

**CITY OF FALCON HEIGHTS
COUNCIL RESOLUTION**

June 12, 2013

No. 13-13

**RESOLUTION CALLING FOR A PUBLIC HEARING ON THE ISSUANCE OF
EDUCATIONAL FACILITIES REVENUE NOTES AND
AUTHORIZING THE PUBLICATION OF A NOTICE OF THE HEARING
(CHARTER SCHOOLS DEVELOPMENT CORPORATION/HIAWATHA ACADEMIES
PROJECT)**

WHEREAS, Minnesota Statutes, Sections 469.152 through 469.1655, relating to municipal industrial development (the "Act"), gives municipalities the power to issue revenue obligations for the purpose of promoting the welfare of the state by the active attraction and encouragement and development of economically sound industry and commerce to prevent so far as possible the emergence of blighted and marginal lands and areas of chronic unemployment; and

WHEREAS, Falcon Heights, Minnesota (the "City"), has received from Charter Schools Development Corporation, a Minnesota nonprofit corporation and 501(c)(3) organization (the "Borrower"), a proposal that it undertake a program to finance the Project hereinafter described, through the issuance of revenue notes, in one or more series, or obligations (the "Notes") pursuant to the Act; and

WHEREAS, before proceeding with consideration of the request of the Borrower it is necessary for the City to hold a public hearing on the proposal pursuant to Section 147(f) of the Internal Revenue Code and Section 469.154, Subdivision 4, of the Act.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of of Falcon Heights, Minnesota, as follows:

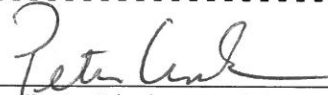
1. A public hearing on the proposal of the Borrower will be held at the time and place set forth in the form of Notice of Public Hearing attached hereto as Exhibit A. The general nature of the Project and an estimate of the aggregate principal amount of revenue notes or other obligations to be issued to finance the proposal are described in the Notice of Public Hearing.

2. The Administrator is hereby authorized and directed to cause notice of the hearing to be given one publication in the official newspaper of the City and also in a newspaper of general circulation available in the City, not less than 14 days nor more than 30 days prior to the date fixed for the hearing, substantially in the form of the attached Notice of Public Hearing.

Adopted by the City Council of Falcon Heights, Minnesota, this 12th day of June, 2013.

Moved by: *Harris*

Approved by:



Peter Lindstrom, Mayor

June 12, 2013

LINDSTROM

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In Favor

GOSLINE

HARRIS

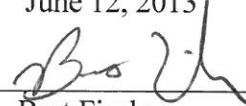
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Against

LONG

MERCER-TAYLOR *Absent*

Attested by:



Bart Fischer

City Administrator

June 12, 2013

EXHIBIT A

NOTICE OF PUBLIC HEARING ON A PROPOSAL FOR THE ISSUANCE OF EDUCATIONAL FACILITIES REVENUE NOTES FOR THE HIAWATHA ACADEMIES PROJECT

Notice is hereby given that the City Council of the City of Falcon Heights, Minnesota (the "City") will meet at the at the City Hall located at 2077 Larpenteur Avenue West, Falcon Heights, Minnesota, at 7:00 p.m. on Wednesday, July 10, 2013, to consider the proposal of Charter Schools Development Corporation, a Minnesota nonprofit corporation and having federal income tax-exempt 501(c)(3) status (the "Borrower"), that the City assist in financing a project hereinafter described pursuant to Minnesota Statutes, Sections 469.152 to 469.1655, by the issuance of revenue notes, in one or more series (the "Notes").

The "Project" consists of (i) refinancing certain outstanding taxable indebtedness of the Borrower, the proceeds of which were used for the acquisition of and renovations to a charter school facility located at 3810 East 56th Street, Minneapolis, Minnesota ("Hiawatha Academies - Morris Park"); (ii) financing improvements to Hiawatha Academies - Morris Park consisting of new ceilings, a bathroom facility, kitchen ventilation work, maintenance of unit ventilators and radiators and resurfacing of the parking lot; and (iii) financing the acquisition, construction and renovation of a charter school facility located at 1611 East 46th Street, Minneapolis, Minnesota ("Hiawatha Academies - Northrup"), including an approximately 15,400 square foot addition to the existing building. The Project will be owned by the Borrower and leased to and operated by Hiawatha Academies, a Minnesota non-profit corporation having federal income tax-exempt 501(c)(3) status as a public (charter) school.

The maximum estimated principal amount of the Notes to be issued to finance the Project is \$8,000,000.

The Notes if and when issued will not constitute a charge, lien or encumbrance upon any property of the City, except the Project, and such obligations will not be a charge against the general credit or taxing powers of the City but will be payable from sums to be paid by the Borrower pursuant to a revenue agreement.

A draft copy of the proposed application to the Minnesota Department of Employment and Economic Development for approval of the Project, together with all attachments and exhibits thereto, is available for public inspection, during normal business hours, Monday through Friday, in the office of the Administrator, in the City Hall.

At the time and place fixed for the Public Hearing, the City Council will give all persons who appear at the hearing an opportunity to express their views with respect to the proposal. Written comments will be considered if submitted at the above City office on or before the date of the hearing.