



# CREDIT PROFILE

## For Purchasers of BAM-Insured Bonds

### City of Horace, ND, Refunding Improvement Bonds, Series 2026A

**Most Recent Update**

2/4/2026

**Bonds Dated Date**

3/10/2026

**Use of Proceeds**

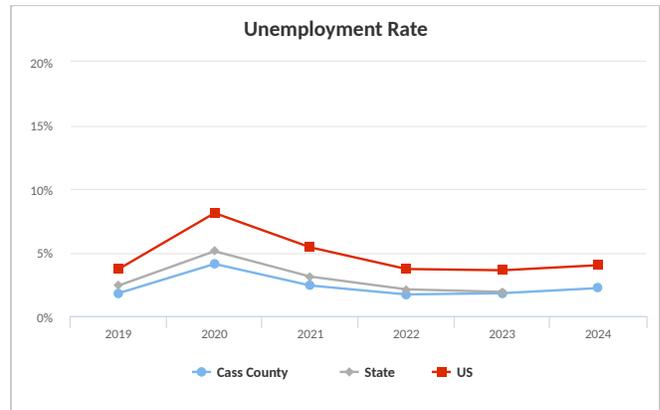
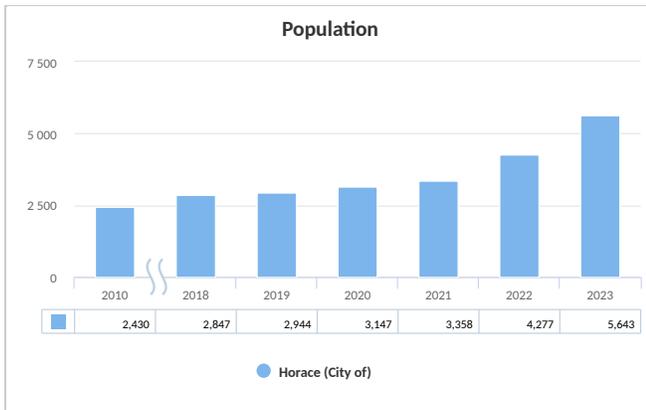
The Bonds are being issued to refund certain outstanding obligations of the Issuer.

**Bond Security**

The Series 2026A Bonds are payable from warrants held in trust for the bondholders, which warrants are payable from special assessments levied against benefited properties and tax or other revenue received for that purpose. Whenever all special assessments appropriated and collected for any improvement are insufficient to pay principal and interest then due on the Warrants issued with respect thereto, the City is required by law to levy a general tax, without an election and without limitation as to rate or amount, upon all taxable property in the corporate limits of the City for the payment of such deficiency. Such tax is to be levied at the time and in the manner provided in Section 40-26-08 of the North Dakota Century Code, as amended, and may be levied without limitation as to rate or amount. In addition, the City may use other legally available funds in the event that the collection of special assessments is not sufficient for such purpose and then reimburse the use of such funds from the collection of the tax so levied upon all taxable property within the City.

**Bond Insurance**

Build America Mutual Assurance Company (BAM) has been selected to provide insurance for the Bonds if bond insurance is used. A BAM insurance policy guarantees the scheduled payment of principal and interest when due on obligations that BAM insures. As of the date of this BAM Credit Profile, no decision has been made as to which of the Bonds will be insured (and it is possible that none of the Bonds will carry insurance). Please consult the Official Statement for the Bonds, when it is available, for further information. This BAM Credit Profile is preliminary and subject to change, and will be updated and superseded by a final version if BAM issues an insurance policy for any of the Bonds.





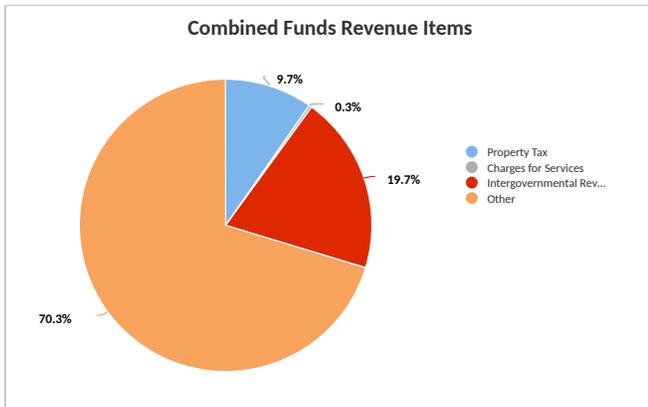
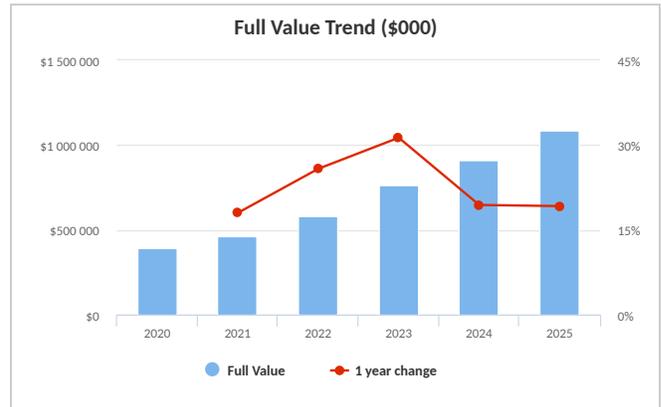
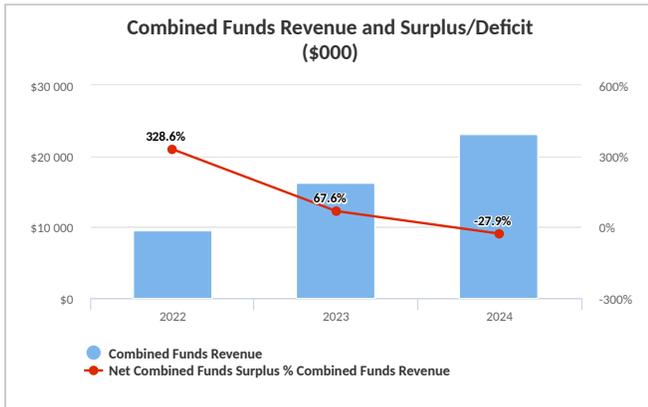
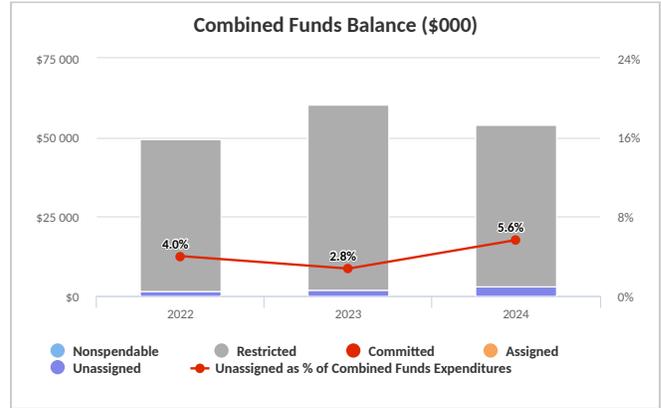
**Issuer:** City of Horace

**State:** ND **County:** Cass

**Sector:** GO - City or Town

Employment by Industry - 2022*		
Cass County		
Description	# of People Employed	% Total
Health Care & Social Assistance	23,623	14.7%
Gov't & Gov't Ent	16,118	10.0%
Retail Trade	15,268	9.5%
Finance & Insurance	12,274	7.6%
Real Estate & Rental/Leasing	10,887	6.8%

\*Source: Bureau of Economic Analysis



Information from Official Statement/Continuing Disclosure*	
Top 10 Taxpayers (% of AV)	6.43%
Top Taxpayer (% of AV)	2.28%
Top Taxpayer (with industry)	Christianson Holdings LLP ETAL (Real Estate Development - Multi-family Projects)
Total Direct Debt + Overlapping Debt (\$000)	230,056
Total Direct Debt + Overlapping Debt per capita (\$)	40,768
Total Direct Debt + Overlapping Debt as % of Full Value	21.1%
Unfunded Pension Liability (as reported) (\$000)	N/A
Unfunded OPEB Liability (as reported) (\$000)	N/A

\*As of the date of the Most Recent Update

**Location Description:** The City is located immediately south of both the cities of Fargo and West Fargo, North Dakota.

Notes



## City of Horace, ND

DEMOGRAPHIC INFORMATION					
Year	2024	2023	2022	2021	2020
Population		5,643	4,277	3,358	3,147
Unemployment Rate (Cass County)	2.2%	1.8%	1.7%	2.4%	4.1%
% State		94.74%	80.95%	77.42%	80.39%
% Nation	55.00%	50.00%	45.95%	44.44%	50.62%

TAX BASE					
Year	2025	2024	2023	2022	2021
Assessed Value (AV) (\$000)	50,015	41,910	35,042	26,608	21,099
Full Value (FV) (\$000)	1,088,911	913,264	765,116	582,694	463,170

DEBT & LIABILITY ANALYSIS (\$000)*	
Total Direct Debt	207,815
Total Direct Debt per Capita (\$)	36,827
Total Direct Debt / Full Value	19.1%
Pension Contributions	76
OPEB Contributions	-
Total Contribution to Pension & OPEB / Total Combined Funds Exp	0.1%

INCOME DATA*		2023
Median Household Income		145,801
% State		192.0%
% Nation		187.6%
Poverty Rate		4.4%
% State		41.5%
% Nation		35.2%

\*As of the date of the Most Recent Update

\*Data for Horace (City of)

FINANCIAL DATA (\$000)			
Combined Funds			
Year	2024	2023	2022
Fiscal Year End	12/31/2024	12/31/2023	12/31/2022
Auditor Opinion Date	08/21/2025	10/02/2024	01/19/2024
<b>Revenue</b>			
Property Tax	2,242	1,547	1,223
Sales Tax Revenue			
Income Tax Revenue			
Other Tax Revenue			
Total Tax Revenue	2,242	1,547	1,223
Charges for Services	81	71	62
Intergovernmental Revenue	4,563	3,094	804
Other	16,321	11,591	7,399
Total Operating Revenue	23,207	16,303	9,488
<b>Expenditures</b>			
General Government Expenditure	6,812	3,613	3,280
Public Safety Expenditure			
Public Works Expenditure			
Other	46,541	62,646	34,515
Total Operating Expenditures	53,353	66,259	37,795
Net Operating Revenue (Net of Transfers)	(6,474)	11,022	31,174
<b>Fund Balance</b>			
Nonspendable			
Restricted	50,937	58,594	47,910
Committed			
Assigned			
Unassigned	3,009	1,825	1,519
Total	53,946	60,419	49,429
<b>Liquidity</b>			
Cash & Cash equivalents	54,055	61,750	51,864
Days Cash on Hand	370	340	501
Total Fund Balance as a % of Combined Funds Expenditures	101.1%	91.2%	130.8%
<b>Governmental Activities</b>			
Revenue	13,979	7,369	7,011
Expenses	18,481	13,934	7,085
Change in Assets (Net of Transfers)	33,426	14,493	(74)
Total Net Assets	102,081	68,656	53,941

**Notes** All Ratios are calculated using the most recent Financial and Demographic data available. Financial data is not adjusted for restatements in prior years.

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