

NOTICE OF PUBLIC HEARING

Notice is hereby given that a public hearing, as required by Section 147(f) of the Internal Revenue Code of 1986, as amended (the “Code”), will be held by the South Dakota Health and Educational Facilities Authority (the “Authority”) on May 28, 2024, at 11:00 a.m. local time, or as soon thereafter as the matter can be heard, at 330 South Poplar, Suite 102, Pierre, South Dakota 57501, with respect to the issuance or reissuance for purposes of Section 147(f) of the Code of a maximum principal amount of \$100,000,000 of tax-exempt revenue bonds (the “Bonds”) issued by the Colorado Health Facilities Authority (the “Colorado Authority”), pursuant to a plan of finance, and the use of certain disposition proceeds in an amount not to exceed \$100,000,000 (the “Proceeds”) from the sale of certain assets previously financed and refinanced through the issuance of certain revenue bonds of the Colorado Authority, the proceeds of which were loaned to Sanford, a North Dakota nonprofit corporation and an organization described in Section 501(c)(3) of the Code (“Sanford”). Not to exceed \$50,000,000 maximum principal amount of the Bonds and Proceeds will be used by Sanford to finance, refinance or reimburse Sanford for all or a portion of certain costs relating to the construction, renovation and equipping of an approximately 161,000 square foot, nine story orthopedic hospital (the “Orthopedic Hospital Project”) to be located at the main Sanford Medical Center campus, located at 1305 W. 18th Street and the area bounded by West Avenue, Grange Avenue, 17th Street and 22nd Street, in Sioux Falls, South Dakota. The Orthopedic Hospital Project will include shelled floor space for 19 future inpatient rooms, 12 operating rooms, and various other clinical support services including pre and post anesthesia care unit, staff support, and sterile processing spaces. Not to exceed \$80,000,000 maximum principal amount of the Bonds and Proceeds will be used by Sanford to finance, refinance or reimburse Sanford for all or a portion of certain costs relating to the construction and equipping of a senior living community, including approximately 146 homes, 120 independent living apartments, 32 assisted living apartments, 32 memory care assisted living apartments and 120 skilled nursing units (the “Senior Living Project” and, together with the Orthopedic Hospital Project, the “Projects”), to be located on approximately 60 acres of land on the northeast corner of the intersection of 57th Street and Veterans Parkway in Sioux Falls, South Dakota. The senior living community will offer health and wellness services including short-term rehabilitation, senior care, housing-based services, life enrichment programs, and access to acute care.

The Bonds will be qualified 501(c)(3) bonds (as defined in Section 145 of the Code).

The Projects are or will be owned and principally used by Sanford or a tax-exempt affiliate that is a related party to Sanford.

The public hearing and any subsequent action, if taken by the Authority, is solely for purposes of Section 147(f) of the Code in compliance with Section 1-16A-15.1 of the South Dakota Codified Laws (“South Dakota Law”). The Authority has not reviewed, passed upon, or approved, and will not review, pass upon or approve, among other matters: (i) the financial feasibility of the plan of finance described in this Public Notice, (ii) the feasibility or advisability of the Projects, or (iii) the validity, credit or feasibility of the Bonds or the status of interest on the Bonds.

Interested persons wishing to express their views on the Projects may attend the public hearing or, prior to the time of the hearing, submit written comments. The public hearing is required by Section 147(f) of the Code and Section 1-16A-15.1 of South Dakota Law. Subsequent to the public hearing, the members of the Authority will meet to consider the Projects.

Additional information concerning the above matter may be obtained from and written comments should be addressed to the Executive Director of the Authority at 330 South Poplar, Suite 102, Pierre, South Dakota 57501.

NOTICE DATED: May 17, 2024.