

Mission of the City of Courtland

We envision Courtland as a city with managed growth which offers a high quality of life for individuals, families and businesses at an affordable cost.

City Council Minutes

Regular Meeting

December 5, 2024

Members Present: Mayor Al Poehler
Council Member Pam Rodewald
Council Member Paul Bode
Council Member Ralph Bents
Council Member Justin Kraus

Members Absent:

Others Present: Julie Holm Dave Ubel Paul Doinna Mark Fiemeyer Karen Fluegge Greg Juberien Bob Schabert
Nathan and Jessica Marti Ron Thill

The regular city council meeting was called to order by Mayor Poehler at 7:00 pm on December 5, 2024 in the Council chambers in City Hall.

Rodewald made a motion to approve the agenda. Bents seconded the motion. The motion carried with all in favor.

Rodewald made a motion to approve November 7, 2024, regular Council minutes. Kraus seconded the motion. Motion carried with all in favor.

Bode made a motion to approve November 7, 2024 Public Hearing minutes. Bents second the motion. Motion carried with all in favor.

Kraus made a motion to approve monthly bills. Bents seconded the motion. Motion carried with all in favor.

Check#	Vendor	DATE	\$AMT	Description
22961	Woller, Carrie	14-Nov-24	\$112.50	Nov 2024 Election Judge Payroll
22962	Riggs, Krista	14-Nov-24	\$112.50	Nov 2024 Election Judge Payroll
22963	Kahnke, Jean	14-Nov-24	\$105.00	Nov 2024 Election Judge Payroll
22964	Holm, Julie	14-Nov-24	\$261.16	Nov 2024 Election Judge Payroll
22965	Griebel, Melva	14-Nov-24	\$105.00	Nov 2024 Election Judge Payroll
22966	Fiemeyer, Mark	14-Nov-24	\$135.00	Nov 2024 Election Judge Payroll
22967	Compart, Ralph	14-Nov-24	\$75.00	Nov 2024 Election Judge Payroll
22968	Blume, Gloria	14-Nov-24	\$112.50	Nov 2024 Election Judge Payroll
22969	Holm, Julie	14-Nov-24	\$993.59	Payroll 10/27-11/9/24
22970	Ubel, David	14-Nov-24	\$1,430.66	Payroll 10/27-11/9/24
22971	Voges, Jessie	14-Nov-24	\$737.19	Payroll 10/27-11/9/24
22972	CITY OF COURTLAND	21-Nov-24	\$308.46	fire hall, comm center, main shed, city office utilities
22973	CITY OF NEW ULM	21-Nov-24	\$7,522.49	flow to new ulm
22974	COURTLAND FIRE DEPT RELIEF-GEN	21-Nov-24	\$20,524.32	state fire aid pass thru
22975	MR PAVING	21-Nov-24	\$6,985.73	wtr repair at ballpark5867.63, wtr repairs hancock4/26,1118.10
22976	PRINTWEAR GRAPHICS	21-Nov-24	\$150.00	buried utilites decals
22977	XCEL ENERGY	21-Nov-24	\$341.68	office,firehall,wtrtwr,park,lifts,wtrplt,mainshed,st lights
22978	Holm, Julie	27-Nov-24	\$937.43	Payroll 11/10-11/23/24
22979	Ubel, David	27-Nov-24	\$1,430.66	Payroll 11/10-11/23/24
22980	Voges, Jessie	27-Nov-24	\$856.33	Payroll 11/10-11/23/24
EFT	COMCAST, INC	02-Dec-24	\$96.59	main st office internet
EFT	MICROSOFT	08-Dec-24	\$17.71	office 365 subscriptions
EFT	IRS	05-Dec-24	\$978.44	federal payroll taxes

EFT	MN DEPT OF REVENUE	05-Dec-24	\$178.00	mn payroll taxes
EFT	PERA	05-Dec-24	\$599.41	PERA contributions
22982	CLEARWAY COMMUNITY SOLAR LLC	05-Dec-24	\$2,381.94	solar subscription
22983	COURTLAND MART	05-Dec-24	\$386.44	gas-dave366.68, OSHA training meal19.76
22984	DAKOTA SUPPLY GROUP	05-Dec-24	\$1,345.75	10 ea meter box frames & covers
22985	GOPHER STATE ONE-CALL	05-Dec-24	\$8.10	6 tickets
22986	HAWKINS,INC	05-Dec-24	\$2,219.96	water plant chemical supplies
22987	LOFFLER	05-Dec-24	\$57.94	mfp maintenance, color copies4.07
22988	LUEPKE OIL & TRUCKING LLC	05-Dec-24	\$110.26	gas-dave78.36, diesel boost31.90
22989	MINNESOTA DEPARTMENT OF HEALTH	05-Dec-24	\$546.00	4th qtr 2024 water svc connection fee
22990	MN RURAL WATER ASSOCIATION	05-Dec-24	\$425.00	annual membership
22991	QUALITY FLOW SYSTEMS INC	05-Dec-24	\$8,632.00	grinder pump parts, new grinder pump
22992	RENT N SAVE PORTABLE SERVICES	05-Dec-24	\$222.58	porta potty rental - parks10/1-10/31/24
22993	SKARPOHL PRESSURE WASHER SALES	05-Dec-24	\$1,374.46	used pressure washer and reducer
22998	BOLTON & MENK, INC	05-Dec-24	\$7,631.88	eng svcs collin dr improv proj, wetland, wtr line svc invtory
22999	SUMMIT FIRE PROTECTION	05-Dec-24	\$279.20	annual fire extinguisher inspection city office
23000	POSTMASTER	05-Dec-24	\$72.00	post office box service fee - city box42
23001	UNITED NATURAL GAS	05-Dec-24	\$520.36	main shed natural gas
			\$71,321.22	

Paul Donna with D. A. Davidson is here to present information on bond resolution before the council today. The Bond will be for \$586,000.00 for the 2024 Collin Drive Improvement Project. 12 banks were contacted and received 3 proposals. Huntington Bank came back with the best rate of 5.65%. This was lower than the expected rate of 6.25%. . Prepayment can be made after eight years without penalty. Council has before them Resolution 24-125 Resolution Authorizing Issuance Bond. The closing will be set for January 8, 2025.

Rodewald made a motion to approve Resolution 24-125 Resolution Authorizing Issuance, Awarding Sale, Prescribing The Form and Details and Providing for the Payment of \$586,000 Taxable General Obligation Improvement Bonds, Series 2025A. Kraus seconded the motion. Motion carried with all in favor. **

Dave reports lift station pump on Shady Oak Drive had to be pulled for repair. Dave also reports needing to have lift stations vacuumed out, there was sand in main lift station. Dave spoke to MN Rural Water concerning sand in lift stations, and was told it has been worse this year all over.

Dave waiting on quotes for electrical for pole to light water tower and for Main Street Park rerouted wires and additional outlets.

Bode asks on status of Lagoon Circle sewer infiltration issue, homeowner didn't want dug up this fall. This will need to be addressed in spring.

Discussion on how to proceed with ditch drainage issues in time for spring, Rodewald recommends adding to January agenda to continue discussion.

Council Reports: NONE; Mayor Report: NONE; Street Committee: NONE

Planning Commission: Clerk recounts discussion from meeting. Make changes to ordinance to require curb and gutter in new developments. Commissioners had continued discussions on comprehensive plan update and creating a survey.

City Clerk: The City office will be closed December 25th and January 1st. Office will be open Monday, Thursday and Friday each week. Discussion to keep council meeting January 2nd as scheduled.

Tri County Mutual Aid Agreement for renewal. Clerk received updated agreement as previous had expired. Discussion to terms outlined. No action needed.

2025 Budget: Council has no changes to preliminary budget that resulted in 3.5% increase.

Bents made a motion to approve 2025 Final Budget. Rodewald seconded the motion. Motion carried with all in favor.

Bents made a motion to approve Resolution 24-124 2025 Final Levy for \$258,347.99. Bode seconded the motion. Motion carried with all in favor.

**Resolution # 24-124
A Resolution Approving Final 2025 Tax Levy
Collectible in 2025**

BE IT RESOLVED BY the City Council of the City of Courtland, County of Nicollet, Minnesota, that the following sums of monies be levied for the current year, collectible in 2025, upon the taxable property in the City of Courtland, for the following purpose:

TOTAL LEVY \$ 258,347.00

The city clerk is hereby instructed to transmit a certified copy of this resolution to the county auditor of Nicollet County, Minnesota.

Adopted by the City Council of Courtland, Minnesota on December 5, 2024

Rodewald made a motion to adjourn. Bents seconded the motion. Motion carried with all in favor.

Meeting adjourned 7:40pm

A signed written copy of the minutes is on file in the office of the city clerk.

Respectfully submitted,



Julie Holm, City Clerk

**CERTIFICATION OF MINUTES RELATING TO
TAXABLE GENERAL OBLIGATION IMPROVEMENT BONDS,
SERIES 2025A

Issuer: City of Courtland, Minnesota

Governing Body: City Council

Kind, date, time and place of meeting: A regular meeting held December 5, 2024 at 7:00 p.m., at the City offices.

Members present: Poehler, Bents, Rodewald, Kraus, Bode

Members absent: NONE

Documents Attached:

Minutes of said meeting (including):

RESOLUTION NO. 2024-125


RESOLUTION AUTHORIZING ISSUANCE, AWARDING SALE,
PRESCRIBING THE FORM AND DETAILS AND PROVIDING FOR
THE PAYMENT OF \$586,000 TAXABLE GENERAL OBLIGATION
IMPROVEMENT BONDS, SERIES 2025A

I, the undersigned, being the duly qualified and acting recording officer of the public corporation issuing the bonds 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 bonds; 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 5th day of December, 2024.

Julie Holm
City Clerk



4888-4597-29865

Councilmember Bents introduced the following resolution and moved its adoption, which motion was seconded by Councilmember Bode;

RESOLUTION AUTHORIZING ISSUANCE, AWARDING SALE, PRESCRIBING THE FORM AND DETAILS AND PROVIDING FOR THE PAYMENT OF \$586,000 TAXABLE GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2025A

BE IT RESOLVED by the City Council (the “Council”) of the City of Courtland, Minnesota (the “City”), as follows:

SECTION 1. AUTHORIZATION AND SALE.

1.01. Authorization. Pursuant to the provisions of Minnesota Statutes, Chapters 429 and 475, this Council, hereby determines it to be necessary to issue and sell its Taxable General Obligation Improvement Bonds, Series 2025A (the “Bonds”), to a purchaser using D.A. Davidson & Co., acting as placement agent (“Davidson”), pursuant to an exemption from public sale pursuant to Minnesota Statutes, Section 475.60 sub 2(2). The Bonds are being issued to finance certain public infrastructure improvements in the City, including new storm sewer, street pavements and sanitary sewer and water services on Collin Drive in the City (the “Projects”).

1.02. Sale. In a private placement, the City has received a proposal from The Huntington National Bank (the “Purchaser”) to purchase the Bonds in the principal amount of \$586,000, at a price of \$586,000 and a true interest cost of 5.650298%, on the further terms and conditions hereinafter set forth and in the Final Term Sheet between the City and the Purchaser (the “Final Term Sheet”).

1.03. Award. The sale of the Bonds is hereby awarded to the Purchaser, and the Mayor and City Clerk are hereby authorized and directed to execute the Final Term Sheet.

SECTION 2. BOND TERMS; REGISTRATION; EXECUTION AND DELIVERY.

2.01. Issuance of Bonds. All acts, conditions and things which are required by the Constitution and laws of the State of Minnesota to be done, to exist, to happen and to be performed precedent to and in the valid issuance of the Bonds having been done, now existing, having happened and having been performed, it is now necessary for the Council to establish the form and terms of the Bonds, to provide security therefor and to issue the Bonds forthwith.

2.02. Maturities; Interest Rates; Denominations and Payment. The Bonds shall be originally

dated as of January 8, 2025, shall be in the denomination of \$1,000 each, or any integral multiple thereof, of single maturities, shall mature on January 1 in the year and amount stated below, and shall bear interest from their date of issue until paid or duly called for redemption, at the annual rate set forth opposite such year and amount, as follows:

<u>Year</u>	<u>Amount</u>	<u>Rate</u>
2035	\$586,000	5.650%

The Bonds shall be issuable only in fully registered form. The interest thereon and, upon surrender of each Bond, the principal amount thereof shall be payable by check or draft issued by the Registrar described herein.

2.03. Dates and Interest Payment Dates. Upon initial delivery of the Bonds pursuant to Section 2.07 and upon any subsequent transfer or exchange pursuant to Section 2.06, the date of authentication shall be noted on each Bond so delivered, exchanged or transferred. Interest on the Bonds shall be payable on January 1 and July 1 in each year, commencing July 1, 2025, each such date being referred to herein as an Interest Payment Date, to the persons in whose names the Bonds are registered on the Bond Register, as hereinafter defined, at the Registrar’s close of business on the fifteenth day of the calendar month immediately preceding that in which the Interest Payment Date falls, whether or not such day is a business day. Interest shall be computed on the basis of a 360-day year composed of twelve 30-day months.

2.04. Redemption. The Bonds are subject to optional redemption in whole but not in part on or after January 1, 2031, at a price of 100% plus accrued interest. The City Clerk shall cause notice of the call for redemption thereof to be published if and as required by law, and at least thirty (30) and not more than sixty (60) days prior to the designated redemption date, shall cause notice of call for redemption to be mailed, by first class mail, to the Registrar and registered holders of any Bonds to be redeemed at their addresses as they appear on the Bond Register described in Section 2.06 hereof. No defect in or failure to give such notice of redemption shall affect the validity of proceedings for the redemption of any Bond not affected by such defect or failure. Official notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified and from and after such date (unless the City shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon partial redemption of any Bond, a new Bond or Bonds will be delivered to the owner without charge, representing the remaining principal amount outstanding.

Bonds maturing on January 1, 2035 (the “Term Bonds”) shall be subject to mandatory redemption prior to maturity pursuant to the sinking fund requirements of this Section 2.04 at a redemption price equal to the stated principal amount thereof plus interest accrued thereon to the redemption date, without premium. The Registrar shall select for redemption, by lot or other manner deemed fair, on January 1 in each of the following years the following stated principal amounts of such Bonds:

<u>Term Bond due January 1, 2035</u>	
<u>Year</u>	<u>Principal Amount</u>
2026	\$44,000
2027	48,000
2028	51,000
2029	53,000
2030	56,000
2031	60,000
2032	63,000
2033	67,000
2034	70,000
2035*	74,000

*stated maturity

Notice of redemption shall be given as provided in the preceding paragraph, provided that so long as the Bonds are held by the Purchaser or another single purchaser, no notice of mandatory redemption is required.

2.05. Appointment of Registrar. The City hereby appoints the City Clerk, as the initial Bond registrar, transfer agent and paying agent (the “Registrar”). The City agrees to pay the reasonable and customary charges of the Registrar for the services performed. The City reserves the right to remove the Registrar, effective upon not less than thirty days’ written notice and upon the appointment and acceptance of a successor Registrar, in which event the predecessor Registrar shall deliver all cash and Bonds in its possession to the successor Registrar and shall deliver the Bond Register to the successor Registrar.

2.06. Registration. The effect of registration and the rights and duties of the City and the Registrar with respect thereto shall be as follows:

(a) Register. The Registrar shall keep at its principal office a register (the “Bond Register”) in which the Registrar shall provide for the registration of ownership of Bonds and the registration of transfers and exchanges of Bonds entitled to be registered, transferred or exchanged. The term Holder or Bondholder as used herein shall mean the person (whether a natural person, corporation, association, partnership, trust, governmental unit, or other legal entity) in whose name a Bond is registered in the Bond Register.

(b) Transfer of Bonds. Upon surrender for transfer of any Bond duly endorsed by the Holder thereof or accompanied by a written instrument of transfer, in form satisfactory to the Registrar, duly executed by the Holder thereof or by an attorney duly authorized by the Holder in writing, the Registrar shall authenticate and deliver, in the name of the designated transferee or transferees, one or more new Bonds of a like aggregate principal amount and maturity, as requested by the transferor. The Registrar may, however, close the books for registration of any transfer after the first day of the month in which each interest payment date occurs and until such interest payment date.

(c) Exchange of Bonds. At the option of the Holder of any Bond in a denomination greater than \$1,000, such Bond may be exchanged for other Bonds of authorized denominations, of the same maturity and a like aggregate principal amount, upon surrender of the Bond to be exchanged at the office of the Registrar. Whenever any Bond is so surrendered for exchange the City shall execute and the Registrar shall authenticate and deliver the Bonds which the Bondholder making the exchange is entitled to receive.

(d) Cancellation. All Bonds surrendered for payment, transfer or exchange shall be promptly canceled by the Registrar and thereafter disposed of as directed by the City.

(e) Improper or Unauthorized Transfer. When any Bond is presented to the Registrar for transfer, the Registrar may refuse to transfer the same until it is satisfied that the endorsement on such Bond or separate instrument of transfer is valid and genuine and that the requested transfer is legally authorized. The Registrar shall incur no liability for the refusal, in good faith, to make transfers which it, in its judgment, deems improper or unauthorized.

(f) Persons Deemed Owners. The City and the Registrar may treat the person in whose name any Bond is at any time registered in the Bond Register as the absolute owner of the Bond, whether the Bond shall be overdue or not, for the purpose of receiving payment of or on account of, the principal of and interest on the Bond and for all other purposes; and all payments made to or upon the order of such Holder shall be valid and effectual to satisfy and discharge the liability upon such Bond to the extent of the sum or sums so paid.

(g) Taxes, Fees and Charges. For every transfer or exchange of Bonds (except for an exchange upon a partial redemption of a Bond), the Registrar may impose a charge upon the

owner thereof sufficient to reimburse the Registrar for any tax, fee or other governmental charge required to be paid with respect to such transfer or exchange.

(h) Mutilated, Lost, Stolen or Destroyed Bonds. In case any Bond shall become mutilated or be destroyed, stolen or lost, the Registrar shall deliver a new Bond of like amount, number, maturity date and tenor in exchange and substitution for and upon cancellation of any such mutilated Bond or in lieu of and in substitution for any Bond destroyed, stolen or lost, upon the payment of the reasonable expenses and charges of the Registrar in connection therewith; and, in the case of a Bond destroyed, stolen or lost, upon filing with the Registrar of evidence satisfactory to it that the Bond was destroyed, stolen or lost, and of the ownership thereof, and upon furnishing to the Registrar of an appropriate bond or indemnity in form, substance and amount satisfactory to it, in which both the City and the Registrar shall be named as obligees. All Bonds so surrendered to the Registrar shall be canceled by it and evidence of such cancellation shall be given to the City. If the mutilated, destroyed, stolen or lost Bond has already matured or been called for redemption in accordance with its terms it shall not be necessary to issue a new Bond prior to payment.

(i) Authenticating Agent. The Registrar is hereby designated authenticating agent for the Bonds, within the meaning of Minnesota Statutes, Section 475.55, Subdivision 1, as amended.

(j) Valid Obligations. All Bonds issued upon any transfer or exchange of Bonds shall be the valid obligations of the City, evidencing the same debt, and entitled to the same benefits under this Resolution as the Bonds surrendered upon such transfer or exchange.

2.07. Execution, Authentication and Delivery. The Bonds shall be prepared under the direction of the City Clerk and shall be executed on behalf of the City by the signatures of the Mayor and the City Clerk, provided that the signatures may be printed, engraved or lithographed facsimiles of the originals. In case any officer whose signature or a facsimile of whose signature shall appear on any Bond shall cease to be such officer before the delivery of such Bond, such signature or facsimile shall nevertheless be valid and sufficient for all purposes, the same as if such officer had remained in office until the date of delivery of such Bond. Notwithstanding such execution, no Bond shall be valid or obligatory for any purpose or entitled to any security or benefit under this Resolution unless and until a certificate of authentication on the Bond, substantially in the form provided in EXHIBIT A, has been executed by the manual signature of an authorized representative of the Registrar. Certificates of authentication on different Bonds need not be signed by the same representative. The executed certificate of authentication on any Bond shall be conclusive evidence that it has been duly authenticated and delivered under this Resolution. When the Bonds have been prepared, executed and authenticated, the City Clerk shall deliver them to the Purchaser upon payment of the purchase price in accordance with the contract of sale theretofore executed, and the Purchaser shall not be obligated to see to the application of the purchase price.

2.08. Form of Bonds. The Bonds shall be prepared in substantially the form found at EXHIBIT A hereto.

SECTION 3. USE OF PROCEEDS. There is hereby established on the official books and records of the City a Taxable General Obligation Improvement Bonds, Series 2025A Construction Fund (the "Construction Fund"). The Construction Fund shall be credited with (i) \$586,000 from the proceeds of the Bonds, representing the estimated costs of the Projects (\$564,500) and costs of issuance of the Bonds (\$21,500). The City Clerk shall maintain the Construction Fund until payment of all costs and expenses incurred in connection with the construction of the Projects have been paid, including costs of issuance of the Bonds. After payment of all such costs and expenses, the Construction Fund shall be terminated.

SECTION 4. TAXABLE GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2025A BOND FUND. So long as any of the Bonds are outstanding and any principal or interest thereon unpaid, the City Clerk shall maintain on the official books and records of the City a separate fund

designated as the Taxable General Obligation Improvement Bonds, Series 2025A Bond Fund (the “Bond Fund”). There shall be credited to the Bond Fund the following:

- i. the amounts specified in Section 3 above;
- ii. any amount in excess of the amounts credited to the Construction Fund as provided in Section 3 hereof received from the Purchaser upon delivery of the Bonds;
- iii. the special assessments described in Section 5 hereof;
- iv. any taxes collected pursuant to Section 7 hereof; and
- v. any other funds appropriated by the Council for the payment of the Bonds.

The principal of and interest on the Bonds shall be payable from the Bond Fund, and the money on hand in the Bond Fund from time to time shall be used only to pay the principal of and interest on the Bonds. If the balance on hand in the Bond Fund is at any time insufficient to pay principal and interest then due on the Bonds, such amounts shall be paid from other money on hand in other funds of the City, which other funds shall be reimbursed therefor when sufficient money becomes available in the Bond Fund. The Council also covenants and agrees that it will each year levy a sufficient amount of ad valorem taxes to pay any accumulated or anticipated deficiency, which levy is not subject to any constitutional or statutory limitation.

SECTION 5. SPECIAL ASSESSMENTS. The City hereby covenants and agrees that, for the payment of the costs of the Projects, the City has done or will do and perform all acts and things necessary for the final and valid levy of special assessments in the principal amount of \$371,941, which is not less than 20% of the cost of the Projects. The principal of and interest on such special assessments are estimated to be levied and collected in the years and amounts shown on Appendix I attached hereto. The principal of the assessments shall be made payable in annual installments, with interest as established by this Council in accordance with law on unpaid installments thereof from time to time remaining unpaid. In the event any special assessment shall at any time be held invalid with respect to any lot or tract of land, due to any error, defect or irregularity in any action or proceeding taken or to be taken by the City or by this Council or by any of the officers or employees of the City, either in the making of such special assessment or in the performance of any condition precedent thereto, the City hereby covenants and agrees that it will forthwith do all such further things and take all such further proceedings as shall be required by law to make such special assessment a valid and binding lien upon said property.

SECTION 6. RESERVED.

SECTION 7. PLEDGE OF TAXING POWERS. For the prompt and full payment of the principal of and interest on the Bonds as such payments respectively become due, the full faith, credit and unlimited taxing powers of the City shall be and are hereby irrevocably pledged. In order to produce aggregate amounts which, together with the collections of other amounts as set forth in Section 4, will produce amounts not less than 5% in excess of the amounts needed to meet when due the principal and interest payments on the Bonds, ad valorem taxes are hereby levied on all taxable property in the City, the taxes to be levied and collected in the following years and amounts:

<u>Levy Years</u>	<u>Collection Years</u>	<u>Amount</u>
	See attached schedules	

The taxes shall be irrevocable as long as any of the Bonds are outstanding and unpaid, provided that the City reserves the right and power to reduce the tax levies from other legally available funds, in accordance with the provisions of Minnesota Statutes, Section 475.61.

SECTION 8. DEFEASANCE. When all of the Bonds have been discharged as provided in this Section,

all pledges, covenants and other rights granted by this Resolution to the Holders of the Bonds shall cease. The City may discharge its obligations with respect to any Bonds which are due on any date by depositing with the Registrar on or before that date a sum sufficient for the payment thereof in full; or, if any Bond should not be paid when due, it may nevertheless be discharged by depositing with the Registrar a sum sufficient for the payment thereof in full with interest accrued from the due date to the date of such deposit. The City may also discharge its obligations with respect to any prepayable Bonds called for redemption on any date when they are prepayable according to their terms by depositing with the Registrar on or before that date an amount equal to the principal, redemption premium, if any, and interest then due, provided that notice of such redemption has been duly given as provided herein. The City may also at any time discharge its obligations with respect to any Bonds, subject to the provisions of law now or hereafter authorizing and regulating such action, by depositing irrevocably in escrow, with the Registrar or with a bank or trust company qualified by law to act as an escrow agent for this purpose, cash or securities which are authorized by law to be so deposited for such purpose, bearing interest payable at such times and at such rates and maturing or callable at the holder's option on such dates as shall be required to pay all principal and interest to become due thereon to maturity or, if notice of redemption as herein required has been irrevocably provided for, to an earlier designated redemption date.

SECTION 9. CONTINUING DISCLOSURE. Within 180 days of the end of the City's fiscal year, the City will provide to Purchaser certain financial information, which shall be limited to the following: the information in the City's audited financial statements, which shall be for the most recent fiscal year of the City (the "Disclosure Information"). The City shall (i) provide such Disclosure Information at the same time as or later than any equivalent disclosure information, relating to any outstanding obligations of the City, that the City is required to provide to the Municipal Securities Rulemaking Board (the "MSRB") through its Electronic Municipal Market Access System ("EMMA"), or (ii) provide the Disclosure Information to the MSRB through EMMA on the same date as the City provides such Disclosure Information to Purchaser.

SECTION 10. CERTIFICATION OF PROCEEDINGS.

10.01. Registration of Bonds. The City Clerk is hereby authorized and directed to file a certified copy of this resolution with the County Auditor of Nicollet County, together with such additional information as is required, and to obtain a certificate that the Bonds and the taxes levied pursuant hereto have been duly entered upon the County Auditor's Bond register.

10.02. Authentication of Transcript. The officers of the City and the County Auditor are hereby authorized and directed to prepare and furnish to the Purchaser and to Dorsey & Whitney LLP, Bond Counsel, certified copies of all proceedings and records relating to the Bonds and such other affidavits, certificates and information as may be required to show the facts relating to the legality and marketability of the Bonds, as the same appear from the books and records in their custody and control or as otherwise known to them, and all such certified copies, affidavits and certificates, including any heretofore furnished, shall be deemed representations of the City as to the correctness of all statements contained therein.

10.03 Effective Date. This resolution shall be in full force and effect from and after its passage. Upon vote being taken thereon, the following voted in favor thereof:

Councilmembers: Poehler, Bents, Rodewald, Kraus, Bode and the following voted against the same:

whereupon the Resolution was declared duly passed and adopted

APPENDIX I

Special Assessments and Taxes Levied

Period Ending	Principal	Interest	Revenue from Special Assessments	Net Debt Service	105% Levy	Levy Year	Collection Year
01/01/2026	44,000	32,465	(54,132)	22,333	23,450	2025	2026
01/01/2027	48,000	30,623	(54,132)	24,491	25,716	2026	2027
01/01/2028	51,000	27,911	(54,132)	24,779	26,018	2027	2028
01/01/2029	53,000	25,030	(54,132)	23,897	25,092	2028	2029
01/01/2030	56,000	22,035	(54,132)	23,903	25,098	2029	2030
01/01/2031	60,000	18,871	(54,132)	24,739	25,976	2030	2031
01/01/2032	63,000	15,481	(54,132)	24,349	25,566	2031	2032
01/01/2033	67,000	11,922	(54,132)	24,789	26,029	2032	2033
01/01/2034	70,000	8,136	(54,132)	24,004	25,204	2033	2034
01/01/2035	74,000	4,181	(54,132)	24,049	25,251	2034	2035
	586,000	196,654	(541,320)	241,334	253,401		

EXHIBIT A

UNITED STATES OF AMERICA
STATE OF MINNESOTA
COUNTY OF NICOLLET

CITY OF COURTLAND

TAXABLE GENERAL OBLIGATION IMPROVEMENT BONDS,
SERIES 2025A

R-1

\$586,000

<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Date of Original Issue</u>
5.650%	January 1, 2035	January 8, 2025

REGISTERED OWNER: THE HUNTINGTON NATIONAL BANK

PRINCIPAL AMOUNT: FIVE HUNDRED EIGHTY-SIX THOUSAND DOLLARS

CITY OF COURTLAND, State of Minnesota (the City), acknowledges itself to be indebted and for value received hereby promises to pay to the registered owner specified above, or registered assigns, the principal amount specified above on the maturity date specified above and promises to pay interest thereon from the date of original issue specified above or from the most recent Interest Payment Date (as hereinafter defined) to which interest has been paid or duly provided for, at the annual interest rate specified above, payable on January 1 and July 1 in each year, commencing July 1, 2025 (each such date, an Interest Payment Date), all subject to the provisions referred to herein with respect to the redemption of the principal of this Bond before maturity. The interest so payable on any Interest Payment Date shall be paid to the person in whose name this Bond is registered at the close of business on the fifteenth day (whether or not a business day) of the calendar month immediately preceding that in which the Interest Payment Date occurs. Interest hereon shall be computed on the basis of a 360-day year composed of

twelve 30-day months. The interest hereon and, upon presentation and surrender hereof at the office of the Registrar described below, the principal hereof are payable in lawful money of the United States of America by check or draft drawn on the City Clerk, as Bond registrar, transfer agent and paying agent, or its successor designated under the Resolution described herein (the Registrar) or other agreed-upon means of payment by the Registrar or its designated successor. For the prompt and full payment of such principal and interest as the same respectively come due, the full faith and credit and taxing powers of the City have been and are hereby irrevocably pledged.

This Bond is one of an issue (the Bonds) in the aggregate principal amount of \$586,000 issued pursuant to a resolution adopted by the City Council on December 5, 2024 (the Resolution), to finance certain public infrastructure improvements in the City, and is issued by authority of and in strict accordance with the provisions of the Constitution and laws of the State of Minnesota thereunto enabling, including Minnesota Statutes, Chapters 429 and 475. For the full and prompt payment of the principal of and interest on the Bonds as the same become due, the full faith, credit and taxing power of the City have been and are hereby irrevocably pledged. The Bonds are issuable only in fully registered form, in the denomination of \$1,000 or any integral multiple thereof, of single maturities.

The Bonds are subject to optional redemption in whole but not in part on or after January 1, 2031, at a price of 100% plus accrued interest. The City shall cause notice of the call for redemption thereof to be published if and to the extent required by law, and at least thirty (30) and not more than sixty (60) days prior to the designated redemption date, shall cause notice of call for redemption to be mailed, by first class mail, to the registered holders of any Bonds, at the holders' addresses as they appear on the Bond register maintained by the Bond Registrar, but no defect in or failure to give such mailed notice of redemption shall affect the validity of proceedings for the redemption of any Bond not affected by such defect or failure. Official notice of redemption having been given as aforesaid, the Bonds or portions of Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified and from and after such date (unless the City shall default in the payment of the redemption price) such Bonds or portions of Bonds shall cease to bear interest. Upon partial redemption of any Bond, a new Bond or Bonds will be delivered to the owner without charge, representing the remaining principal amount outstanding.

Bonds maturing on January 1, 2035 (the "Term Bonds") shall be subject to mandatory redemption prior to maturity at a redemption price equal to the stated principal amount thereof plus interest accrued thereon to the redemption date, without premium. The Registrar shall select for redemption, by lot or other manner deemed fair, on January 1 in each of the following years the following stated principal amounts of such Bonds:

<u>Term Bond due January 1, 2035</u>	
<u>Year</u>	<u>Principal Amount</u>
2026	\$44,000
2027	48,000
2028	51,000
2029	53,000
2030	56,000
2031	60,000
2032	63,000
2033	67,000
2034	70,000
2035*	74,000

*stated maturity

Notice of redemption shall be given as provided in the preceding paragraph, provided that so long as the Bonds are held by a single purchaser, no notice of mandatory redemption need be given.

As provided in the Resolution and subject to certain limitations set forth therein, this Bond is transferable upon the books of the City at the office of the Registrar, by the registered owner hereof in

person or by the owner's attorney duly authorized in writing upon surrender hereof together with a written instrument of transfer satisfactory to the Registrar, duly executed by the registered owner or the owner's attorney, and may also be surrendered in exchange for Bonds of other authorized denominations. Upon such transfer or exchange the City will cause a new Bond or Bonds to be issued in the name of the designated transferee or registered owner, of the same aggregate principal amount, bearing interest at the same rate and maturing on the same date; subject to reimbursement for any tax, fee or governmental charge required to be paid with respect to any such transfer or exchange.

The City and the Registrar may deem and treat the person in whose name this Bond is registered as the absolute owner hereof, whether this Bond is overdue or not, for the purpose of receiving payment as herein provided and for all other purposes, and neither the City nor the Registrar shall be affected by any notice to the contrary.

IT IS HEREBY CERTIFIED, RECITED, COVENANTED AND AGREED that all acts, conditions and things required by the Constitution and laws of the State of Minnesota to be done, to exist, to happen and to be performed preliminary to and in the issuance of this Bond in order to make it a valid and binding general obligation of the City in accordance with its terms, have been done, do exist, have happened and have been performed as so required; that, prior to the issuance hereof, the City Council has by the Resolution covenanted and agreed to levy special assessments upon property specially benefited by the improvements financed with the Bonds and ad valorem taxes on all taxable property in the City, which assessments and taxes are estimated to be collectible in years and amounts sufficient to produce sums not less than 5% in excess of the principal of and interest on the Bonds when due, and has appropriated such assessments and taxes to its Taxable General Obligation Improvement Bonds, Series 2025A Bond Fund for the payment of such principal and interest; that if necessary for the payment of such principal and interest, additional ad valorem taxes are required to be levied upon all taxable property in the City, without limitation as to rate or amount; that all proceedings relative to the projects financed by this Bond have been or will be taken according to law and that the issuance of this Bond, together with all other indebtedness of the City outstanding on the date hereof and on the date of its actual issuance and delivery, does not cause the indebtedness of the City to exceed any constitutional or statutory limitation of indebtedness.

This Bond shall not be valid or become obligatory for any purpose or be entitled to any security or benefit under the Resolution until the Certificate of Authentication hereon shall have been executed by the Registrar by manual signature of one of its authorized representatives.

IN WITNESS WHEREOF, the City has caused this Bond to be executed on its behalf by the facsimile signatures of its Mayor and City Clerk and has caused this Bond to be dated as of the date set forth below.

CITY OF COURTLAND, MINNESOTA

(facsimile signature – City Clerk)

(facsimile signature – Mayor)

CERTIFICATE OF AUTHENTICATION

This is one of the Bonds delivered pursuant to the Resolution mentioned within.

Date of Authentication: _____

CITY CLERK OF COURTLAND, MINNESOTA

NICOLLET COUNTY AUDITOR'S
CERTIFICATE AS TO REGISTRATION

The undersigned, being the duly qualified and acting County Auditor of Nicollet County, Minnesota, hereby certifies that there has been filed in my office a certified copy of a resolution duly adopted on December 5, 2024, by the City Council of the City of Courtland, Minnesota, setting forth the form and details of an issue of \$586,000 Taxable General Obligation Improvement Bonds, Series 2025A dated as of January 8, 2025.

I further certify that the issue has been entered on my bond register and that the taxes have been levied as required by Minnesota Statutes, Sections 475.61 to 475.63.

WITNESS my hand and official seal on the _____ day of _____, 20____.

Nicollet County Auditor

(SEAL)