

AGENDA ITEM FOR ADMINISTRATIVE MEETING ( ) Discussion only  
( X ) Action

FROM (DEPT/ DIVISION): County Counsel

SUBJECT: Hospital Bond Issuance

<p>Background:</p> <p>The Board is asked to approve the issuance of revenue bonds for CommonSpirit Health (St. Anthony Hospital). As required by the Internal Revenue Code, the Board is to approve the issuance as the facility is located in Umatilla County. The bonds will be used for refinancing, and do not obligate the county financially. A public hearing must be conducted on the request. A notice of the hearing has been posted on the County website.</p>	<p>Requested Action:</p> <p>(1) Conduct Public Hearing (2) Adopt Order No. BC2025-040</p>
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ATTACHMENTS : Proposed Order

\*\*\*\*\*For Internal Use Only\*\*\*\*\*

Checkoffs:

- ( ) Dept. Heard (copy)  
( ) Human Resources (copy)  
( X ) Legal (copy)  
( ) (Other - List:)

To be notified of Meeting:

Needed at Meeting:

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Scheduled for meeting on: September 17, 2025

Action taken:

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Follow-up:

**THE BOARD OF COMMISSIONERS OF UMATILLA COUNTY**

**STATE OF OREGON**

IN THE MATTER OF APPROVING THE )  
ISSUANCE OF REVENUE BONDS )  
FOR THE BENEFIT OF COMMONSPIRIT ) ORDER NO. BCC2025-040  
HEALTH AND APPROVING THE PROJECTS )  
TO BE FINANCED WITH SUCH BONDS )

WHEREAS, the Board of Commissioners (the “Commissioners”) of Umatilla County, Oregon (the “County”) has received a request from CommonSpirit Health (“CommonSpirit”), a private, nonprofit corporation organized and existing under the laws of the State of Colorado and an organization described in Section 501(c)(3) of the Internal Revenue code of 1986 (the “Code”), to conduct a public hearing and approve of the issuance by the Colorado Health Facilities Authority (the “Issuer”) of revenue bonds (the “Bonds”), in a principal amount not to exceed \$978,895,000, with up to \$3,500,000 of the proceeds thereof to be used to finance or refinance certain projects located within the County described herein (the “County Projects”).

WHEREAS, the proceeds of the Bonds may be used to (a) finance, refinance, pay, or reimburse the costs of the projects described below for the County Affiliates and additional projects in other jurisdictions (including additional jurisdictions in Oregon, and in Colorado, Arizona, Georgia, Iowa, Kansas, Minnesota, Nebraska, Ohio and Texas (collectively, the “Other Jurisdictions”)); (b) refinance all of a portion of (i) (A) a taxable loan that refinanced COHFA’s Revenue Bonds (CommonSpirit Health) Series 2019B-1 and (B) COHFA’s Revenue Bonds (CommonSpirit Health) Series 2019B-2, portions of which financed or refinanced County Projects for the benefit of County Affiliates and additional projects in the Other Jurisdictions and (ii) the Development Authority of Catoosa County Revenue Bonds (CHI Memorial Hospital – Georgia) Series 2025; (c) pay certain expenses incurred in connection with the issuance of Bonds; and (d) fund a debt service reserve fund for, and/or capitalized interest on, all or any portion of the Bonds.

WHEREAS, the County Projects are owned or operated by CommonSpirit, CommonSpirit Oregon (f/k/a Mercy Medical Center, Inc.), St. Anthony Hospital, Centennial Medical Group, and/or their affiliates or subsidiaries (collectively, the “County Affiliates”) and consist of the financing or refinancing in an amount up to \$3,500,000 of the costs of the acquisition, construction, renovation and installation of certain additions and improvements to and equipment at the healthcare facilities (including the related land, parking garages, office buildings, clinics, warehouses and other buildings) located on the St. Anthony Hospital campus, which is bordered generally by St. Anthony Way to the south, SW Perkins Ave to the north, SW 24th to the east, Pendleton-John Day 395 Hwy “Southgate” to the west, and identified by various addresses including, but not limited to 2801 St. Anthony Way & 3001 St. Anthony Way, all in Pendleton, Oregon.

WHEREAS, the Commissioners have been advised that the principal of and interest on the Bonds will not constitute a debt or obligation of the County, nor shall the Bonds be payable from a tax of any nature levied upon any property within the County nor any other political subdivision of the State of Oregon. By approving the projects described herein and the issuance of the Bonds, the Commissioners are not incurring and will not incur any liability for the repayment of the Bonds. The Bonds will be payable only from the revenues and resources provided by CommonSpirit and certain of its affiliates.

WHEREAS, Section 147(f) of the Code requires that qualified 501(c)(3) bonds be approved by the applicable elected representatives of (i) the governmental unit issuing such bonds, and (ii) the governmental unit (the Commissioners) having jurisdiction over the area in which the County Projects are located.

WHEREAS, the Commissioners, as the applicable elected representatives of the governmental unit having jurisdiction over the area in which the County Projects are located, have conducted a public hearing regarding the issuance of the Bonds and have invited oral and written comments from the public.

WHEREAS notice of the public hearing was posted on the Umatilla County website on September 3, 2025.

WHEREAS, the Commissioners find that it would be in the best interest of the County to approve of the issuance of the Bonds by the Issuer for the purpose of financing and refinancing the projects described herein pursuant to the requirements of Section 147(f) of the Code.

WHEREAS, the Commissioners find that it would be in the best interest of the County to approve of the issuance of the Bonds by the Issuer for the purpose of financing and refinancing the projects described herein pursuant to the requirements of Section 147(f) of the Code.

NOW THEREFORE the Board of Commissioners orders as follows:

Section 1. Public Hearing. As the applicable elected representatives of the governmental unit having jurisdiction over the area in which the County Projects are located, and having held the public hearing, the Commissioners approve of the issuance of the Bonds.

Section 2. Project Approval. The projects described herein and the issuance of the Bonds to finance the projects described herein are hereby approved by the County. The principal of and interest on the Bonds will not constitute a debt of the County, nor shall the Bonds be payable from a tax of any nature levied upon any property within the County nor within any other political subdivision of the State of Oregon. By approving the projects described herein and the issuance of the Bonds, the Commissioners are not incurring and will not incur any liability for the repayment of the Bonds. The Bonds will be payable only from the revenues and resources provided by CommonSpirit and certain of its affiliates.

Section 3. Effective Date of Order. This Order shall take effect immediately upon its adoption by the Commissioners.

DATED this 17<sup>th</sup> day of September, 2025.

**UMATILLA COUNTY BOARD OF COMMISSIONERS**

By \_\_\_\_\_  
Celinda A. Timmons, Chair

By \_\_\_\_\_  
Daniel N. Dorran, Commissioner

By \_\_\_\_\_  
John M. Shafer, Commissioners

ATTEST:  
OFFICE OF COUNTY RECORDS

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Records Officer