average interest rate of 1% and an average life of 1.0 years.

** The underwriter of the bonds may pay a premium to purchase the bonds. The amount will be determined based on the competitive bidding process, and may range from 0 to 5 percent or more of the bond amount. If any premium is received, it will be deposited in the construction fund and used to reduce the par amount of the bonds.

*** The District will use debt service funds on hand and/or bond proceeds to finance a portion of the first year's payments.

Includes fees for financial advisor, bond counsel, rating agency or agencies, paying agent, and county certificates.

Wayzata School District No. 284

\$66,880,000 G.O School Building Bonds, Series 2018

Dated: February 15, 2018

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
02/15/2018	-	-	-	-	-
08/01/2018	-	-	1,136,344.93	1,136,344.93	-
02/01/2019	710,000.00	5.000%	1,232,181.25	1,942,181.25	3,078,526.18
08/01/2019	-	-	1,214,431.25	1,214,431.25	-
02/01/2020	975,000.00	5.000%	1,214,431.25	2,189,431.25	3,403,862.50
08/01/2020	-	-	1,190,056.25	1,190,056.25	-
02/01/2021	2,370,000.00	5.000%	1,190,056.25	3,560,056.25	4,750,112.50
08/01/2021	-	-	1,130,806.25	1,130,806.25	-
02/01/2022	3,305,000.00	5.000%	1,130,806.25	4,435,806.25	5,566,612.50
08/01/2022	-	-	1,048,181.25	1,048,181.25	-
02/01/2023	2,360,000.00	5.000%	1,048,181.25	3,408,181.25	4,456,362.50
08/01/2023	-	-	989,181.25	989,181.25	-
02/01/2024	1,310,000.00	5.000%	989,181.25	2,299,181.25	3,288,362.50
08/01/2024	-	-	956,431.25	956,431.25	-
02/01/2025	2,270,000.00	5.000%	956,431.25	3,226,431.25	4,182,862.50
08/01/2025	-	-	899,681.25	899,681.25	-
02/01/2026	3,155,000.00	5.000%	899,681.25	4,054,681.25	4,954,362.50
08/01/2026	-	-	820,806.25	820,806.25	-
02/01/2027	3,115,000.00	5.000%	820,806.25	3,935,806.25	4,756,612.50
08/01/2027	-	-	742,931.25	742,931.25	-
02/01/2028	3,235,000.00	3.000%	742,931.25	3,977,931.25	4,720,862.50
08/01/2028	-	-	694,406.25	694,406.25	-
02/01/2029	2,295,000.00	3.000%	694,406.25	2,989,406.25	3,683,812.50
08/01/2029	-	-	659,981.25	659,981.25	-
02/01/2030	2,375,000.00	3.000%	659,981.25	3,034,981.25	3,694,962.50
08/01/2030	-	-	624,356.25	624,356.25	-
02/01/2031	2,470,000.00	3.000%	624,356.25	3,094,356.25	3,718,712.50
08/01/2031	-	-	587,306.25	587,306.25	-
02/01/2032	2,520,000.00	3.000%	587,306.25	3,107,306.25	3,694,612.50
08/01/2032	-	-	549,506.25	549,506.25	-
02/01/2033	2,560,000.00	3.000%	549,506.25	3,109,506.25	3,659,012.50
08/01/2033	-	-	511,106.25	511,106.25	-
02/01/2034	2,595,000.00	3.000%	511,106.25	3,106,106.25	3,617,212.50
08/01/2034	-	-	472,181.25	472,181.25	-
02/01/2035	2,635,000.00	3.000%	472,181.25	3,107,181.25	3,579,362.50
08/01/2035	-	-	432,656.25	432,656.25	-
02/01/2036	5,735,000.00	3.250%	432,656.25	6,167,656.25	6,600,312.50
08/01/2036	-	-	339,462.50	339,462.50	-
02/01/2037	10,290,000.00	3.250%	339,462.50	10,629,462.50	10,968,925.00
08/01/2037	-	-	172,250.00	172,250.00	-
02/01/2038	10,600,000.00	3.250%	172,250.00	10,772,250.00	10,944,500.00
Total	\$66,880,000.00	-	\$30,439,963.68	\$97,319,963.68	-

Yield Statistics

Bond Year Dollars	\$898,154.11
Average Life	13.429 Years
Average Coupon	3.3891693%
Net Interest Cost (NIC)	3.0412112%
True Interest Cost (TIC)	2.9779608%
Bond Yield for Arbitrage Purposes	2.9316939%
All Inclusive Cost (AIC)	3.0036383%

IRS Form 8038

Net Interest Cost	2.9254925%
Weighted Average Maturity	13.111 Years

2018 | SINGLE PURPOSE | 12/ 8/2017 | 12:59 PM

Wayzata School District No. 284

Estimates Prior to Bond Sale

Schedule of Estimated Capital and Debt Service Levies

**\$66,880,000 Building Bonds
November 2017 Election
20 Years; Wrapped Around Existing Debt**

December 8, 2017

	Building Bonds
Bond Issue Amount:	\$66,880,000
Average Int. Rate:	2.98%
Dated Date:	2/15/2018

Levy	Tax Capa- city Value ¹	Debt Service Levies - Existing Bonds**						Other Levies		Potential 2018 Building Bonds				Facilities	Combined Totals			
		Building Bonds ²	AF Bonds ²	Est. Debt Excess ³	Net Levy	Tax Rate	Capital Proj. Levy	Lease Levy ⁴	Principal	Interest	Addl. Debt Excess ³	Debt Levy	Maintenance Levy	Total Levy	Tax Rate			
2016	2017	122,424	7.3%	13,319,142	1,413,766	(927,806)	13,805,102	11.28	5,997,307	2,887,213	-	-	-	-	3,459,723	26,149,345	21.36	
2017	2018	131,024	7.0%	5,249,686	2,778,767	(213,174)	7,815,279	5.96	6,424,403	3,351,360	-	-	-	-	12,481,028	30,072,070	22.95	
2018	2019	139,846	6.7%	5,670,815	2,961,467	(500,001)	8,132,281	5.82	6,874,111	3,351,360	710,000	2,368,526	5	154,088	3,239,249	9,700,000	31,297,002	22.38
2019	2020	146,838	5.0%	6,525,251	2,824,966	(388,453)	8,961,765	6.10	7,336,947	3,351,360	975,000	2,428,863	-	-	3,574,056	9,700,000	32,924,127	22.42
2020	2021	154,180	5.0%	6,007,181	3,241,816	(420,760)	8,828,237	5.73	7,703,794	3,351,360	2,370,000	2,380,113	-	-	4,987,618	9,700,000	34,571,010	22.42
2021	2022	158,805	3.0%	5,976,469	3,282,241	(416,205)	8,842,505	5.57	8,088,984	3,351,360	3,305,000	2,261,613	(224,443)	-	5,620,500	9,700,000	35,603,349	22.42
2022	2023	163,570	3.0%	6,049,811	5,232,353	(416,642)	10,865,523	6.64	8,331,653	3,351,360	2,360,000	2,096,363	(252,923)	-	4,426,258	9,700,000	36,674,794	22.42
2023	2024	168,477	3.0%	7,699,309	5,695,403	(507,697)	12,887,015	7.65	8,581,603	3,351,360	1,310,000	1,978,363	(199,182)	-	3,253,599	9,700,000	37,773,577	22.42
2024	2025	173,531	3.0%	10,788,304	2,586,721	(602,762)	12,772,263	7.36	8,839,051	3,351,360	2,270,000	1,912,863	(146,412)	-	4,245,594	9,700,000	38,908,267	22.42
2025	2026	178,737	3.0%	10,914,566	2,596,171	(601,876)	12,908,861	7.22	9,104,223	3,351,360	3,155,000	1,799,363	(191,052)	-	5,011,029	9,700,000	40,075,473	22.42
2026	2027	178,737	0.0%	10,915,091	2,571,181	(607,983)	12,878,289	7.21	9,377,349	3,351,360	3,115,000	1,641,613	(225,496)	-	4,768,947	9,700,000	40,075,945	22.42
2027	2028	178,737	0.0%	10,940,344	2,570,761	(606,882)	12,904,222	7.22	9,377,349	3,351,360	3,235,000	1,485,863	(214,603)	-	4,742,303	9,700,000	40,075,235	22.42
2028	2029	178,737	0.0%	11,845,129	2,756,611	(608,000)	13,993,740	7.83	9,377,349	3,351,360	2,295,000	1,388,813	(213,404)	-	3,654,599	9,700,000	40,077,049	22.42
2029	2030	178,737	0.0%	11,826,229	2,764,171	(657,078)	13,933,321	7.80	9,377,349	3,351,360	2,375,000	1,319,963	(164,457)	-	3,715,254	9,700,000	40,077,284	22.42
2030	2031	178,737	0.0%	11,782,969	2,781,562	(656,568)	13,907,962	7.78	9,377,349	3,351,360	2,470,000	1,248,713	(167,186)	-	3,737,462	9,700,000	40,074,133	22.42
2031	2032	178,737	0.0%	11,801,606	2,788,308	(655,404)	13,934,510	7.80	9,377,349	3,351,360	2,520,000	1,174,613	(168,186)	-	3,711,157	9,700,000	40,074,377	22.42
2032	2033	178,737	0.0%	11,829,366	2,802,995	(656,546)	13,975,814	7.82	9,377,349	3,351,360	2,560,000	1,099,013	(167,002)	-	3,674,961	9,700,000	40,079,485	22.42
2033	2034	178,737	0.0%	11,862,769	2,811,802	(658,456)	14,016,114	7.84	9,377,349	3,351,360	2,595,000	1,022,213	(165,373)	-	3,632,700	9,700,000	40,077,523	22.42
2034	2035	178,737	0.0%	11,890,528	2,822,846	(660,356)	14,053,019	7.86	9,377,349	3,351,360	2,635,000	944,363	(163,471)	-	3,594,859	9,700,000	40,076,587	22.42
2035	2036	178,737	0.0%	-	4,901,243	(662,102)	4,239,141	2.37	9,377,349	3,351,360	5,735,000	865,313	(161,769)	-	6,768,559	12,000,000	35,736,409	19.99
2036	2037	178,737	0.0%	-	-	-	-	-	9,377,349	3,351,360	10,290,000	678,925	(525,141)	-	10,992,230	12,000,000	35,720,939	19.99
2037	2038	178,737	0.0%	-	-	-	-	-	9,377,349	3,351,360	10,600,000	344,500	(494,650)	-	10,997,075	12,000,000	35,725,784	19.99
2038	2039	178,737	0.0%	-	-	-	-	-	9,377,349	3,351,360	-	-	-	-	-	12,000,000	24,728,709	13.84
2039	2040	178,737	0.0%	-	-	-	-	-	9,377,349	3,351,360	-	-	-	-	-	12,000,000	24,728,709	13.84
2040	2041	178,737	0.0%	-	-	-	-	-	9,377,349	3,351,360	-	-	-	-	-	12,000,000	24,728,709	13.84
Totals				182,894,564	62,185,150	(11,424,750)	233,654,964		217,942,316	83,319,853	66,880,000	30,439,964	5	(3,690,662)	98,348,009	252,840,751	886,105,893	

- 1 Tax capacity value for taxes payable in 2016 and 2017 are the actual values, and the value for 2018 is based on preliminary data provided by Hennepin County. Estimates for future years are based on estimated percentage changes shown above.
- 2 Initial debt service levies are set at 105 percent of the principal and interest payments during the next fiscal year.
- 3 The debt excess levy reductions for taxes payable in 2016 and 2017 are actual amounts, and the estimate for 2018 is based on preliminary data. For taxes payable in 2019 and later, debt excess is estimated at 4.5 percent of the prior year's levy.
- 4 Lease levy estimates for future years are based on the best available estimates of future payments for all current and planned future leases.
- 5 These estimates assume that a portion of the payments on the new bonds due during fiscal year 2019, estimated at \$140,277, would be made from funds on hand or bond proceeds.



Estimates Prior to Bond Sale

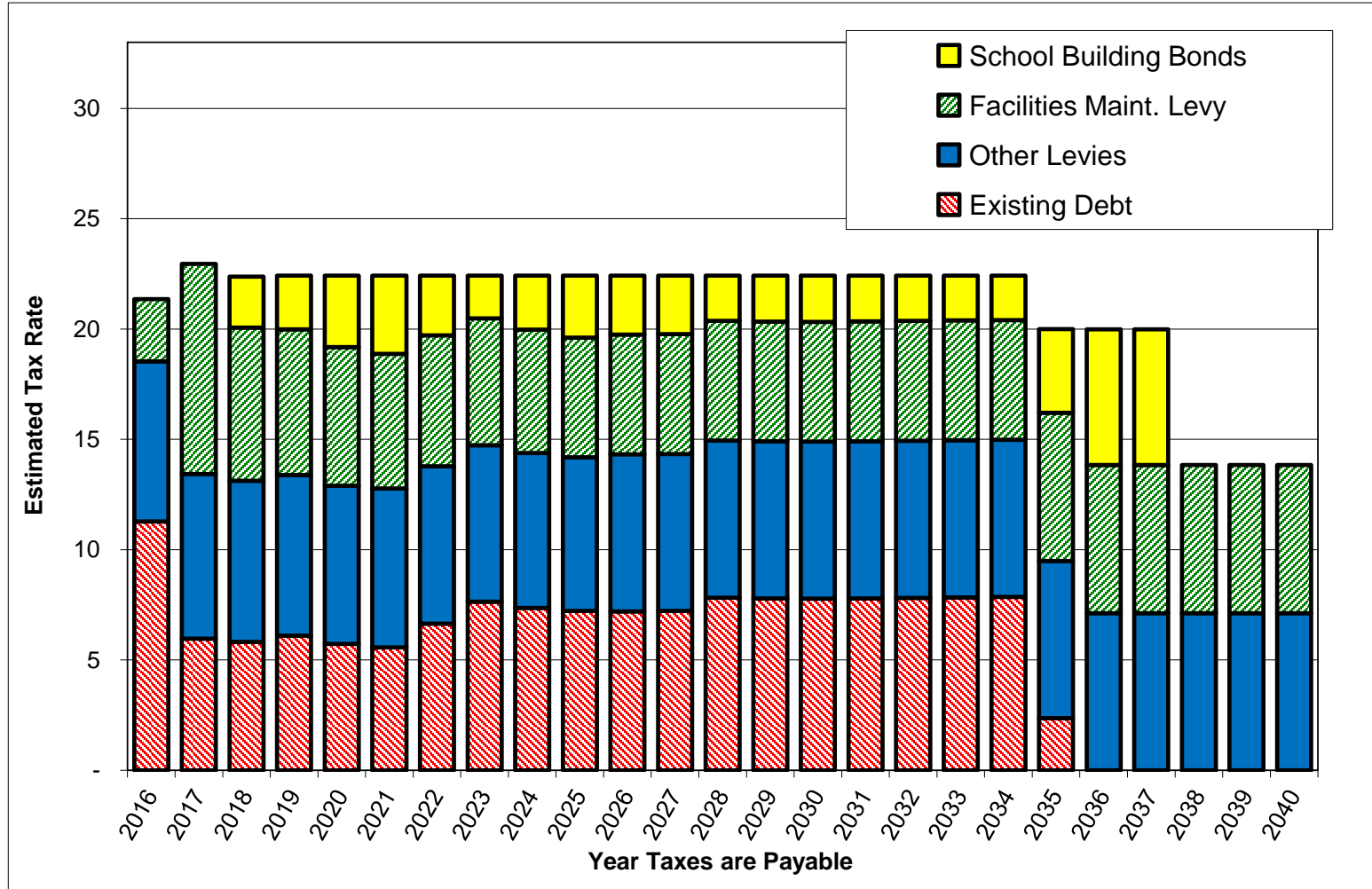
Wayzata School District No. 284

Estimated Tax Rates for Capital and Debt Service Levies

\$66,880,000 Building Bonds
November 2017 Election
20 Years; Wrapped Around Existing Debt

Date Prepared:

December 8, 2017



Estimated Tax Impact for 2018 Building Bonds

	Estimates Prior to Election	Updated Estimates Prior to Bond Sale
Maximum Authorized Bond Amount	\$70,000,000	\$70,000,000
Estimated Bonds Issued	\$70,000,000	\$66,880,000
Estimated Tax Rate Payable in 2018	2.34%	2.32%

Type of Property	Estimated Market Value	Estimated Impact on Annual Taxes Payable in 2018*	
Residential Homestead	\$150,000	\$30	\$29
	200,000	42	42
	250,000	55	55
	300,000	68	67
	350,000	81	80
	400,000	93	93
	500,000	117	116
	600,000	146	145
	750,000	190	189
1,000,000	263	261	
Commercial/Industrial +	\$250,000	\$64	\$63
	500,000	139	138
	1,000,000	289	287
	2,500,000	739	733
	5,000,000	1,490	1,477
Apartments	\$500,000	\$146	\$145
	1,000,000	293	290
	2,000,000	585	580
	4,000,000	1,170	1,160

* The figures in the table are based on school district taxes for bonded debt only, and do not include tax levies for other purposes. Tax increases shown above are gross increases, not including the impact of the state Property Tax Refund ("Circuit Breaker") program. Many owners of homestead property will qualify for a refund, based on their income and total property taxes. This will decrease the net effect of the proposed ballot questions for many property owners

+ For commercial-industrial property, the estimates above are for property in the City of Plymouth. The tax impact for commercial-industrial property in other municipalities in the school district may be slightly different, due to the varying impact of the Twin Cities Fiscal Disparities program.

CERTIFICATION OF MINUTES
RELATING TO
GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2018A

ISSUER: INDEPENDENT SCHOOL DISTRICT NO. 284
(WAYZATA PUBLIC SCHOOLS)
WAYZATA, MINNESOTA

GOVERNING BODY: SCHOOL BOARD

KIND, DATE, TIME AND PLACE OF MEETING: A special meeting held December 18, 2017, at 4:00 o'clock p.m., in the District Administrative Building 210 County Road 101 N., Plymouth, MN 55447.

MEMBERS PRESENT:

MEMBERS ABSENT: Documents Attached: Extract of Minutes of said meeting.

**RESOLUTION AUTHORIZING THE APPROVAL OF THE SALE OF
GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2018A;
COVENANTING AND OBLIGATING THE DISTRICT TO BE BOUND BY
AND TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION
126C.55 TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND
INTEREST ON THE BONDS**

I, the undersigned, being the duly qualified and acting recording officer of the public corporation issuing the obligations referred to in the title of this certificate, certify that the documents attached hereto, as described above, have been carefully compared with the original records of said corporation in my legal custody, from which they have been transcribed; that said documents are a correct and complete transcript of the minutes of a meeting of the governing body of said corporation, and correct and complete copies of all resolutions and other actions taken and of all documents approved by the governing body at said meeting, so far as they relate to said obligations; and that said meeting was duly held by the governing body at the time and place and was attended throughout by the members indicated above, pursuant to call and notice of such meeting given as required by law.

WITNESS MY HAND officially as such recording officer this ____ day of December, 2017.

School District Clerk

**EXTRACT OF MINUTES OF A MEETING
OF THE SCHOOL BOARD OF
INDEPENDENT SCHOOL DISTRICT NO. 284
(WAYZATA PUBLIC SCHOOLS)
STATE OF MINNESOTA**

HELD: DECEMBER 18, 2017

Pursuant to due call and notice thereof, a special meeting of the School Board of Independent School District No. 284 (Wayzata Public Schools), State of Minnesota, was held on December 18, 2017, at 4:00 o'clock p.m.

Member _____ introduced the following resolution and moved its adoption:

**RESOLUTION AUTHORIZING THE APPROVAL OF THE SALE OF
GENERAL OBLIGATION SCHOOL BUILDING BONDS, SERIES 2018A;
COVENANTING AND OBLIGATING THE DISTRICT TO BE BOUND BY AND
TO USE THE PROVISIONS OF MINNESOTA STATUTES, SECTION 126C.55
TO GUARANTEE THE PAYMENT OF THE PRINCIPAL AND INTEREST ON
THE BONDS**

BE IT RESOLVED by the School Board of Independent School District No. 284, State of Minnesota, as follows:

1. The Board hereby finds that it is necessary and expedient to sell and issue not to exceed \$70,000,000 principal amount of general obligation school building bonds of Independent School District No. 284 (Wayzata Public Schools) (the "District") approved by the voters of the District at a special election held on November 7, 2017. Said bonds (the "Bonds") shall provide funds for the acquisition and betterment of school sites and facilities.

2. The Board, having been advised by Ehlers & Associates, Inc., the District's municipal advisor, hereby determines that this issue shall be privately sold after receipt of written proposals, as authorized pursuant to Minnesota Statutes, Section 475.60, Subdivision 2.

3. On approximately January 25, 2018, the Superintendent and any Board Officer are authorized and directed to receive all proposals presented in conformity with the Terms of Proposal contained in the Official Statement, the terms of which are ratified and confirmed in all respects, and to approve on behalf of the District the sale of the Bonds to the party submitting the most favorable proposal (the "Purchaser"). If the true interest rate of the most favorable of said proposals does not exceed 3.25% and a favorable recommendation to accept the proposal is received from Ehlers & Associates, Inc., the Superintendent and any Board Officer are authorized and directed to accept the same as though the price and interest rate had been included herein. In the Terms of Proposal, the District reserved the right, after proposals were opened and prior to

award, to increase or decrease the principal amount of the Bonds offered for sale or the amount of any individual maturity, with the increase or decrease to occur in multiples of \$5,000 in any of the maturities. The Superintendent and any Board Officer are authorized and directed to endorse an acceptance on both copies of the most favorable proposal and to send one copy to the Purchaser.

4. Upon approval of the sale of the Bonds by the Superintendent and any Board Officer, the Board will meet at a subsequent special meeting on January 31, 2018 to adopt the necessary approving resolution as drafted by the District's Bond Counsel.

5. (a) The District hereby covenants and obligates itself to notify the Commissioner of Education of a potential default in the payment of principal and interest on the Bonds and to use the provisions of Minnesota Statutes, Section 126C.55 to guarantee payment of the principal and interest on the Bonds when due. The District further covenants to deposit with the Bond Registrar or any successor paying agent three (3) days prior to the date on which a payment is due an amount sufficient to make that payment or to notify the Commissioner of Education that it will be unable to make all or a portion of that payment. The Bond Registrar for the Bonds is authorized and directed to notify the Commissioner of Education if it becomes aware of a potential default in the payment of principal or interest on the Bonds or if, on the day two (2) business days prior to the date a payment is due on the Bonds, there are insufficient funds to make that payment on deposit with the Bond Registrar. The District understands that as a result of its covenant to be bound by the provisions of Minnesota Statutes, Section 126C.55, the provisions of that section shall be binding as long as any Bonds of this issue remain outstanding.

(b) The District further covenants to comply with all procedures now or hereafter established by the Departments of Management and Budget and Education of the State of Minnesota pursuant to Minnesota Statutes, Section 126C.55, subdivision 2(c) and otherwise to take such actions as necessary to comply with that section. The chair, clerk, superintendent or executive director of finance and business is authorized to execute any applicable Minnesota Department of Education forms.

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

and the following voted against the same:

whereupon said resolution was declared duly passed and adopted.

WAYZATA PUBLIC SCHOOLS
Independent School District 284
Wayzata, Minnesota

BOARD OF EDUCATION
Special Meeting –December 18, 2017

AGENDA SECTION: 3. Adjourn

ITEM: _____

COMMENTS BY: Chris McCullough, Board Chair

This agenda item brings closure to the school board meeting.

RECOMMENDED ACTION: Call the meeting to a close.

Motion by: _____ Yes _____ Passed _____

Second by: _____ No _____ Failed _____

Abstentions: _____

Time: _____