



To: MAYOR AND CITY COUNCIL

Agenda Item #: V.I. A.

From: Eric Roggeman, Finance Director

Action

Discussion

Date: July 7, 2015

Information

Subject: Resolution No. 2015-67 Approving Issuance of Bonds By Minneapolis On Behalf Of Fairview Health Services

Action Requested:

Hold a public hearing and adopt Resolution No. 2015-67 Approving Issuance of Bonds By Minneapolis On Behalf Of Fairview Health Services.

Information / Background:

Fairview Health Services and the City of Minneapolis have reached out to the City of Edina regarding a financing for Fairview being undertaken by the City of Minneapolis. Since a portion of the facilities proposed to be financed and refinanced by the bonds are located at the Southdale campus in Edina, Edina's consent is needed in order to issue the bonds.

The bonds are not being issued by the City of Edina and are not an obligation of the City of Edina. Edina's bond attorney and financial advisors are aware of the proposed financing and have not raised any issues.

City staff has asked for a representative from Fairview Health Services and a representative from Dorsey & Whitney to be present for the public hearing.

Attachment:

Resolution No. 2015-67 Approving Issuance of Bonds By Minneapolis On Behalf Of Fairview Health Services.

Resolution No. 2015-67
RESOLUTION APPROVING THE ISSUANCE OF BONDS BY
THE CITY OF MINNEAPOLIS ON BEHALF OF FAIRVIEW
HEALTH SERVICES UNDER MINNESOTA STATUTES,
SECTIONS 469.152 TO 469.

BE IT RESOLVED by the City Council of the City of Edina, Minnesota (the “City”), as follows:

SECTION 1

Recitals and Findings

1.1. This Council has received a proposal from Fairview Health Services, a Minnesota nonprofit corporation (“Fairview”), that the City authorize the City of Minneapolis, Minnesota (the “Minneapolis”) to issue its bonds (the “Bonds”), under Minnesota Statutes, Sections 469.152 through 469.165 (the “Act”), on behalf of Fairview, in order to (a) refund the Health Care System Revenue Bonds, Series 1997A (Fairview Hospital and Healthcare Services) previously issued by the Minnesota Agricultural and Economic Development Board (the “Board”), a portion of which were used to refund bonds issued by the City and finance the construction of improvements to Fairview Southdale Hospital, an acute care hospital and other health care-related facilities owned and operated by the Corporation and located at 6401 and 6400 France Avenue South in the City (the “Edina Facilities”) and the acquisition and installation of equipment therein; (b) refund the Health Care System Revenue Bonds, Series 2000A (Fairview Health Services) (the “Series 2000A Bonds”) issued by the Board, a portion of which were used to finance an addition to the Edina Facilities and construction of a new parking ramp to serve the Edina Facilities; (c) refund all or a portion of the Health Care System Revenue Bonds (Fairview Health Services), Series 2005D issued by Minneapolis for the purpose of financing the construction of improvements to and remodeling of the Edina Facilities and the acquisition and installation of items of equipment therein; and (d) finance a project consisting of, among other things, the acquisition, improvement and equipping of the Edina Facilities, including the construction of a new and expanded emergency department (the “Project”). The Bonds are proposed to be issued as part of a larger bond issue by Minneapolis in an aggregate amount which is not expected to exceed \$135,000,000, the proceeds of which will be issued to finance or refinance the acquisition, construction, renovation, remodeling and equipping by Fairview or its affiliates of health care facilities, located in the cities of Minneapolis, Red Wing, Hibbing, Wyoming, Chisago City and Burnsville, Minnesota, as well as the City.

1.2. At a public hearing held on the date hereof, all parties who appeared at the hearing were given an opportunity to express their views with respect to the proposal that Minneapolis issue its Bonds, pursuant to the Act, for the purposes described in Section 1.1, and interested persons were given the opportunity to submit written comments to the City Manager before the time of the hearing.

SECTION 2

Approvals

2.1. The issuance of the Bonds by Minneapolis, pursuant to the Act, in a principal amount of up to \$135,000,000, to finance and refinance the Edina Facilities and to finance or refinance the acquisition, construction, renovation, remodeling and equipping by the Corporation or its affiliates of health care facilities, located in the cities of Minneapolis, Red Wing, Hibbing, Wyoming, Chisago City and Burnsville, Minnesota, as well as the City, is hereby consented to and approved. The terms of the Bonds shall be as are approved by the Minneapolis City Council.

2.2. The Mayor and City Manager and other officers of the City are authorized and directed to furnish to Fairview, Minneapolis and the attorneys rendering an opinion on the issuance of the Bonds by Minneapolis, certified copies of all proceedings and records of the City relating to the bonds and such other affidavits and certificates as may be required to show the facts relating to the legality and marketability of the bonds as such facts appear from the books and records in the officer's custody and control or as otherwise known to them; and all such certified copies, certificates and affidavits, including any heretofore furnished, shall constitute representations of the City as to the truth of all statements contained therein.

Adopted by the City Council of the City of Edina this 7th day of July, 2015.

Attest: _____
Debra A. Mangen, City Clerk

James B. Hovland, Mayor

STATE OF MINNESOTA)
COUNTY OF HENNEPIN) SS
CITY OF EDINA)

CERTIFICATE OF CITY CLERK

I, the undersigned duly appointed and acting City Clerk for the City of Edina do hereby certify that the attached and foregoing Resolution was duly adopted by the Edina City Council at its Regular Meeting of July 7, 2015 and as recorded in the Minutes of said Regular Meeting.

WITNESS my hand and seal of said City this _____ day of _____, 20____.

City Clerk