



TO: Linda Gorton, Mayor
Urban County Council

FROM: Kevin Atkins
Chief Development Officer

DATE: August 21, 2025

RE: Resolution of Support for Saint Joseph Health System, Inc. Subsidiary of CommonSpirit Health
Kentucky Economic Development Finance Authority Industrial Building Revenue Bond

Request:

Authorization to forward a resolution to the Kentucky Economic Development Finance Authority (KEDFA) requesting and supporting KEDFA's issuance of Industrial Building Revenue Bonds to refinance the Authority's Revenue Bonds (Catholic Health Initiatives) Series 2011B-3.

Why are you requesting:

For CommonSpirit Health to qualify for the issuance of Industrial Building Revenue Bonds by KEDFA, LFUCG is required to issue a resolution in support of the Industrial Building Revenue Bonds, as a portion of the project being financed is located within Lexington-Fayette County. The purpose of the bonds, not to exceed \$72,500,000, would be to refinance a portion of a taxable loan that refinances, on an interim basis, the Authority's Revenue Bonds in 2011. The bonds are Commonwealth of Kentucky issued bonds and LFUCG is in no way responsible for payment of the funds or the issuance of the bonds.

The bond funds would be to finance the costs of the acquisition, construction, renovation, and installation of certain additions and improvements to the equipment at health care and health related facilities owned and/or operated by CommonSpirit, Saint Joseph, Flaget Healthcare, Inc., and/or their subsidiaries or affiliates. The funds would also pay the cost of issuance and fund a debt service reserve fund for the Bonds, if CommonSpirit determines it necessary and desirable.

What is the cost in this budget year and future budget years?

The cost for FY2026 is: N/A

The cost for future FY is: N/A

Are the funds budgeted? N/A

Director/Commissioner:

Craig Bencz/Kevin Atkins

