

SUMMARY OF THE DECISION OF THE OFFICIAL ADMINISTRATOR

The Official Administrator of Alberta Health Services (“AHS”) (the “Official Administrator”) reviewed and approved the following resolution on November 24, 2014. If you have any questions regarding this information, please contact the Office of the Official Administrator at official.administrator@albertahealthservices.ca.

ITEM OF APPROVAL

[OA14-25] Revised Resolution Foothills Medical Centre Lot 1 Replacement & Financing Approval (initially [AFAC14-79])

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Approval from the AHS Official Administrator is required to construct the parkade and seek debt financing from Alberta Capital Finance Authority (“ACFA”) and Royal Bank of Canada (“RBC”). In addition to the Official Administrator, approval is required from Alberta Infrastructure and the Minister of Health.

WHEREAS this Resolution is enacted pursuant to Section 11(2)(a) of the Regional Health Authorities Act (Alberta) and the Order of the Minister of Health of Alberta (the “Minister”) effective November 17, 2014, appointing Dr. Carl Amrhein as the Official Administrator of AHS (the “Official Administrator”);

AND WHEREAS Dr. John Cowell, in his capacity as Official Administrator, passed a resolution (the “Resolution”) on June 5, 2014 that, among other things, approved the demolition of the current 1,200 stall Lot 1 and construction of a 2,030 stall parkade on the Foothills Medical Centre site at an estimated construction cost of up to \$90 million to be financed by debt;

AND WHEREAS management desires that the Resolution be amended to provide that it read “construction of a parkade of approximately 2,030 stalls” as the ultimate parkade may not have exactly 2,030 stalls;

AND WHEREAS for ease of reference the entire Resolution is repeated below with the amendments made in paragraph 1 of the Resolution;

NOW THEREFORE BE IT RESOLVED THAT:

1. the demolition of the current 1,200 stall Lot 1 and construction of a parkade of approximately 2,030 stalls on the Foothills Medical Centre site at an estimated construction cost of up to \$90 million to be financed by debt is approved;

2. the AHS President and CEO, is authorized, subject to approval from the Minister of Health, to:
 - i) borrow up to \$90 million from ACFA to fund the costs associated with the Foothills Medical Center Parking Structure;
 - ii) pledge as security for such borrowing all of the revenue generated from AHS' parking services in order to meet debt covenants;
 - iii) repay ACFA for these project costs from the revenue generated from AHS' parking revenues;
 - iv) where interest cost can be reduced in the short term, enter into a short term bridge/construction financing facility with Royal Bank of Canada ("RBC") secured by proceeds from ACFA; and
 - v) execute all such other documentation as may be required to put into effect all of the foregoing; and

3. management of AHS is authorized and directed to obtain such approvals from Alberta Infrastructure and the Minister of Health as may be required to put into effect the items above.

/s/

Catherine MacNeill
Acting Corporate Secretary