



# STAFF REPORT

**Report To:** Board of Supervisors

**Meeting Date:** 10/19/17

**Staff Contact:** Nancy Paulson, Deputy City Manager / Acting Chief Financial Officer

**Agenda Title:** PUBLIC HEARING: Public hearing pursuant to NRS 244A.707 and Section 147(f) of the Internal Revenue Code concerning the proposed issuance of Hospital Revenue Bonds and Hospital Revenue Refunding Bonds of Carson City, Nevada in one or more series, for the purpose of financing and refinancing a portion of the costs of constructing and equipping certain health and care facilities and certain supplemental facilities for health and care facilities owned and operated by Carson Tahoe Regional Healthcare and paying the related costs. (Nancy Paulson, npaulson@carson.org)

**Staff Summary:** NRS 244A.707 and Section 147(f) of the Internal Revenue Code require that a public hearing be held before the Hospital Revenue and Hospital Revenue Refunding Bonds can be issued. Notice was published in the Nevada Appeal on October 4, 2017, indicating the City's intent to hold this public hearing.

**Agenda Action:** Other/Presentation

**Time Requested:** 5 minutes

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## **Proposed Motion**

No action need be taken. Open for public comment.

## **Board's Strategic Goal**

Sustainable Infrastructure

## **Previous Action**

9/21/17 - The Board of Supervisors adopted a resolution authorizing a public hearing on the issuance of Hospital Revenue Bonds and Hospital Revenue Refunding Bonds for, and a preliminary agreement with, Carson Tahoe Regional Healthcare Corporation.

## **Background/Issues & Analysis**

## **Applicable Statute, Code, Policy, Rule or Regulation**

NRS Chapter 244A.707 and Section 147(f) of the Internal Revenue Code.

## **Financial Information**

Is there a fiscal impact?  Yes  No

If yes, account name/number:

Is it currently budgeted?  Yes  No

**Explanation of Fiscal Impact:** The Bonds shall be special, limited obligations of the City and shall be payable solely from the revenues to be received by the City pursuant to one or more loan agreements, lease agreements or other agreements to be entered into between the City and the Carson Tahoe Regional Healthcare Corporation. The Bonds shall never constitute a debt or indebtedness of the City or a charge against its general credit or taxing power.

**Alternatives**

Elect to not issue the Bonds.

**Board Action Taken:**

Motion: \_\_\_\_\_

1) \_\_\_\_\_

Aye/Nay

2) \_\_\_\_\_

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(Vote Recorded By)

NOTICE OF HEARING CONCERNING THE PROPOSED ISSUANCE OF HOSPITAL REVENUE BONDS AND HOSPITAL REVENUE REFUNDING BONDS OF CARSON CITY, NEVADA IN ONE OR MORE SERIES, FOR THE PURPOSE OF FINANCING AND REFINANCING A PORTION OF THE COSTS OF CONSTRUCTING AND EQUIPPING CERTAIN HEALTH AND CARE FACILITIES AND CERTAIN SUPPLEMENTAL FACILITIES FOR HEALTH AND CARE FACILITIES OWNED AND OPERATED BY CARSON TAHOE REGIONAL HEALTHCARE AND PAYING RELATED COSTS.

NOTICE IS HEREBY GIVEN that a public hearing will be held at a regular meeting of the Board of Supervisors of Carson City, Nevada to be held on October 19, 2017, at the hour of 8:30 a.m., at the Community Center, Sierra Room, 851 E. William Street, Carson City, Nevada, for the purpose of considering the proposed issuance by Carson City, Nevada (the "City") of: (i) its hospital revenue bonds in one or more series (collectively, the "2017A Bonds") under the County Economic Development Revenue Bond Law, NRS Sections 244A.669 to 244A.763, inclusive (the "Act"), for the benefit of Carson Tahoe Regional Healthcare, f/k/a Carson-Tahoe Hospital (the "Corporation"), for the purpose of (a) constructing, acquiring, and equipping certain additional health and care facilities and certain supplemental facilities for health and care facilities, (b) financing capitalized interest on the 2017A Bonds, if any, and (c) paying the costs of issuing the 2017A Bonds (collectively, the "Improvement Project"); and (ii) its hospital revenue refunding bonds in one or more series (collectively, the "2017B Bonds," and together with the 2017A Bonds, the "Bonds") under the Act, for the benefit of the Corporation, for the purpose of (a) refunding all or any portion of the outstanding aggregate principal amount of the City's Hospital Revenue Bonds (Carson-Tahoe Hospital Project), Series 2003B and the City's Hospital Revenue Bonds (Carson Tahoe Regional Medical Center Project), Series 2005, and (b) paying the costs of issuing the 2017B Bonds.

At such public hearing, the Board of Supervisors of Carson City will consider information supplied by the Corporation to enable the Board to make certain determinations required by the Act. Copies of the proposed resolutions to be considered by the Board after such hearing will be on file during the ten days prior to the public hearing, in the office of the City Clerk in Carson City, Nevada, and will be available for inspection during normal and regular business hours.

The Corporation has requested that the City issue the 2017A Bonds under the Act in an aggregate principal amount not to exceed \$61,695,000 for the purposes outlined above, and issue the 2017B Bonds under the Act in an aggregate principal amount not to exceed \$49,378,000 for the purposes outlined above. The Bonds shall be special, limited obligations of the City, payable from revenues derived by the City from one or more financing agreements to be entered into between the City and the Corporation. The Bonds and the interest thereon shall never constitute the debt or indebtedness of the City and shall not constitute nor give rise to a pecuniary liability of the City or a charge against its general credit or taxing powers.

The owner and/or operator of the facilities for which the Bonds will be issued will be the Corporation. The Bond proceeds will be used to finance or refinance the costs of constructing, acquiring, and equipping health and care facilities, supplemental facilities for health and care facilities and other capital improvements for the benefit of the Corporation, including facilities, equipment, and improvements located or to be located on, in, or adjacent to the Corporation's regional medical center at 1600 Medical Parkway, Carson City, Nevada, and facilities, equipment, and improvements located or to be located on or in the following Corporation facilities: (i) Carson Tahoe Sierra Surgery Center located at 1400 Medical Parkway, Carson City, Nevada; and (ii) Carson Tahoe Cancer Center located at 1535 Medical Parkway, Carson City, Nevada.

At the time and place designated above for the hearing the Board of Supervisors shall hear the view of all interested persons regarding the proposed issuance of the Bonds under the Act.

By Order of the Board of Supervisors, Carson City, Nevada, this September 21, 2017.

/s/ SUSAN MERRIWETHER, Clerk - Recorder

by: K. King, Chief Deputy Clerk