

Public Approval of Tarrant County Cultural Education Facilities Finance Corporation Texas Health Resources System Revenue Bonds, Series 2016

The County Judge and the Commissioners Court of Collin County have been requested to approve the issuance of hospital revenue bonds (the “Bonds”) to be issued for the benefit of Texas Health Resources for the purposes described below.

The Tarrant County Cultural Education Facilities Finance Corporation, a Texas nonprofit corporation (the “Corporation”), is in the process of issuing the Bonds to finance and refinance certain health facilities owned and operated by Texas Health Resources (“THR”), a Texas nonprofit corporation. THR has 24 acute-care and short-stay hospitals that are owned, operated, joint-ventured or affiliated with the system. It has more than 3,800 licensed beds, more than 20,500 employees of fully-owned/operated facilities plus 2,100 employees of consolidated joint ventures, and counts more than 5,500 physicians with active staff privileges at its hospitals. In Collin County, THR owns and operates *Texas Health Presbyterian Hospital Plano, Texas Health Presbyterian Hospital Allen, Texas Health Seay Behavioral Health Hospital*, and may construct a potential health facility to be located at the Southeast corner of Cobb Hill Drive and the Dallas North Tollway in Frisco, Texas.

In order for the interest on the Bonds to be excludable from gross income for federal income tax purposes, Section 147(f) of the Internal Revenue Code of 1986, as amended (the “Code”), requires that the Bonds and the facilities financed with the proceeds of the Bonds (the “Project”) be approved by the “applicable elected representative” (meaning the highest elected official or “AER”) of the county in which each facility is located. The approval can only be given following a special purpose public hearing conducted under Section 147(f) of the Code. The Corporation conducted the required public hearing on August 15, 2016, after the publication of the notice of such public hearing in the Dallas Morning News as required by the Code. A copy of the Minutes of the Public Hearing with a copy of the Notice of Public Hearing and the Affidavit of Publication accompanies this request and are attachments to the Approval of the Applicable Elected Representative.

Approval of the issuance of the Bonds and the Project financed by the Bonds is requested solely for the purpose of complying with the public approval requirements of the Code regarding tax-exemption of the interest on the Bonds. Such approval does not create or imply any obligation by the County with respect to the payment of the Bonds or the operation of the Project.