

Norton Rose Fulbright US LLP
2200 Ross Avenue, Suite 3600
Dallas, Texas 75201-7932
United States

Tel +1 214 855 8000
Fax +1 214 855 8200
nortonrosefulbright.com

Memorandum

To	Bill Bilyeu Collin County Commissioners Court		
From	Scott Kortmeyer	Date	November 29, 2017
Re	Proposed New Hope Cultural Education Facilities Finance Corporation Hospital Revenue Bonds (Children's Health System of Texas Project) Series 2017A		

Dear Mr. Bilyeu:

Per our prior correspondence, Children's Health System of Texas ("**CHST**") is working with New Hope Cultural Education Facilities Finance Corporation to issue its Hospital Revenue Bonds (Children's Health System of Texas Project) Series 2017A (the "**Series 2017A Bonds**") in order (i) finance and refinance health facilities of CHST and its affiliates, and (ii) refund multiple series of existing bonds (the "**Refunded Bonds**"). In order to issue the Series 2017 Bonds as tax-exempt bonds, the Internal Revenue Service requires a TEFRA approval from the "applicable elected representative" where projects that receive the Series 2017 Bonds proceeds are located after a public hearing following reasonable public notice.

CHST issued a TEFRA notice in the *Dallas Morning News* on November 10, 2017 and *McKinney Courier-Gazette* on November 12, 2017 and held the TEFRA hearings on November 28, 2017, at which time there was no public objection to the issuance of the Series 2017 Bonds. CHST is requesting TEFRA approval from the Commissioners Court of Collin County, Texas, as an "applicable elected representative" in regards to Children's Health System of Texas's Plano campus ("**Children's Plano**"). A portion of the Refunded bonds were issued to finance the construction of the Children's Medical Center - Plano.

Please note that Commissions Court approval is solely for TEFRA purposes; the approval is not construed to be a representation or warranty that the Series 2017A Bonds are valid or that they will be paid timely, nor it is not a pledge of faith and credit by the County.

Please let me know if you have any questions or concerns. Unfortunately, I will be unable to attend the hearing, but my colleague Matt McCabe from the Dallas office will be in attendance at the Commissioner Court Meeting on December 11th.

SMK