

*Maryland Health and Higher
Educational Facilities Authority*

2014 ANNUAL REPORT

Maryland Health and Higher Educational Facilities Authority

The Maryland Health and Higher Educational Facilities Authority believes that Maryland's healthcare institutions, colleges and universities and noncollegiate schools are very important to our state's future.

The mission of the Authority is to assist non-profit educational institutions and hospitals and related healthcare organizations in financing the construction and acquisition of capital projects. In the pursuit of our goal, we strive to keep abreast of opportunities to reduce the cost of capital in order to meet the changing needs of our borrowing institutions and assure their strength as vital assets of the state.

The Authority is empowered to perform a variety of functions on behalf of its constituents, including the following:

- *Issuing fixed and variable rate bonds and notes, including commercial paper.*
- *Financing construction, renovation and equipping of facilities for nonprofit hospitals, colleges, universities, noncollegiate schools, retirement communities, nursing homes, assisted living facilities and other long-term care facilities.*
- *Entering into leases and subleases of projects and contracts for the operation and management of projects for these institutions.*
- *Making loans to participating institutions to finance projects, including hospital facilities, ambulatory care centers and other outpatient facilities, parking garages, research facilities, academic buildings, dormitories, dining halls, libraries and athletic facilities.*
- *Establishing and administering pooled loan programs to reduce financing costs and provide enhanced access to the capital markets.*

As an instrumentality of the State of Maryland providing financing for key institutional projects, the Authority is proud of its role in improving the health and wellbeing of the residents of our state.

Maryland Health and Higher Educational Facilities Authority

AUTHORITY MEMBERS

SHEILA K. RIGGS, *Chairman*

Term expires July 1, 2018; resident of Baltimore City; Trustee and former Chairman of the Board- The Maryland Institute, College of Art; former President and Chairman of the Board - Greater Baltimore Medical Center; former Trustee and Secretary of the Board - Bryn Mawr School; former Co-Chairman-Baltimore Council on Foreign Affairs; and former member – Board of Loyola Notre Dame Library.

PAUL B. MERITT, *Vice Chairman*

Term as member expired July 1, 2014; resident of Baltimore County; member- Maryland Capital Debt Affordability Committee; and Maryland Commission on State Debt.

NANCY K. KOPP, *ex officio*

Resident of Montgomery County; Treasurer of the State of Maryland; Chair- Maryland Capital Debt Affordability Committee; College Savings Plans of Maryland; and Board of Trustees of the Maryland State Retirement and Pension System; and member- Maryland Board of Public Works; Board of Trustees of the Maryland Teachers & State Employees Supplemental Retirement Plans; Hall of Records Commission; Board of Revenue Estimates; and Maryland Commission on State Debt.

CATHERINE ASHLEY-COTLEUR, PH.D., *Member*

Term expires July 1, 2017; resident of Washington County; Professor- College of Business and MBA Program Coordinator, Frostburg State University; member- American Marketing Association; United States Association of Small Business and Entrepreneurship; and International Conference of Small Business and Entrepreneurship.

THOMAS S. BOZZUTO, JR., *Member*

Term expires July 1, 2015; resident of Baltimore City; President, The Bozzuto Group; member- National Advisory Board for the ULI Terwilliger Center for Housing; member- Board of Directors of Gilman School; Kennedy Krieger Institute; and Maryland Institute, College of Art Building and Grounds Committee.

THOMAS E. DOBYNS, J.D., *Member*

Term expires July 1, 2016; resident of Montgomery County; Principal- Thomas Dobyns Attorney at Law, Chevy Chase, Maryland; and member- Health Law Forum Committee and Affordable Housing and Community Development Law Forum Committee of the American Bar Association; Health Law Section of the District of Columbia Bar; Health Law Section of the Maryland State Bar Association; Habitat for Humanity; and Society of St. Andrew.

FREDERICK W. MEIER, JR., *Member*

Term expires July 1, 2015; resident of Baltimore City; Senior Advisor- Lord Baltimore Capital Corporation; former Executive Vice President- First Maryland Bancorp; Director- Rodney Trust Company; Attransco; and AMA Capital Partners; member- Baltimore City Board of Finance; former Vice President and Trustee- The Baltimore Museum of Art; Honorary Trustee and former President of Board of Trustees- The Boys' Latin School of Maryland; former member of Board of Governors- The Center Club; and former Director- Forestal San Jose (Chile); Jugos del Sur (Argentina); Norden A/S (Denmark); and Empresas Navieras, S.A.

W. GAR RICHLIN, *Member*

Term as member expired July 1, 2013; resident of Howard County; Principal – Richlin/Dale; former President and Chief Operating Officer- Clearspring Technologies, Inc.; former President and Chief Executive Officer – Baltimore Symphony Orchestra; former President and Chief Operating Officer- Advertising.com; former Chief Operating Officer and Chief Financial Officer- SITEL Corporation; former Head of Investment Banking- Alex. Brown & Sons Incorporated; member Maryland Enterprise Investment Advisory Board; and former Director- Maryland Science Center; Howard County Health Alliance; and Baltimore Symphony Orchestra and Baltimore Symphony Endowment Trust.

ARNOLD WILLIAMS, *Member*

Term as member expired July 1, 2014; resident of Baltimore County; Managing Director- Abrams, Foster, Nole & Williams, P.A.; Chairman of the Board- Baltimore Development Corporation; member- Baltimore City Industrial Development Authority; Lexington Market, Inc.; The Presidents' Roundtable; and The Greater Baltimore Committee; former Board Chairman- Bon Secours Baltimore Health System, Inc.; former member - Baltimore City Chamber of Commerce; and Past Chair and former member- Maryland State Board of Accountancy.

By the terms of the Authority's enabling act, members continue to serve until their successors are appointed.

AUTHORITY STAFF

ANNETTE ANSELM
Executive Director

WYATT SHIFLETT, II
Assistant Director

JOHN BENNETT
Accounting and Compliance Officer

LENA PRINCE
Senior Account Manager

MARY JANE LUPUS
Account Manager

KATHY RECH
Account Manager

STEPHANIE BURRELL
Executive Assistant

MEZERENA WELLS
Administrative Assistant

AUTHORITY CONSULTANTS

McKENNON SHELTON & HENN LLP
Bond Counsel

PUBLIC FINANCIAL MANAGEMENT, INC.
Financial Advisor

FAIRMOUNT CAPITAL ADVISORS, INC.
Financial Advisor

COHNREZNICK LLP
Independent Auditors

MANAGEMENT CONSULTING SERVICES
Management Consultant

Maryland Health and Higher Educational Facilities Authority

Report of Independent Auditors



CohnReznick LLP
cohnreznick.com

Independent Auditor's Report

To the Members
Maryland Health and Higher Educational Facilities Authority

Report on the Financial Statements

We have audited the accompanying financial statements of Maryland Health and Higher Educational Facilities Authority (the "Authority"), which comprise the balance sheet as of June 30, 2014, and the related statements of revenues, expenses and changes in net position and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Maryland Health and Higher Educational Facilities Authority

Report of Independent Auditors

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Authority as of June 30, 2014, and the changes in its net position and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

The management's discussion and analysis on pages 6 through 11 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information on pages 23 through 35 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to underlying accounting and other records used to prepare the financial statements. The information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.



Baltimore, Maryland
September 19, 2014

Introduction

This discussion and analysis of the financial performance of the Maryland Health and Higher Educational Facilities Authority (the "Authority") is supplementary information required by the Governmental Accounting Standards Board. It introduces the basic financial statements and provides a brief overview of the Authority's financial activities. It should be read in conjunction with the financial statements that follow this discussion.

The Authority is an instrumentality of the State of Maryland which assists non-profit educational institutions and hospitals and related healthcare organizations in financing the acquisition and construction of capital projects.

The Authority does not receive any appropriations from the State of Maryland and is funded entirely from fees charged to participating borrowers and interest earnings on investments.

Overview of the Financial Statements

The three basic statements presented within the financial statements are as follows:

- Balance Sheet - This statement presents information reflecting the Authority's assets, liabilities and net position. Net position is equal to total assets less total liabilities.
- Statement of Revenues, Expenses and Changes in Net Position - This statement reflects the operating revenues and expenses, as well as non-operating revenues and expenses for the fiscal year. Operating revenue is generated from annual administrative fees and application fees charged to borrowers. Operating expense includes staff salaries and other expenses, as well as professional fees. The change in net position is similar to net profit or loss for a business enterprise.
- Statement of Cash Flows - The statement of cash flows is presented using the direct method of reporting which reflects cash flows from operating, financing and investing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease in cash for the fiscal year.

Summary of Activities

- During fiscal year 2014 the Authority issued and delivered 10 bond issues totaling more than \$542 million. The approximate \$1.378 billion decrease from total issuance in fiscal year 2013 is due to a leveling off of hospital recapitalization and a decline in refunding and restructuring volume. The proceeds of the fiscal year 2014 issues were used to purchase land; construct and acquire new facilities; renovate existing facilities; purchase equipment; and refinance prior debt.

Maryland Health and Higher Educational Facilities Authority Management's Discussion and Analysis

- During fiscal year 2014 the Authority also exercised conversion options with respect to the basis on which interest is calculated and/or the term of the lender purchase period on six private placement bond issues with outstanding balances totaling more than \$98.2 million.
- Operating revenues increased by approximately \$52,000 due to a modest excess of new issues and refundings over payoffs. The Authority funds its operations using a combination of annual administrative fees, application fees and investment income. Administrative fees may be set at a maximum of one tenth of one percent of the par amount of debt issued per annum and the application fee is \$5,000. In fiscal year 2014, the Authority waived 75% of the annual administrative fees chargeable to borrowing institutions for financings that were in place prior to fiscal year 2008 and 70% for financings completed in fiscal year 2008 and after.
- Operating expenses decreased by approximately \$97,000 due primarily to the reduced number of new public issues and therefore a reduced need for professional and legal services paid directly by the Authority.
- The Authority had approximately \$8.837 billion of conduit debt outstanding at June 30, 2014. This is a slight increase from the approximately \$8.835 billion outstanding at June 30, 2013. A schedule of debt outstanding is included in the additional information that accompanies these financial statements. All bonds and notes issued by the Authority are limited obligations payable solely from amounts payable by participating institutions under the loan or lease agreements executed in connection with the issuance of the bonds or revenues of the project financed. The Authority has no outstanding debt constituting a general obligation of the Authority or a pledge of its faith and credit.

Financial Highlights

The following summarizes the financial position and results of operations of the Authority for the fiscal years ended June 30, 2014 and 2013 (in thousands of dollars):

	June 30, 2014	June 30, 2013
ASSETS	\$23,212	\$22,144
LIABILITIES AND NET POSITION:		
LIABILITIES	262	249
NET POSITION	22,950	21,895
TOTAL LIABILITIES AND NET POSITION	\$23,212	\$22,144

Maryland Health and Higher Educational Facilities Authority
 Management's Discussion and Analysis

	June 30, 2014	June 30, 2013
OPERATING REVENUES	\$ 2,693	\$ 2,641
OPERATING EXPENSES	1,921	2,018
OPERATING INCOME (LOSS)	772	623
NON-OPERATING REVENUES		
Gain on sale of assets	0	17
Net income from investments	139	153
Net increase/(decrease) in fair value of investments	144	(198)
INCREASE IN NET POSITION	1,055	595
Net position, beginning of year	21,895	21,300
Net position, end of year	\$22,950	\$21,895

Summary of Financings

During fiscal year 2014, the Authority issued:

Public Issues	\$280,175,000
Private Placements	261,986,000
	<u>\$542,161,000</u>

The following is a list of bonds issued during fiscal year 2014:

HEALTHCARE FINANCINGS:

\$16,730,000 Kennedy Krieger Institute Issue (2013)

A private placement to refund the Authority's Revenue Bonds, Kennedy Krieger Issue, Series 2003.

\$31,185,000 Calvert Health System Issue, Series 2013

A public offering to refund the Authority's Revenue Bonds, Calvert Health System Issue, Series 2004.

\$238,000,000 The Johns Hopkins Health System Issue, Series 2013C

A public offering to finance campus development (i) at Sibley Memorial Hospital, including the construction of an approximate 430,000 square foot hospital building to house 200 private patient rooms, a 28-bay emergency department and a medical oncology center, and the renovation and equipping of existing facilities; and (ii) at Bayview Medical Center, including the

Maryland Health and Higher Educational Facilities Authority Management's Discussion and Analysis

expansion of emergency department facilities and radiation oncology facilities, and renovation and equipping of existing facilities.

\$18,065,000 Mercy Medical Center Issue (2013B)

A private placement to refund the Authority's Project and Refunding Revenue Bonds, Mercy Medical Center Issue, Series 1996.

\$25,000,000 Adventist HealthCare Issue (2014A)

A private placement to finance (i) the acquisition of various major medical equipment and certain other capital equipment; and (ii) preliminary expenditures for the proposal of a new hospital and renovation of existing hospital facility.

\$4,430,000 Family Services, Inc. Issue (2014)

A private placement to finance and refinance the acquisition and renovation of commercial and residential properties and refinance the loan to Family Services Inc. under the Authority's Pooled Loan Program, Series D.

HIGHER EDUCATIONAL INSTITUTION FINANCINGS:

\$97,670,000 Stevenson University Issue (2013A)

\$25,000,000 Stevenson University Issue (2013B)

\$25,000,000 Stevenson University Issue (2013C)

A private placement to finance capital improvements and refund the Authority's Revenue Bonds, Villa Julie College Issue, Series 2005; Stevenson University Issue, Series 2008; and Stevenson University Issue, Series 2010.

RETIREMENT COMMUNITY FINANCINGS:

\$9,483,000 Augsburg Lutheran Home Issue, Series 2013A

\$9,483,000 Augsburg Lutheran Home Issue, Series 2013B

A private placement to refund the Authority's Revenue Bonds, Augsburg Lutheran Home Issue, Series 2009.

NON-COLLEGIATE SCHOOL FINANCINGS:

\$10,745,000 City Neighbors Charter Schools Issue, Series 2013A

\$ 245,000 City Neighbors Charter Schools Issue, Series 2013B (Taxable)

A public offering to finance the acquisition, construction, renovation and equipping of school facilities.

\$31,125,000 Our Lady of Good Counsel Issue (2014A)

A private placement to refinance existing indebtedness used for the acquisition and construction of school facilities.

Total Principal of Bonds Outstanding (in thousands of dollars)

Public Offerings	\$6,694,503
Private Placements	<u>2,142,696</u>
Total	<u>\$8,837,199</u>

Refer to pages 28-30 for a detailed list of the Public Offerings and Private Placements outstanding.

Refer to pages 31-34 for a detailed list of the bonds outstanding for each borrower.

Subsequent Bond Activity

Subsequent to June 30, 2014, the following bonds were authorized and issued:

- \$41,950,000 Annapolis Life Care 2014

Subsequent to June 30, 2014, the following bonds were authorized but not issued:

- \$17,500,000 Capitol College Issue (2014 A & B)
- \$70,000,000 Loyola University Maryland Issue, Series 2014

Management has evaluated the potential impact of subsequent events through September 19, 2014, which is the date the financial statements were available to be issued.

Requests for Information

This financial report is designed to provide interested parties with a general overview of the Authority's finances. If you have questions about this report or need additional financial information, please contact:

Maryland Health and Higher Educational Facilities Authority
Attention: Executive Director
401 East Pratt Street, Suite 1224
Baltimore, MD 21202

Telephone: (410) 837-6220
Fax: (410) 685-1611
Email: webmaster@mhhefa.org

Maryland Health and Higher Educational Facilities Authority
 Balance Sheet
 June 30, 2014
 (in thousands of dollars)

ASSETS

Current assets:

Cash and cash equivalents	\$ 652
Investments at fair value	4,517
Interest receivable	23
Prepaid pension costs and other prepayments	50
Total current assets	5,242

Non-current assets:

Investments at fair value	17,915
Capital assets (net of accumulated depreciation of \$164)	47
Prepaid pension costs	8
TOTAL ASSETS	\$ 23,212

LIABILITIES AND NET POSITION BALANCES

Current liabilities:

Accounts payable and accrued expenses	\$ 22
Accrued salaries and benefits	100
Total current liabilities	122

Non-current liabilities:

Accrued vacation	110
Accrued rent	30
Total non-current liabilities	140
TOTAL LIABILITIES	262

NET POSITION

Invested in capital assets, net of related debt	47
Unrestricted:	
Designated for operations	3,842
Designated for contingencies	19,061
TOTAL NET POSITION	22,950
TOTAL LIABILITIES AND NET POSITION	\$ 23,212

The accompanying notes are an integral part of these financial statements

Maryland Health and Higher Educational Facilities Authority
Statement of Revenues, Expenses and Changes in Net Position
For the year ended June 30, 2014
(in thousands of dollars)

OPERATING REVENUES

Annual administrative fees	\$ 2,648
Bond issue application fees	45
TOTAL OPERATING REVENUES	2,693

OPERATING EXPENSES

Salaries	901
Employees' insurance, pension and other fringe benefits	184
Payroll taxes	56
Professional fees	399
Contract Services	169
Office rent, phone and internet	105
Insurance	62
Depreciation	18
Other	27
TOTAL OPERATING EXPENSES	1,921

OPERATING INCOME 772

NON-OPERATING REVENUES

Net income from investments	139
Unrealized gain on investments	144

INCREASE IN NET POSITION 1,055

Net position, beginning of year	21,895
Net position, end of year	\$ 22,950

The accompanying notes are an integral part of these financial statements

Maryland Health and Higher Educational Facilities Authority
Statement of Cash Flows
For the year ended June 30, 2014
(in thousands of dollars)

CASH FLOWS PROVIDED BY OPERATING ACTIVITIES

Cash received from administrative and other fees	\$ 2,705
Cash payments to employees and employee benefits	(1,116)
Cash payments to suppliers for goods and services	(771)
<u>Net cash provided by operating activities</u>	<u>818</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Purchases of capital assets	(44)
<u>Net cash used in capital and financing activities</u>	<u>(44)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Investment income	136
Purchases of investments	(16,562)
Sales and maturities of investments	15,642
<u>Net cash used in investing activities</u>	<u>(784)</u>

Net decrease in cash and cash equivalents	(10)
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<u>Cash and cash equivalents, beginning of year</u>	<u>662</u>
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<u>Cash and cash equivalents, end of year</u>	<u>\$ 652</u>
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RECONCILIATION OF OPERATING GAIN TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Operating income	\$ 772
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ADJUSTMENTS TO RECONCILE OPERATING GAIN TO NET CASH PROVIDED BY OPERATING ACTIVITIES

Depreciation	18
Administrative fees receivable	12
Prepaid pension and other prepayments	11
Accounts payable and accrued expenses	5

<u>Net cash provided by operating activities</u>	<u>\$ 818</u>
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The accompanying notes are an integral part of these financial statements

NOTE 1: ORGANIZATION AND ACCOUNTING POLICIES

Organization

The Maryland Health and Higher Educational Facilities Authority (the "Authority") was established to assist non-profit educational institutions, hospitals and related healthcare institutions in the financing and refinancing of projects authorized by the Authority's enabling legislation. Income of the Authority is derived from fees from institutions and projects that have had financing provided by the Authority. Neither the State of Maryland, nor any subdivision thereof, nor the Authority shall be obligated to pay principal or interest on bonds and notes issued by the Authority except from payments from participating institutions and revenues of the related projects. Neither the faith and credit nor the taxing power of the State of Maryland, of any political subdivision thereof or of the Authority is pledged to the payment of the principal or interest on bonds and notes outstanding. The Authority is exempt from federal and state income taxes. The Authority has no taxing power.

Accounting Policies

Reporting Entity- The Authority's reporting entity has been defined in accordance with Governmental Accounting Standards Board ("GASB") Statement 34. The financial statements include all operations for which the Authority is financially accountable.

Basis of Presentation, Revenue and Expense Recognition- The Authority follows GASB guidance for proprietary fund accounting and financial reporting. As such, the accompanying financial statements are prepared on the accrual basis of accounting where revenues are recognized when earned and expenses are recorded when incurred. The Authority reports its financial activities by applying Standards of Governmental Accounting and Financial Reporting as promulgated by the Governmental Accounting Standards Board (GASB).

Cash and Cash Equivalents- Cash and cash equivalents consist of short term, highly liquid investments that are readily convertible to known amounts of cash and have original maturities of three months or less. Cash and cash equivalents are carried at cost which approximates fair value.

Investments- Investments are reported at fair value with net unrealized gains and losses reported as non-operating revenue in the statement of revenues, expenses and changes in net position. Fair values of investment securities are based on quoted market prices. Interest income is accrued on coupon securities from the last coupon date or purchase date and for securities (e.g., U.S. Treasury Bills) on the effective yield method. Realized gains and losses are recorded on the specific identification method and are computed as the difference between the proceeds of the sale and the original cost of the investments sold. Investments are purchased to mature based on cash flow needs; however, investments may be liquidated in the event there are unanticipated cash flow requirements.

Maryland Health and Higher Educational Facilities Authority
Notes to Financial Statements
June 30, 2014

Net Position- Net position represents the residual interest in the Authority's assets after liabilities are deducted. For external reporting purposes, net position is classified in the following categories:

Invested in capital assets, net of related debt- capital assets, net of accumulated depreciation and outstanding principal balances of debt, if applicable, attributable to the acquisition, construction or improvement of those assets.

Unrestricted net position- net position that is not subjected to externally imposed stipulations. Unrestricted net position may be designated for specific purposes by action of management or the Authority or may otherwise be limited by contractual agreements with outside parties. The Authority's unrestricted net position includes an internal designation for operating expenses, maintained at two times the annual operating expenses of the Authority. At June 30, 2014 the designation was \$3,842,000. The Authority has also designated a portion of net position to fund presently unidentified contingencies which is subject to a limitation equal to 1% of the total bonds outstanding at July 1, 2014. At June 30, 2014, the designated amount was \$19,061,000 which does not exceed the limitation of \$88,371,994.

Invested in Capital Assets- Capital assets are recorded at cost and defined as assets with an individual cost of \$1,000 or more and an estimated useful life of more than one year. Depreciation is calculated on a straight line basis over the asset's estimated useful life.

Estimated useful lives are as follows:

- | | |
|-------------------------------------|---------------|
| • Furniture, fixtures and equipment | 5 to 10 years |
| • Computer equipment and software | 3 to 5 years |
| • Office equipment | 5 to 10 years |
| • Leasehold improvements | 4 to 7 years |

Compensated Absences- Vacation benefits are earned by employees of the Authority based on time in service. The rights to such vacation benefits are vested and recorded as a liability for amounts due to employees for future absences. Sick leave is also earned and accumulated by employees. However, sick leave does not vest and is not paid unless sickness causes the employee to be absent.

Office Rent- Office rent is recognized on a straight-line method under which contractual rent increases are recognized over the lease term. Office rent recorded on the straight-line method in excess of the rents billed is recognized as deferred rent payable and is included in accrued rent on the balance sheet.

Use of Estimates- The preparation of these financial statements in conformity with accounting principles generally accepted in the United States of America requires management, where necessary, to make estimates and assumptions that affect the amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and

Maryland Health and Higher Educational Facilities Authority
Notes to Financial Statements
June 30, 2014

the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

NOTE 2: INVESTMENTS

Interest Rate Risk- Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses from rising interest rates, the Authority's Investment Policy requires that the maturities of the investment portfolio be scheduled to meet the cash requirements for ongoing operations.

As of June 30, 2014, the amortized cost and fair values of investments are as follows (in thousands of dollars):

	AMORTIZED COST	GROSS UNREALIZED GAINS	GROSS UNREALIZED LOSSES	FAIR VALUE
Obligations of U.S. government agencies and instrumentalities	\$21,895	\$15	\$(19)	\$21,891
Money market fund	541	0	0	541
Total	\$22,436	\$15	\$(19)	\$22,432

The amortized cost and fair value of investments at June 30, 2014, by contractual maturity, are shown below (in thousands of dollars). Expected maturities will differ from contractual maturities because issuers may have the right to call or prepay obligations with or without penalties.

	AMORTIZED COST	FAIR VALUE
Due in one year or less	\$ 4,517	\$ 4,517
Due after one year through five years	17,919	17,915
Due after five years through ten years	0	0
Due after ten years	0	0
	\$22,436	\$22,432

Custodial Credit Risk- Custodial credit risk is the risk that in the event of a bank or other counterparty failure, the Authority will not be able to recover its deposits or the value of its collateral securities that are in the possession of an outside party. As of June 30, 2014, the Authority's investments were not subject to custodial credit risk under GASB Statement No. 40. The Authority's investments are held under a safekeeping agreement, kept separate from the assets of the bank and from other trust accounts and are held in the Authority's name.

Credit Risk and Concentration of Credit Risk- Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Authority's investment policy is to invest in a manner which will provide the highest return with the maximum security while

Maryland Health and Higher Educational Facilities Authority
Notes to Financial Statements
June 30, 2014

meeting cash flow needs. Permissible investments currently utilized include U.S. Treasury obligations; obligations of federal agencies and instrumentalities; repurchase agreements for U.S. Treasury obligations and obligations of federal agencies and instrumentalities; and money market funds operated in accordance with Rule 2a-7 of the Investment Company Act of 1940 and rated in the highest rating category of a nationally recognized statistical rating organization.

As of June 30, 2014, the allocations by type of investment are as follows (in thousands of dollars):

Asset	Fair Value	Percentage of Total
Obligation of U.S. Government Agencies:		
Federal Home Loan Banks	\$3,124	13.93%
Federal Home Loan Mortgage Corporation	5,517	24.59
Federal Farm Credit Banks	7,765	34.62
Federal National Mortgage Association	5,485	24.45
Money Market Fund:		
Wilmington Trust U.S. Government Money Market Fund	541	2.41
Total	\$22,432	100.00%

As of June 30, 2014, the credit ratings by type of investment are as follows:

Asset	Rating	Rating Agency
Obligations of U.S. Government Agencies:		
Federal Home Loan Banks	Aaa	Moody's
Federal Home Loan Mortgage Corp	Aaa	Moody's
Federal Farm Credit Banks	Aaa	Moody's
Federal National Mortgage Association	Aaa	Moody's
Money Market:		
Wilmington Trust U.S. Government Money Market Fund	AAAm	S&P

Maryland Health and Higher Educational Facilities Authority
Notes to Financial Statements
June 30, 2014

NOTE 3: COMMITMENTS AND CONTINGENCIES

The Authority has a lease commitment for office space through July 31, 2020. The minimum rental commitments for office space over the next five fiscal years and thereafter is as follows:

2015	\$94,736
2016	98,063
2017	101,483
2018	105,025
2019	108,567
thereafter	120,268
	<u>\$628,142</u>

For the year ended June 30, 2014, rental payments required under the terms of the lease totaled \$84,042.

NOTE 4: CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2014 consisted of the following (in thousands of dollars):

Capital assets beginning of year	\$278
Additions	44
Retirements	(111)
Capital assets end of year	211
Accumulated depreciation end of year	(164)
Capital assets net of depreciation end of year	<u>\$ 47</u>

The Authority recognized \$17,604 of depreciation expense during fiscal year 2014.

NOTE 5: PENSION PLAN

The Authority's employees participate in the State Retirement and Pension System of Maryland. The Authority's contribution is primarily based upon a percentage of annual gross wages paid to employees, as determined by the State Retirement and Pension System of Maryland. The Authority's pension expense for 2014, 2013 and 2012 amounted to \$61,585, \$56,550 and \$66,461, respectively. Employees of the Authority also make a contribution for benefits. The State Retirement and Pension System of Maryland plan information is publicly available from:

State Retirement & Pension System of Maryland
120 East Baltimore Street
Baltimore, MD 21202
www.sra.state.md.us

Maryland Health and Higher Educational Facilities Authority
Notes to Financial Statements
June 30, 2014

NOTE 6: CONDUIT DEBT

The Authority issues indebtedness on behalf of participating institutions. This indebtedness is generally in the form of bonds, notes or financing leases. Funds related to these financings are held in trust by various financial institutions. In general, bonds mature serially in varying annual installments. Certain issues include term bonds payable from annual sinking fund requirements. Notes generally consist of commercial paper that is expected to be paid with proceeds of refunding obligations. The lease and loan payments receivable by the Authority from the institutions correspond to the amortization of the respective bond and note issues. Under the Authority's capital lease financings, institutions may borrow funds to finance equipment and other purchases. Funds disbursed to participating institutions are repayable by the individual institutions and may be collateralized by security interests in the assets financed. The Authority may hold legal title to or a mortgage on the buildings and other assets financed by bonds for the benefit of institutions. Title to any buildings and other assets reverts to the institutions upon final payment of the respective bond issues or leases. Information pertaining to outstanding indebtedness is included in the additional information attached to these financial statements. The Authority is not obligated to pay principal or interest on bonds and notes issued by the Authority except from payments from participating institutions or revenues of the related projects.

The following is a summary of conduit debt activity for the year ended June 30, 2014 (in thousands of dollars):

Bonds outstanding as of June 30, 2013	\$8,835,284
Plus: Bonds issued during fiscal year 2014	542,161
Less: Redemptions and refundings during fiscal year 2014	(540,246)
<u>Bonds outstanding as of June 30, 2014</u>	<u>\$8,837,199</u>

Maryland Health and Higher Educational Facilities Authority

Additional Information

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Maryland Health and Higher Educational Facilities Authority

The Authority is including the following additional information relating to funds held by third party trustees and escrow agents.

Trustees are appointed under the terms of the financing documents. Trustee responsibilities include, but are not limited to: creation of funds to be held for bonds, disbursements of bond proceeds, deposit of payments received from institutions, and payment of principal and interest.

The Authority maintains books of accounts for the Debt Principal Funds and the required Trusteed Funds of each of the issues of bonds and notes outstanding. Trusteed Funds are maintained by third party trustees or other fiscal agents in accordance with the requirements of the respective bond and note issue documents. The financial statements included in the additional information combine the Trusteed accounts of all bond, note and lease issues outstanding during the year. Interfund activity is eliminated in combination.

The following is a description of the funds which relate to conduit debt:

Construction Funds- Account for the receipt and disbursement of monies held to pay for project costs, including construction and equipment purchases of participating institutions. All Construction, Cost of Issuance, Capitalized Interest and Additional Facilities Accounts are included as Construction Funds.

Program Funds- Account for the receipt and disbursement of monies specified as Program Funds in the Pooled Loan Program Series 1985A & B documents.

Debt Service Funds- Account for the receipt and disbursement of monies for the payment of interest and principal on bonds and notes. All Debt Service, Bond and Loan Reserve Funds are included as Debt Service Funds.

Debt Service Reserve Funds- Account for the receipt and disbursement of monies held in reserve in compliance with certain bond resolutions and indentures. The fund balances are generally required to be maintained at amounts established under the resolution or indenture.

Project Reserve Funds- Account for the receipt and disbursement of monies held in reserve for improvements, major repairs, operations and arbitrage/rebate. The fund balances are established by the bond indentures and resolutions of certain issues. All Renewal and Replacement, Depreciation Reserve and Arbitrage Rebate Funds are included as Project Reserve Funds.

Redemption Funds- Account for the accumulation of monies not required by other funds for the eventual redemption or repurchase of bonds.

Maryland Health and Higher Educational Facilities Authority
 Additional Information - Combined Balance Sheets of Trusteed Conduit Debt Funds
 June 30, 2014
 (in thousands of dollars)

	CONSTRUCTION FUNDS	PROGRAM FUNDS
ASSETS		
Cash and cash equivalents	\$ 0	\$ 0
Investments at fair value	287,408	97,426
Interest receivable	131	50
Due from other funds	2,468	71
Due from institutions	0	0
TOTAL ASSETS	\$ 290,007	\$ 97,547
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 0	\$ 213
Advance payments and deposits from institutions	0	0
Principal payable	0	0
Interest payable	0	0
Due to other funds	4	71
TOTAL LIABILITIES	4	284
RESTRICTED NET POSITION		
Reserved for debt service	0	0
Reserved for loans under Pooled Loan Program	0	97,263
Designated for specific projects	290,003	0
Designated for operations	0	0
TOTAL NET POSITION	290,003	97,263
TOTAL LIABILITIES AND NET POSITION	\$ 290,007	\$ 97,547

DEBT SERVICE FUNDS	DEBT SERVICE RESERVE FUNDS	PROJECT RESERVE FUNDS	REDEMPTION FUNDS	TOTAL
\$ 33,211	\$ 0	\$ 0	\$ 0	\$ 33,211
191,493	227,343	8,045	0	811,715
7	185	1	0	374
8	0	0	0	2,547
33,954	0	0	0	33,954
\$ 258,673	\$ 227,528	\$ 8,046	\$ 0	\$ 881,801

\$ 0	\$ 0	\$ 0	\$ 0	\$ 213
729	0	0	0	729
134,203	0	0	0	134,203
103,705	0	0	0	103,705
0	4	2,468	0	2,547
238,637	4	2,468	0	241,397

20,036	227,524	0	0	247,560
0	0	0	0	97,263
0	0	0	0	290,003
0	0	5,578	0	5,578
20,036	227,524	5,578	0	640,404
\$ 258,673	\$ 227,528	\$ 8,046	\$ 0	\$ 881,801

Maryland Health and Higher Educational Facilities Authority
Additional Information - Combined Statements of Changes in Net Position
of Trusteed Conduit Debt Funds
For the year ended June 30, 2014
(in thousands of dollars)

	CONSTRUCTION FUNDS	PROGRAM FUNDS
Net position, June 30, 2013	\$ 207,014	\$ 74,944
ADDITIONS		
Proceeds from sale of bonds and notes:		
Gross proceeds	565,770	0
Underwriters' discount	(1,300)	0
Original issue premium / (discount)	(915)	0
Payments and contributions received from and on behalf of institutions	5,270	0
Lease and loan payments	0	0
Debt service- interest	0	0
Sales of real property	0	0
Change in Unrealized gain/(loss) on investments	178	39
Income from investments	450	161
Transfer from escrow agent	42	0
Transfer from other issuer	1,921	0
TOTAL ADDITIONS	571,416	200
DEDUCTIONS		
Project and financing costs	211,900	932
Principal (including July 1, 2014 installments funded at June 30, 2014)	16,426	0
Interest	283	0
Required payments to institutions	15	0
Retirement of bonds	0	0
Transfer to escrow agents for defeased issues	31,125	0
Transfer to other issuer	0	0
TOTAL DEDUCTIONS	259,749	932
INTERFUND TRANSFERS	(228,678)	23,051
NET POSITION, JUNE 30, 2014	\$ 290,003	\$ 97,263

DEBT SERVICE FUNDS	DEBT SERVICE RESERVE FUNDS	PROJECT RESERVE FUNDS	REDEMPTION FUNDS	TOTAL
\$ 23,874	\$ 234,812	\$ 6,500	\$ 17,599	\$ 564,743
6,119	847	0	13,183	585,919
0	0	0	0	(1,300)
0	0	0	0	(915)
84	0	230	3,701	9,285
261,391	0	0	0	261,391
299,054	0	0	4	299,058
7,765	0	0	0	7,765
9	600	0	0	826
94	2,501	4	1	3,211
0	0	0	0	42
15,905	0	0	0	17,826
590,421	3,948	234	16,889	1,183,108
54	350	80	193	213,509
276,319	0	0	730	293,475
314,730	0	0	1,025	316,038
18	0	1,240	6	1,279
45,693	0	0	206,270	251,963
0	0	0	0	31,125
58	0	0	0	58
636,872	350	1,320	208,224	1,107,447
42,613	(10,886)	164	173,736	0
\$ 20,036	\$ 227,524	\$ 5,578	\$ 0	\$ 640,404

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):

	ISSUE DATE	AMOUNT ISSUED	FINAL MATURITY	BONDS AND NOTES PAYABLE JULY 1, 2014	BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014
PUBLIC OFFERINGS					
Pooled Loan Program, Series 1985A and 1985B	December 30, 1985	\$ 175,000	2035	\$ -	\$ 175,000
The Johns Hopkins Hospital, Series 1990	June 7, 1990	90,169	2019	9,370	37,873
University of Maryland Medical System 1991	July 10, 1991	38,670	2022	1,410	23,350
The Johns Hopkins Medical Institutions Parking , Series 1996	March 28, 1996	42,425	2026	250	26,580
Stella Maris, Series 1997	June 30, 1997	21,985	2021	1,160	9,935
Medlantic/Helix, Series 1998A	December 17, 1998	166,605	2038	-	82,055
Medlantic/Helix, Series 1998B	December 17, 1998	116,910	2038	-	56,960
Kaiser Permanente, 1998 Series A	December 29, 1998	12,825	2015	-	12,825
Glen Meadows Retirement Community, Series 1998 A&B	August 26, 1999	20,410	2029	570	15,115
Mercy Ridge, Series 2000	March 30, 2000	69,305	2031	-	22,600
The McLean School, Series 2001	June 1, 2001	9,080	2031	235	6,930
The Johns Hopkins Medical Institutions Parking Facilities, Series 2001	August 29, 2001	28,030	2034	675	22,845
Holton Arms School, Series 2002	June 20, 2002	21,000	2032	600	17,600
MedStar Health, Series 2004	February 3, 2004	170,350	2033	-	151,435
The Johns Hopkins Medical Institutions Parking Facilities, Series 2004	May 26, 2004	35,665	2034	105	34,700
Suburban Hospital, Series 2004	June 3, 2004	32,445	2029	2,500	8,145
Calvert Health System, Series 2004	July 8, 2004	32,925	2039	32,325	-
Adventist HealthCare, Series 2004 B	September 14, 2004	35,985	2035	-	25,985
The Johns Hopkins Medical Institutions Parking Facilities, Series 2004B	December 1, 2004	33,035	2038	1,395	25,105
The Johns Hopkins University, Series 2005A	March 3, 2005	69,265	2036	-	69,265
The Johns Hopkins Medical Institutions Utilities, Series 2005 A&B	June 29, 2005	48,845	2037	-	48,845
Union Hospital of Cecil County, Series 2005	July 14, 2005	33,675	2040	-	33,675
University of Maryland Medical System, Series 2005	October 5, 2005	149,700	2031	1,500	121,225
Adventist HealthCare, Series 2005 A	December 20, 2005	78,000	2035	-	78,000
Loyola College, Series 2006A	January 4, 2006	62,995	2045	-	62,995
Maryland Institute College of Art, Series 2006	January 5, 2006	30,740	2040	-	30,740
Peninsula Regional Medical Center, Series 2006	February 9, 2006	142,910	2036	3,040	121,950
Edenwald, Series 2006A	July 6, 2006	55,365	2037	-	49,690
University of Maryland Medical System, Series 2006A	November 9, 2006	45,000	2041	-	45,000
Western Maryland Health System, Series 2006A	November 14, 2006	348,650	2036	4,175	305,605
Carroll Hospital Center, Series 2006,	December 7, 2006	35,000	2040	-	35,000
Doctors Community Hospital, Series 2007	January 4, 2007	77,685	2029	2,690	60,910
King Farm Presbyterian Retirement Community, Series 2007A	January 11, 2007	54,590	2037	-	53,480
MedStar Health, Series 2007	January 31, 2007	144,985	2046	-	144,985
Mercy Ridge, Series 2007	March 22, 2007	23,445	2035	440	21,055
Maryland Institute College of Art, Series 2007	June 27, 2007	38,740	2042	-	36,020
Bishop McNamara High School, Series 2007	August 8, 2007	8,000	2032	220	6,440
University of Maryland Medical System, Series 2007A	September 12, 2007	96,445	2034	2,440	90,295
Mercy Medical Center, Series 2007A	November 8, 2007	255,000	2042	1,160	147,130
Gaudenzia Foundation, Series 2007	December 12, 2007	5,500	2028	180	3,720
LifeBridge Health, Series 2008	January 17, 2008	285,815	2047	3,120	266,285
Washington County Hospital, Series 2008	February 12, 2008	264,300	2043	-	253,810
Woodmont Academy, Series 2008	March 12, 2008	15,105	2038	-	645
Odenton Christian School, Series 2008	March 19, 2008	3,590	2033	-	3,535
University of Maryland Medical System, Series 2008 D&E	May 21, 2008	105,000	2041	-	105,000
The Johns Hopkins Health System Obligated Group, Series 2008B	June 26, 2008	144,740	2048	-	48,245
DeMatha Catholic High School, Series 2008	July 15, 2008	9,865	2038	210	8,905
University of Maryland Medical System, Series 2008F	July 23, 2008	87,345	2023	6,750	53,510
The Johns Hopkins University, Series 2008A	August 7, 2008	129,880	2038	-	114,880
Upper Chesapeake Hospitals, Series 2008C	August 8, 2008	55,325	2038	-	50,535
Anne Arundel Medical Center, Series 2009A	January 29, 2009	120,000	2039	1,290	116,440
Anne Arundel Medical Center, Series 2009B	February 19, 2009	60,000	2043	-	60,000
DeMatha Catholic High School, Series 2008 (2nd delivery)	June 10, 2009	9,110	2038	190	8,230
University of Maryland Medical System, Series 2010	January 7, 2010	242,385	2039	5,605	215,465
Anne Arundel Health System, Series 2010	February 3, 2010	85,410	2040	1,550	78,145
Carnegie Institute of Washington, Series 2010	February 4, 2010	30,580	2040	-	30,580
Patterson Park Public Charter School, Series 2010A & B	March 16, 2010	13,665	2045	145	13,260
Doctors Community Hospital, Series 2010	May 18, 2010	82,670	2038	310	82,060
Johns Hopkins Health System, Series 2010	June 16, 2010	148,195	2040	-	148,195
College of Notre Dame of Maryland, Series 2010	November 24, 2010	11,495	2035	-	10,895
Charlestown Community, Series 2010	December 15, 2010	124,995	2045	-	120,860
Mercy Medical Center, Series 2011	February 24, 2011	40,770	2031	1,375	37,595
LifeBridge Health, Series 2011	March 30, 2011	50,695	2041	815	48,315
Greater Baltimore Medical Center, Series 2011	April 20, 2011	67,945	2034	2,375	61,095
Ascension Health Alliance, Series 2012B	May 10, 2011	86,025	2051	-	86,025
Adventist HealthCare, Series 2011A	September 1, 2011	57,205	2036	-	57,205
Johns Hopkins Health System, Series 2011A	November 10, 2011	74,615	2026	-	69,755
Johns Hopkins Health System, Series 2011B	November 10, 2011	48,245	2042	-	48,245
MedStar Health, Series 2011	November 17, 2011	94,920	2041	-	85,740
Greater Baltimore Medical Center, Series 2012A	April 11, 2012	35,680	2034	-	35,680
Mercy Medical Center, Series 2012	April 25, 2012	49,995	2031	-	49,995
Johns Hopkins Health System, Series 2012B	May 3, 2012	97,560	2033	2,890	91,200
Carroll Hospital Center, Series 2012A	May 31, 2012	59,780	2037	1,515	56,620
Loyola University, Series 2012A	June 7, 2012	49,250	2039	-	47,600
Johns Hopkins University, Series 2012A	June 14, 2012	153,150	2041	-	153,150
Notre Dame of Maryland University, Series 2012	June 25, 2012	21,195	2042	-	19,995

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):	<i>ISSUE DATE</i>	<i>AMOUNT ISSUED</i>	<i>FINAL MATURITY</i>	<i>BONDS AND NOTES PAYABLE JULY 1, 2014</i>	<i>BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014</i>
Johns Hopkins Health System, Series 2012C&D	August 9, 2012	169,670	2038	-	168,305
Goucher College, Series 2012A	August 30, 2012	19,945	2034	-	19,945
Maryland Institute College of Art, Series 2012	October 10, 2012	33,985	2047	-	33,215
Anne Arundel Health System, Series 2012	November 1, 2012	73,625	2034	2,325	69,775
Frederick Memorial Hospital, Series 2012A	December 5, 2012	96,240	2038	850	94,510
MedStar Health, Series 2013A	March 21, 2013	117,785	2041	-	117,785
University of Maryland Medical System, Series 2013A (Tax Exempt)	April 2, 2013	247,280	2043	3,285	238,595
University of Maryland Medical System, Series 2013B (Taxable)	April 2, 2013	115,055	2043	-	115,055
Johns Hopkins Health System, Series 2013A	May 9, 2013	88,250	2046	-	88,250
MedStar Health, Series 2013B	May 21, 2013	149,760	2038	-	149,760
Johns Hopkins Health System, Series 2013B	May 22, 2013	61,850	2029	-	59,710
Johns Hopkins University, Series 2013B	June 20, 2013	99,625	2041	-	99,625
Calvert Health System, Series 2013	August 22, 2013	31,185	2038	90	31,095
Johns Hopkins Health System, Series 2013C	August 28, 2013	238,000	2043	-	238,000
City Neighbors Charter Schools, Series 2013 A	December 19, 2013	10,745	2044	-	10,745
City Neighbors Charter Schools, Series 2013 B	December 19, 2013	245	2014	245	-
Public Offerings Outstandings		\$ 7,527,099		\$ 101,375	\$ 6,593,128
PRIVATE PLACEMENTS AND LIMITED OFFERINGS					
Pooled Loan Program, Series D (1994)	January 1, 1994	418,516	2039	645	21,075
Capitol College, Series 1995	July 1, 1995	8,000	2020	213	3,300
Greater Baltimore Medical Center, Series 1995	July 1, 1995	10,000	2025	375	5,335
The Norwood School, Series 1998	November 1, 1998	10,505	2025	-	2,420
Charles E. Smith Jewish Day School 1999	June 1, 1999	12,600	2029	15	3,336
The Johns Hopkins University, Commercial Paper, Series A	June 3, 2000	200,000	2031	597	93,229
The Johns Hopkins University, Commercial Paper, Series B	March 22, 2001	200,000	2024	-	92,880
Saint Anne's School 2001 (conversion 6/20/2013)	November 8, 2001	4,300	2020	-	1,650
St. John's Episcopal Day School 2001	December 21, 2001	7,000	2032	13	5,107
The Johns Hopkins Health System, Commercial Paper, Series D	February 9, 2004	40,000	2024	4,420	69,510
Friends School of Baltimore, Series 2004	April 1, 2004	7,500	2029	25	5,811
Stone Ridge School, Series 2005	June 22, 2005	12,000	2035	304	10,077
Mt. Airy Christian Academy 2005	August 26, 2005	2,500	2031	4	1,130
Gilman School, Series 2006	June 1, 2006	30,000	2036	-	30,000
Mercy Medical Center, Series 2006	August 3, 2006	35,000	2036	705	31,315
St. Mary's County Hospital Lease 2006	December 12, 2006	8,201	2016	-	304
Archdiocese of Baltimore Schools, Series 2007	June 21, 2007	24,165	2037	42	22,175
Keswick Multi-Care Center, Series 2007	August 9, 2007	11,520	2037	-	11,520
Mercy Medical Center, Series 2007B & C (Converted)	November 8, 2007	30,000	2024	1,040	26,960
Beth Tfiloh Dahan Community School, Series 2007	December 18, 2007	15,000	2037	-	14,640
Mercy Medical Center, Series 2008 (Converted)	July 16, 2008	35,325	2022	2,440	22,795
The Boys' Latin School of Maryland, Series 2009	August 26, 2009	19,830	2038	35	16,459
Roland Park Country School, Series 2009	October 7, 2009	17,400	2037	-	5,840
Bryn Mawr School, Series 2009	October 14, 2009	7,350	2037	-	6,926
CMROC LLP Lease (2009)	October 22, 2009	5,260	2014	-	378
Annapolis Life Care, Series 2009A	November 4, 2009	30,000	2040	46	27,545
Annapolis Life Care, Series 2010	January 4, 2010	15,266	2040	22	14,130
The SEED School of Maryland, Series 2010	January 21, 2010	25,000	2037	160	23,465
Oldfields School, Series 2010	April 14, 2010	2,985	2019	-	2,985
Carroll Hospital Center 2010	June 30, 2010	15,000	2040	31	13,585
Broadmead 2010	July 14, 2010	12,000	2035	887	8,517
Baltimore Leadership School 2010	August 11, 2010	4,000	2020	31	2,716
Indian Creek School, Series 2010	September 15, 2010	14,915	2035	35	13,480
Friends Community School 2010	November 23, 2010	5,300	2020	12	4,791
Park School 2010	December 1, 2010	14,590	2034	36	11,924
Christ Episcopal School 2010	December 20, 2010	3,868	2020	-	3,576
St. Andrew's Episcopal School 2010	December 29, 2010	6,245	2035	15	5,663
University Physicians 2010	December 29, 2010	15,000	2031	55	13,510
Kennedy Krieger Institute 2010	December 30, 2010	30,000	2036	34	28,437
Landon School 2011	June 2, 2011	10,114	2028	50	8,279
Mercy Medical Center, Series 2011B	June 9, 2011	34,890	2037	-	34,890
Kennedy Krieger Institute, Series 2011	June 23, 2011	19,610	2036	12	19,105
Chesapeake Academy 2011	August 17, 2011	3,200	2036	7	2,968
Adventist HealthCare 2011B	September 1, 2011	59,980	2021	450	48,955
Green Acres School 2011	September 29, 2011	6,855	2031	26	6,052
Upper Chesapeake Hospital 2011A	October 12, 2011	50,000	2043	90	48,975
The Barnesville School 2011A	December 1, 2011	2,431	2031	8	2,203
The Barnesville School 2011B	December 1, 2011	1,000	2033	3	59
Seyern School 2011	December 7, 2011	8,800	2036	22	8,205
Upper Chesapeake Hospitals 2011B & C	December 14, 2011	118,450	2040	90	113,500
Johns Hopkins Health System 2012A	February 15, 2012	53,510	2023	1,375	49,470
Sheppard Pratt 2012A	March 1, 2012	34,032	2036	35	32,722
Sheppard Pratt 2012B	March 1, 2012	62,182	2035	228	57,081
French International School 2012	March 22, 2012	12,620	2034	-	12,000
Carroll Hospital Center 2012B	May 31, 2012	15,010	2037	35	14,320
Carroll Hospital Center 2012C	May 31, 2012	15,000	2042	70	13,330
Charles County Nursing & Rehabilitation Center 2012A & B	June 19, 2012	8,000	2037	-	5,385

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):	<i>ISSUE DATE</i>	<i>AMOUNT ISSUED</i>	<i>FINAL MATURITY</i>	<i>BONDS AND NOTES PAYABLE JULY 1, 2014</i>	<i>BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014</i>
St. Mary's Nursing Center 2012	June 19, 2012	5,350	2037	-	5,059
Loyola University 2012B	June 26, 2012	32,595	2026	-	31,440
MedStar Health 2012	June 27, 2012	38,620	2022	-	38,620
Pickersgill 2012	June 28, 2012	31,150	2034	86	29,062
Union Hospital of Cecil County 2012A and 2012B	July 18, 2012	13,931	2022	111	11,732
Calvert Memorial Hospital 2012	July 24, 2012	19,199	2027	93	17,128
Foundation School 2012	July 25, 2012	6,221	2037	15	5,896
University of Maryland Medical Center, Series 2012A	August 16, 2012	40,785	2034	1,045	38,740
University of Maryland Medical Center, Series 2012B	August 16, 2012	50,170	2041	-	50,170
University of Maryland Medical Center, Series 2012C	August 16, 2012	50,175	2041	-	50,175
University of Maryland Medical Center, Series 2012D	August 16, 2012	75,205	2041	-	75,205
Linwood Center 2012	September 19, 2012	4,500	2038	6	3,065
Goucher College, Series 2012B	September 26, 2012	52,070	2037	1,810	48,570
Mount Saint Joseph High School 2012A	September 27, 2012	14,000	2042	25	13,487
Mount Saint Joseph High School 2012B	September 27, 2012	7,500	2019	-	2,381
Kennedy Krieger Institue, Series 2012	October 17, 2012	7,880	2019	90	6,055
Goucher College, Series 2012C	October 18, 2012	15,000	2022	-	8,059
Johns Hopkins Health System 2012 E	November 28, 2012	100,000	2027	11,000	89,000
Frederick Memorial Hospital, Series 2012 B	December 5, 2012	70,020	2035	2,790	66,140
Hebrew Home of Greater Washington 2012	December 20, 2012	21,308	2032	72	20,052
Mercy Medical Center, Series 2013	January 16, 2013	50,210	2042	150	50,060
Trinity School, Series 2013	January 24, 2013	6,450	2026	30	5,962
Roland Park Place 2013	April 10, 2013	19,966	2024	136	17,955
Way Station, Inc., 2013	May 2, 2013	7,200	2028	34	6,737
Adventist HealthCare 2013	June 12, 2013	15,624	2025	114	14,823
Kennedy Krieger Institute 2013	July 24, 2013	16,730	2033	45	16,195
Stevenson University, Series 2013 A,B,C	October 15, 2013	147,670	2043	212	135,750
Mercy Medical Center, Series 2013B	October 22, 2013	18,065	2026	70	17,540
Augsburg Lutheran Home, Series 2013 A & B	December 5, 2013	18,966	2035	52	18,601
Adventist HealthCare 2014A	February 26, 2014	25,000	2038	20	24,980
Family Services, Inc. 2014	March 4, 2014	4,430	2039	12	4,383
Our Lady of Good Counsel 2014A	March 12, 2014	31,125	2039	72	30,851
Private Placements and Limited Offerings Outstanding		\$ 2,898,940		\$ 32,828	\$ 2,109,868
Total Outstanding		10,426,039		134,203	8,702,996

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding by Borrower

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):	ISSUE DATE	AMOUNT ISSUED	FINAL MATURITY	BONDS AND NOTES PAYABLE JULY 1, 2014	BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014
Adventist HealthCare, Series 2004 B	September 14, 2004	35,985	2035	-	25,985
Adventist HealthCare, Series 2005 A	December 20, 2005	78,000	2035	-	78,000
Adventist HealthCare, Series 2011A	September 1, 2011	57,205	2036	-	57,205
Adventist HealthCare 2011B	September 1, 2011	59,980	2021	450	48,955
Adventist HealthCare 2013	June 12, 2013	15,624	2025	114	14,823
Adventist HealthCare 2014A	February 26, 2014	25,000	2038	20	24,980
Subtotal		271,794			249,948
Annapolis Life Care, Series 2009A	November 4, 2009	30,000	2040	46	27,545
Annapolis Life Care, Series 2010	January 4, 2010	15,266	2040	22	14,130
Subtotal		45,266			41,675
Anne Arundel Medical Center, Series 2009A	January 29, 2009	120,000	2039	1,290	116,440
Anne Arundel Medical Center, Series 2009B	February 19, 2009	60,000	2043	-	60,000
Anne Arundel Health System, Series 2010	February 3, 2010	85,410	2040	1,550	78,145
Anne Arundel Health System, Series 2012	November 1, 2012	73,625	2034	2,325	69,775
Subtotal		339,035			324,360
Archdiocese of Baltimore Schools, Series 2007	June 21, 2007	24,165	2037	42	22,175
Ascension Health Alliance, Series 2012B	May 10, 2011	86,025	2051	-	86,025
Augsburg Lutheran Home, Series 2013 A & B	December 5, 2013	18,966	2035	52	18,601
The Barnesville School 2011A	December 1, 2011	2,431	2031	8	2,203
The Barnesville School 2011B	December 1, 2011	1,000	2033	3	59
Subtotal		3,431			2,262
Beth Tfiloh Dahan Community School, Series 2007	December 18, 2007	15,000	2037	-	14,640
Baltimore Leadership School 2010	August 11, 2010	4,000	2020	31	2,716
Bishop McNamara High School, Series 2007	August 8, 2007	8,000	2032	220	6,440
The Boys' Latin School of Maryland, Series 2009	August 26, 2009	19,830	2038	35	16,459
Broadmead 2010	July 14, 2010	12,000	2035	887	8,517
Bryn Mawr School, Series 2009	October 14, 2009	7,350	2037	-	6,926
Calvert Health System, Series 2004	July 8, 2004	32,925	2039	32,325	-
Calvert Memorial Hospital 2012	July 24, 2012	19,199	2027	93	17,128
Calvert Health System, Series 2013	August 22, 2013	31,185	2038	90	31,095
Subtotal		83,309			48,223
Capitol College, Series 1995	July 1, 1995	8,000	2020	213	3,300
Carnegie Institute of Washington, Series 2010	February 4, 2010	30,580	2040	-	30,580
Carroll Hospital Center, Series 2006,	December 7, 2006	35,000	2040	-	35,000
Carroll Hospital Center 2010	June 30, 2010	15,000	2040	31	13,585
Carroll Hospital Center, Series 2012A	May 31, 2012	59,780	2037	1,515	56,620
Carroll Hospital Center 2012B	May 31, 2012	15,010	2037	35	14,320
Carroll Hospital Center 2012C	May 31, 2012	15,000	2042	70	13,330
Subtotal		139,790			132,855
Charles County Nursing & Rehabilitation Center 2012A & B	June 19, 2012	8,000	2037	-	5,385
Charles E. Smith Jewish Day School 1999	June 1, 1999	12,600	2029	15	3,336
Charlestown Community, Series 2010	December 15, 2010	124,995	2045	-	120,860
Chesapeake Academy 2011	August 17, 2011	3,200	2036	7	2,968
Christ Episcopal School 2010	December 20, 2010	3,868	2020	-	3,576
City Neighbors Charter Schools, Series 2013 A	December 19, 2013	10,745	2044	-	10,745
City Neighbors Charter Schools, Series 2013 B	December 19, 2013	245	2014	245	-
Subtotal		10,990			10,745
CMROC LLP Lease (2009)	October 22, 2009	5,260	2014	-	378
DeMatha Catholic High School, Series 2008	July 15, 2008	9,865	2038	210	8,905
DeMatha Catholic High School, Series 2008 (2nd delivery)	June 10, 2009	9,110	2038	190	8,230
Subtotal		18,975			17,135

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding by Borrower

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):	ISSUE DATE	AMOUNT ISSUED	FINAL MATURITY	BONDS AND NOTES PAYABLE JULY 1, 2014	BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014
Doctors Community Hospital, Series 2007	January 4, 2007	77,685	2029	2,690	60,910
Doctors Community Hospital, Series 2010	May 18, 2010	82,670	2038	310	82,060
Subtotal		160,355			142,970
Edenwald, Series 2006A	July 6, 2006	55,365	2037	-	49,690
Family Services, Inc. 2014	March 4, 2014	4,430	2039	12	4,383
Frederick Memorial Hospital, Series 2012A	December 5, 2012	96,240	2038	850	94,510
Frederick Memorial Hospital, Series 2012 B	December 5, 2012	70,020	2035	2,790	66,140
Subtotal		166,260			160,650
French International School 2012	March 22, 2012	12,620	2034	-	12,000
Friends Community School 2010	November 23, 2010	5,300	2020	12	4,791
Friends School of Baltimore, Series 2004	April 1, 2004	7,500	2029	25	5,811
Foundation School 2012	July 25, 2012	6,221	2037	15	5,896
Gaudenzia Foundation, Series 2007	December 12, 2007	5,500	2028	180	3,720
Gilman School, Series 2006	June 1, 2006	30,000	2036	-	30,000
Glen Meadows Retirement Community, Series 1998 A&B	August 26, 1999	20,410	2029	570	15,115
Goucher College, Series 2012A	August 30, 2012	19,945	2034	-	19,945
Goucher College, Series 2012B	September 26, 2012	52,070	2037	1,810	48,570
Goucher College, Series 2012C	October 18, 2012	15,000	2022	-	8,059
Subtotal		87,015			76,574
Greater Baltimore Medical Center, Series 1995	July 1, 1995	10,000	2025	375	5,335
Greater Baltimore Medical Center, Series 2011	April 20, 2011	67,945	2034	2,375	61,095
Greater Baltimore Medical Center, Series 2012A	April 11, 2012	35,680	2034	-	35,680
Subtotal		113,625			102,110
Green Acres School 2011	September 29, 2011	6,855	2031	26	6,052
Hebrew Home of Greater Washington 2012	December 20, 2012	21,308	2032	72	20,052
Holton Arms School, Series 2002	June 20, 2002	21,000	2032	600	17,600
Indian Creek School, Series 2010	September 15, 2010	14,915	2035	35	13,480
The Johns Hopkins Health System, Commercial Paper, Series D	February 9, 2004	40,000	2024	4,420	69,510
The Johns Hopkins Hospital, Series 1990	June 7, 1990	90,169	2019	9,370	37,873
The Johns Hopkins Health System Obligated Group, Series 2008B	June 26, 2008	144,740	2048	-	48,245
Johns Hopkins Health System, Series 2010	June 16, 2010	148,195	2040	-	148,195
Johns Hopkins Health System, Series 2011A	November 10, 2011	74,615	2026	-	69,755
Johns Hopkins Health System, Series 2011B	November 10, 2011	48,245	2042	-	48,245
Johns Hopkins Health System 2012A	February 15, 2012	53,510	2023	1,375	49,470
Johns Hopkins Health System, Series 2012B	May 3, 2012	97,560	2033	2,890	91,200
Johns Hopkins Health System, Series 2012C&D	August 9, 2012	169,670	2038	-	168,305
Johns Hopkins Health System 2012 E	November 28, 2012	100,000	2027	11,000	89,000
Johns Hopkins Health System, Series 2013A	May 9, 2013	88,250	2046	-	88,250
Johns Hopkins Health System, Series 2013B	May 22, 2013	61,850	2029	-	59,710
Johns Hopkins Health System, Series 2013C	August 28, 2013	238,000	2043	-	238,000
Suburban Hospital, Series 2004	June 3, 2004	32,445	2029	2,500	8,145
Subtotal		1,387,249			1,213,903
The Johns Hopkins Medical Institutions Parking Facilities, Series 2004	May 26, 2004	35,665	2034	105	34,700
The Johns Hopkins Medical Institutions Parking Facilities, Series 2004B	December 1, 2004	33,035	2038	1,395	25,105
The Johns Hopkins Medical Institutions Parking , Series 1996	March 28, 1996	42,425	2026	250	26,580
The Johns Hopkins Medical Institutions Parking Facilities, Series 2001	August 29, 2001	28,030	2034	675	22,845
The Johns Hopkins Medical Institutions Utilities, Series 2005 A&B	June 29, 2005	48,845	2037	-	48,845
Subtotal		188,000			158,075
The Johns Hopkins University, Commercial Paper, Series A	June 3, 2000	200,000	2031	597	93,229
The Johns Hopkins University, Commercial Paper, Series B	March 22, 2001	200,000	2024	-	92,880
The Johns Hopkins University, Series 2005A	March 3, 2005	69,265	2036	-	69,265
The Johns Hopkins University, Series 2008A	August 7, 2008	129,880	2038	-	114,880
Johns Hopkins University, Series 2012A	June 14, 2012	153,150	2041	-	153,150
Johns Hopkins University, Series 2013B	June 20, 2013	99,625	2041	-	99,625
Subtotal		851,920			623,029
Kaiser Permanente, 1998 Series A	December 29, 1998	12,825	2015	-	12,825

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding by Borrower

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):	ISSUE DATE	AMOUNT ISSUED	FINAL MATURITY	BONDS AND NOTES PAYABLE JULY 1, 2014	BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014
Kennedy Krieger Institute 2010	December 30, 2010	30,000	2036	34	28,437
Kennedy Krieger Institute, Series 2011	June 23, 2011	19,610	2036	12	19,105
Kennedy Krieger Institute, Series 2012	October 17, 2012	7,880	2019	90	6,055
Kennedy Krieger Institute 2013	July 24, 2013	16,730	2033	45	16,195
Subtotal		74,220			69,792
Keswick Multi-Care Center, Series 2007	August 9, 2007	11,520	2037	-	11,520
King Farm Presbyterian Retirement Community, Series 2007A	January 11, 2007	54,590	2037	-	53,480
Landon School 2011	June 2, 2011	10,114	2028	50	8,279
LifeBridge Health, Series 2008	January 17, 2008	285,815	2047	3,120	266,285
LifeBridge Health, Series 2011	March 30, 2011	50,695	2041	815	48,315
Subtotal		336,510			314,600
Linwood Center 2012	September 19, 2012	4,500	2038	6	3,065
Loyola College, Series 2006A	January 4, 2006	62,995	2045	-	62,995
Loyola University, Series 2012A	June 7, 2012	49,250	2039	-	47,600
Loyola University 2012B	June 26, 2012	32,595	2026	-	31,440
Subtotal		144,840			142,035
Maryland Institute College of Art, Series 2006	January 5, 2006	30,740	2040	-	30,740
Maryland Institute College of Art, Series 2007	June 27, 2007	38,740	2042	-	36,020
Maryland Institute College of Art, Series 2012	October 10, 2012	33,985	2047	-	33,215
Subtotal		103,465			99,975
The McLean School, Series 2001	June 1, 2001	9,080	2031	235	6,930
Medlantic/Helix, Series 1998A	December 17, 1998	166,605	2038	-	82,055
Medlantic/Helix, Series 1998B	December 17, 1998	116,910	2038	-	56,960
MedStar Health, Series 2004	February 3, 2004	170,350	2033	-	151,435
MedStar Health, Series 2007	January 31, 2007	144,985	2046	-	144,985
MedStar Health, Series 2011	November 17, 2011	94,920	2041	-	85,740
MedStar Health 2012	June 27, 2012	38,620	2022	-	38,620
MedStar Health, Series 2013A	March 21, 2013	117,785	2041	-	117,785
MedStar Health, Series 2013B	May 21, 2013	149,760	2038	-	149,760
Subtotal		999,935			827,340
Mercy Medical Center, Series 2006	August 3, 2006	35,000	2036	705	31,315
Mercy Medical Center, Series 2007A	November 8, 2007	255,000	2042	1,160	147,130
Mercy Medical Center, Series 2007B & C (Converted)	November 8, 2007	30,000	2024	1,040	26,960
Mercy Medical Center, Series 2008 (Converted)	July 16, 2008	35,325	2022	2,440	22,795
Mercy Medical Center, Series 2011	February 24, 2011	40,770	2031	1,375	37,595
Mercy Medical Center, Series 2011B	June 9, 2011	34,890	2037	-	34,890
Mercy Medical Center, Series 2012	April 25, 2012	49,995	2031	-	49,995
Mercy Medical Center, Series 2013	January 16, 2013	50,210	2042	150	50,060
Mercy Medical Center, Series 2013B	October 22, 2013	18,065	2026	70	17,540
Subtotal		549,255			418,280
Mercy Ridge, Series 2000	March 30, 2000	69,305	2031	-	22,600
Mercy Ridge, Series 2007	March 22, 2007	23,445	2035	440	21,055
Subtotal		92,750			43,655
Mount Saint Joseph High School 2012A	September 27, 2012	14,000	2042	25	13,487
Mount Saint Joseph High School 2012B	September 27, 2012	7,500	2019	-	2,381
Subtotal		21,500			15,868
Mt. Airy Christian Academy 2005	August 26, 2005	2,500	2031	4	1,130
The Norwood School, Series 1998	November 1, 1998	10,505	2025	-	2,420
College of Notre Dame of Maryland, Series 2010	November 24, 2010	11,495	2035	-	10,895
Notre Dame of Maryland University, Series 2012	June 25, 2012	21,195	2042	-	19,995
Subtotal		32,690			30,890
Odenton Christian School, Series 2008	March 19, 2008	3,590	2033	-	3,535
Oldfields School, Series 2010	April 14, 2010	2,985	2019	-	2,985
Our Lady of Good Counsel 2014A	March 12, 2014	31,125	2039	72	30,851
Park School 2010	December 1, 2010	14,590	2034	36	11,924
Patterson Park Public Charter School, Series 2010A & B	March 16, 2010	13,665	2045	145	13,260

Maryland Health and Higher Educational Facilities Authority

Additional Information - Conduit Debt Outstanding by Borrower

As of June 30, 2014, the principal amount of bonds and notes outstanding is as follows (in thousands of dollars):	ISSUE DATE	AMOUNT ISSUED	FINAL MATURITY	BONDS AND NOTES PAYABLE JULY 1, 2014	BONDS AND NOTES PAYABLE SUBSEQUENT TO JULY 1, 2014
Peninsula Regional Medical Center, Series 2006	February 9, 2006	142,910	2036	3,040	121,950
Pickersgill 2012	June 28, 2012	31,150	2034	86	29,062
Pooled Loan Program, Series 1985A and 1985B	December 30, 1985	175,000	2035	0	175,000
Pooled Loan Program, Series D (1994)	January 1, 1994	418,516	2039	645	21,075
Roland Park Country School, Series 2009	October 7, 2009	17,400	2037	-	5,840
Roland Park Place 2013	April 10, 2013	19,966	2024	136	17,955
Saint Anne's School 2001 (conversion 6/20/2013)	November 8, 2001	4,300	2020	-	1,650
The SEED School of Maryland, Series 2010	January 21, 2010	25,000	2037	160	23,465
Severn School 2011	December 7, 2011	8,800	2036	22	8,205
Sheppard Pratt 2012A	March 1, 2012	34,032	2036	35	32,722
Sheppard Pratt 2012B	March 1, 2012	62,182	2035	228	57,081
Subtotal		96,214			89,803
St. Andrew's Episcopal School 2010	December 29, 2010	6,245	2035	15	5,663
St. John's Episcopal Day School 2001	December 21, 2001	7,000	2032	13	5,107
St. Mary's County Hospital Lease 2006	December 12, 2006	8,201	2016	-	304
St. Mary's Nursing Center 2012	June 19, 2012	5,350	2037	-	5,059
Stella Maris, Series 1997	June 30, 1997	21,985	2021	1,160	9,935
Stevenson University, Series 2013 A,B,C	October 15, 2013	147,670	2043	212	135,750
Stone Ridge School, Series 2005	June 22, 2005	12,000	2035	304	10,077
Trinity School , Series 2013	January 24, 2013	6,450	2026	30	5,962
Union Hospital of Cecil County, Series 2005	July 14, 2005	33,675	2040	-	33,675
Union Hospital of Cecil County 2012A and 2012B	July 18, 2012	13,931	2022	111	11,732
Subtotal		47,606			45,407
University of Maryland Medical System 1991	July 10, 1991	38,670	2022	1,410	23,350
University of Maryland Medical System, Series 2005	October 5, 2005	149,700	2031	1,500	121,225
University of Maryland Medical System, Series 2006A	November 9, 2006	45,000	2041	-	45,000
University of Maryland Medical System, Series 2007A	September 12, 2007	96,445	2034	2,440	90,295
University of Maryland Medical System, Series 2008 D&E	May 21, 2008	105,000	2041	-	105,000
University of Maryland Medical System, Series 2008F	July 23, 2008	87,345	2023	6,750	53,510
University of Maryland Medical System, Series 2010	January 7, 2010	242,385	2039	5,605	215,465
University of Maryland Medical Center, Series 2012A	August 16, 2012	40,785	2034	1,045	38,740
University of Maryland Medical Center, Series 2012B	August 16, 2012	50,170	2041	-	50,170
University of Maryland Medical Center, Series 2012C	August 16, 2012	50,175	2041	-	50,175
University of Maryland Medical Center, Series 2012D	August 16, 2012	75,205	2041	-	75,205
University of Maryland Medical System, Series 2013A (Tax Exempt)	April 2, 2013	247,280	2043	3,285	238,595
University of Maryland Medical System, Series 2013B (Taxable)	April 2, 2013	115,055	2043	-	115,055
Subtotal		1,343,215			1,221,785
University Physicians 2010	December 29, 2010	15,000	2031	55	13,510
Upper Chesapeake Hospitals, Series 2008C	August 8, 2008	55,325	2038	-	50,535
Upper Chesapeake Hospital 2011A	October 12, 2011	50,000	2043	90	48,975
Upper Chesapeake Hospitals 2011B & C	December 14, 2011	118,450	2040	90	113,500
Subtotal		223,775			213,010
Washington County Hospital, Series 2008	February 12, 2008	264,300	2043	-	253,810
Way Station, Inc. 2013	May 2, 2013	7,200	2028	34	6,737
Western Maryland Health System, Series 2006A	November 14, 2006	348,650	2036	4,175	305,605
Woodmont Academy, Series 2008	March 12, 2008	15,105	2038	-	645
Total Outstanding		\$ 10,426,039		\$ 134,203	\$ 8,702,996

Maryland Health and Higher Educational Facilities Authority
Additional Information - Conduit Debt Outstanding

DEFEASED CONDUIT DEBT

Bonds have been issued for the purpose of refunding bonds that were issued by the Authority. In some cases, the proceeds of the refunding bonds were deposited into irrevocable escrow trusts. The trusts are held by independent trustees and are invested in obligations of the United States Government which mature and bear interest in such amounts and payable at such times as will be sufficient to pay the principal and interest of the defeased bonds when due upon maturity or redemption.

Defeased bonds outstanding at June 30, 2014 are as follows (in thousands of dollars):

Anne Arundel Health System, Series 2004A	\$20,080
Civista Medical Center, Series 2005	54,850
College of Notre Dame of Maryland, Series 1998	2,815
Goucher College, Series 2004	20,700
Helix Health, Series 1997	83,535
Howard County General Hospital, Series 1993	34,095
The Johns Hopkins University, Series 2004A	92,505
LifeBridge Health, Series 2004A	64,415
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Total	\$372,995
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