

*No. 23-17-RE*

**A RESOLUTION**

A Resolution approving a project for the benefit of UPMC (the "*Borrower*") to be financed by the Allegheny County Hospital Development Authority (the "*Authority*") by the issuance of the Authority's tax-exempt revenue bonds, in one or more series, to be designated "Allegheny County Hospital Development Authority, UPMC Revenue Bonds, Series 2017D" or such other designation as may be determined by the Authority and the University, in an aggregate principal amount not to exceed \$500,000,000 (the "*Bonds*"), provided that the taxing power of the County of Allegheny, Pennsylvania (the "*County*") shall not be obligated in any way with respect to the Bonds, and declaring the financing of such project as desirable for the health, safety and welfare of the people in the County.

**Whereas**, the Borrower has requested that the Authority undertake a project consisting of the financing of all or a portion of the costs of (i) certain capital expenditures at various facilities of UPMC and its affiliates in the County, and (ii) paying all or a portion of the related financing costs, all of which are collectively hereinafter referred to as the "*Project*"; and

**Whereas**, the Authority was created by the County of Allegheny, Pennsylvania (the "*County*") under the Municipality Authorities Act, as amended (the "*Act*"), and is authorized under the Act to issue its bonds or other obligations for the purposes aforesaid, and the Authority has determined that the public interest will be served and that the purposes of the Act can be furthered by the Authority's issuance of obligations in order to obtain funds to loan to the Borrower for the foregoing purposes; and

**Whereas**, Section 5607(b)(2)(iv) of the Act provides that the Authority may provide financing for projects to be leased to or financed with loans to private, nonprofit, nonsectarian colleges and universities if the municipality organizing the Authority declares by resolution or ordinance that it is desirable for the health, safety and welfare of the people in the area served by such facilities to have such facilities financed through an authority; and

**Whereas**, the following resolution is also adopted to give effect to the provisions of the Act, including without limitation Sections 5607(a)(14) and (15) thereof; and

**Whereas**, neither the Bonds nor the approval granted hereby shall obligate the taxing power of the County of Allegheny in any way, and shall be limited obligations of the Authority, payable solely from the revenues from the Borrower pledged for such payment.

***The Council of the County of Allegheny hereby resolves as follows:***

***SECTION 1. Incorporation of Preamble.***

The provisions set forth in the preamble to this Resolution are incorporated by reference in their entirety herein.

***SECTION 2. Terms Defined.***

Terms used in the Recitals to these Resolutions are herein used as therein defined.

***SECTION 3. Declaration Regarding Financing of the Projects.***

For the purposes set forth in the Recitals, and subject to the limitations set forth in the last Recital stated above, the County of Allegheny, Pennsylvania, acting by and through its County Council, hereby declares that it is desirable for the health, safety and welfare of the people of the County of Allegheny to have the Project, including the facilities related thereto, financed through the Authority. The Project, including the buildings and facilities related thereto, are hereby approved and such approval shall not in any way obligate the taxing power of the County.

***SECTION 4. Severability. If any provision of this Resolution shall be determined to be unlawful, invalid, void or unenforceable, then that provision shall be considered severable from the remaining provisions of this Resolution which shall be in full force and effect.***

***SECTION 5. Repealer. Any Resolution or Ordinance or part thereof conflicting with the provisions of this Resolution is hereby repealed so far as the same affects this Resolution.***

Enacted in Council, this 5<sup>th</sup> day of December, 2017

Council Agenda No. 10405-17

  
\_\_\_\_\_  
**John DeFazio**  
President of Council

Attest:   
\_\_\_\_\_  
**Jared Barker**  
Chief Clerk of Council

Chief Executive Office December 6, 2017

Approved:   
\_\_\_\_\_  
**Rich Fitzgerald**  
County Executive

Attest:   
\_\_\_\_\_  
**Sonya Dietz**  
Executive's Secretary

SUMMARY OF LEGISLATION  
UPMC  
SUBMITTED FOR COUNCIL MEETING NOVEMBER 21, 2017

On behalf of UPMC (the “Borrower”), a non-profit corporation, the Allegheny County Hospital Development Authority (the “Authority”) intends to issue up to \$500,000,000 of tax-exempt bonds (the “Bonds”), to finance all or a portion of the following:

1. Costs of certain capital expenditures at various facilities of UPMC and its affiliates in the County; and
2. Paying all or a portion of the related financing costs.

MEMORANDUM

OFFICE OF THE COUNTY MANAGER

TO: Jared E. Barker  
Allegheny County Council

FROM: William D. McKain CPA  
County Manager

DATE: November 16, 2017

RE: Proposed Resolution

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Attached is a Resolution approving a project for the benefit of UPMC (the "*Borrower*") to be financed by the Allegheny County Hospital Development Authority (the "*Authority*") by the issuance of the Authority's tax-exempt revenue bonds, in one or more series, to be designated "Allegheny County Hospital Development Authority, UPMC Revenue Bonds, Series 2017D" or such other designation as may be determined by the Authority and the University, in an aggregate principal amount not to exceed \$500,000,000 (the "*Bonds*"), provided that the taxing power of the County of Allegheny, Pennsylvania (the "*County*") shall not be obligated in any way with respect to the Bonds, and declaring the financing of such project as desirable for the health, safety and welfare of the people in the County.

The Allegheny County Law Department has reviewed this legislation prior to submitting it to Council.

I am requesting that this item be placed on the agenda at the next Regular Meeting of Council.

2017 NOV 16 AM 11:27  
RECEIVED  
ALLEGHENY COUNTY COUNCIL