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Memorandum

To	Bill Bilyeu Collin County Commissioners Court		
From	Matt McCabe	Date	June 26, 2020
Re	Proposed New Hope Cultural Education Facilities Finance Corporation Hospital Revenue Bonds (Children's Health System of Texas Project) Series 2020		

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 2020 in one or more series (the "**Series 2020 Bonds**") in order (i) finance and refinance health facilities of CHST and its affiliates, and (ii) pay costs of issuance of such Series 2020 Bonds. In order to issue the Series 2020 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 June 23, 2020 and *McKinney Courier-Gazette* on June 21, 2020, and the TEFRA hearing will be held on June 30, for which we will provide the minutes for next week after the hearing has been held. CHST is requesting TEFRA approval from the Commissioners Court of Collin County, Texas, as an "applicable elected representative" in regards to CHST's Plano campus ("**Children's Plano**") and CHST's potential new Prosper campus.

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 2020 Bonds are valid or that they will be paid timely, nor it is not a pledge of faith and credit by Collin County.

Please let me know if you have any questions or concerns. I will be in attendance at the Commissioner Court Meeting on July 6th and look forward to seeing you then.

MJM