

mn MINNESOTA
PUBLIC FACILITIES AUTHORITY

October 21, 2019

The Honorable Chris Lund
Mayor, City of Hamburg
P. O. Box 248
Hamburg, MN 55339-0248

Dear Mayor Lund:

I am pleased to inform you that the Minnesota Public Facilities Authority (PFA) approved project financing for the City of Hamburg on October 11, 2019. The project consists of constructing a 75,000 gallon tower and replacing and looping watermain. PFA's financing is as follows:

Drinking Water SRF-Loan	\$1,382,070
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We conservatively estimate that the PFA loan (25 years at 1.000%) will save local taxpayers approximately \$170,994 in interest costs compared to market rate financing.

We congratulate The City of Hamburg for its successful application and its financial commitment to improve its drinking water infrastructure.

The financial assistance contract will be sent to you shortly. Loan disbursements are contingent upon our receipt of the City of Hamburg's general obligation bond and related documents.

If you have any questions about this project financing or about the PFA's programs in general, please feel free to contact Jeff Freeman, Executive Director at 651/259-7465.

Sincerely,



Steve Grove, Chair
MN Public Facilities Authority

C: Rep. Jim Nash
Sen. Scott Jensen

MINNESOTA PUBLIC FACILITIES AUTHORITY

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