

**COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND**  
**2017 Legislative Session**

Resolution No. CR-34-2017

Proposed by The Chairman (by request – County Executive)

Introduced by Council Members Davis, Turner, Glaros, Franklin, Taveras, Harrison

Co-Sponsors \_\_\_\_\_

Date of Introduction May 16, 2017

**RESOLUTION**

1 A RESOLUTION concerning

2 Contract Approvals

3 For the purpose of approving a multi-year Financing Agreement to fund the County’s portion of  
4 the new Regional Medical Center.

5 WHEREAS, pursuant to Section 819 of the Charter for Prince George’s County, Maryland,  
6 the County Council must approve, by resolution, all multi-year contracts exceeding an aggregate  
7 of Five Hundred Thousand Dollars (\$500,000.00); and

8 WHEREAS, the County desires to provide up to Two Hundred Eight Million Dollars  
9 (\$208,000,000.00) in two series plus financing expenses towards the design, construction and  
10 equipping of the Regional Medical Center to be located in Largo, Prince George’s County,  
11 Maryland; and

12 WHEREAS, this financing will provide a substantial component of the Regional Medical  
13 Center’s capital costs in order to provide quality healthcare services to County residents.

14 NOW, THEREFORE, BE IT RESOLVED by the County Council of Prince George’s  
15 County, Maryland, that the contract described in “Attachment A” is hereby approved, pursuant to  
16 Section 819 of the Charter.

17 BE IT FURTHER RESOLVED that the County Executive is hereby authorized to make  
18 any modifications, adjustments, corrections or any other changes as may be necessary to finalize  
19 the contract in any manner the County Executive may deem necessary or proper but not altering  
20 its substance.

21 BE IT FURTHER RESOLVED that the County Executive is hereby authorized to execute,  
22 without further legislative action, any financing contracts or financing agreements, in order to

1 refinance any financing agreements or financing contracts authorized by this Resolution; and

2 BE IT FURTHER RESOLVED that this Resolution is contingent on the University of  
3 Maryland Medical System Corporation becoming the sole corporate member of Dimensions  
4 Health Care Corporation, and the University of Maryland Medical System Corporation assuming  
5 responsibility of the governance structure of the entity.

6 BE IT FURTHER RESOLVED that this Resolution shall become effective as of the date  
7 this contingency is met.

Adopted this 13<sup>th</sup> day of June , 2017.

COUNTY COUNCIL OF PRINCE  
GEORGE'S COUNTY, MARYLAND

BY: \_\_\_\_\_  
Derrick Leon Davis  
Chairman

ATTEST:

\_\_\_\_\_  
Redis C. Floyd  
Clerk of the Council

**ATTACHMENT A  
TERM SHEET**

**PRINCE GEORGE'S COUNTY FINANCING AGREEMENT**

<b>Vendor(s):</b>	To Be Determined
<b>Total Amount To Be Financed:</b>	\$208 million in two series, plus estimated financing expenses including costs of issuance and original issue discount, less premium.
<b>Amount To Be Financed in First Tranche:</b>	\$104 million (estimated), plus estimated financing expenses including costs of issuance and original issue discount, less premium.
<b>Interest Rates – First Tranche:</b>	Ranging from 3.00% to 5.00% (estimated)
<b>Amount To Be Financed in Second Tranche:</b>	\$104 million (estimated), plus estimated financing expenses including costs of issuance and original issue discount, less premium.
<b>Interest Rates – Second Tranche:</b>	Ranging from 3.00% to 5.00% (estimated)
<b>Background on Project:</b>	Provide the County's portion of capital costs for the new Regional Medical Center in Largo, Prince George's County. This funding will assist in improving the long-term financial condition of the healthcare system and the new Regional Medical Center.
<b>Financing Term – First Tranche:</b>	30 years
<b>Payment Frequency – First Tranche:</b>	Semi-Annually in March and September
<b>Amount of Payments – First Tranche:</b>	Estimated interest payments of \$2.2 million in FY 2018. Estimated annual FY debt service payments thereafter of \$5.9 million through FY 2048.
<b>Financing Term – Second Tranche:</b>	30 years
<b>Payment Frequency – Second Tranche:</b>	Semi-Annually in March and September
<b>Amount of Payments – Second Tranche:</b>	Estimated Interest payments of \$2.2 million in FY 2019. Estimated annual FY debt service payments thereafter of \$5.9 million through FY 2049.