

**MARYLAND HEALTH AND HIGHER
EDUCATIONAL FACILITIES AUTHORITY**

**NOTICE OF PUBLIC HEARING
CONCERNING ISSUANCE OF BONDS**

A public hearing will be held at 10:00 a.m. on November 18, 2020, at the offices of Maryland Health and Higher Educational Facilities Authority (the “Authority”), 401 East Pratt Street, Suite 1224, Baltimore, Maryland 21202 by the Authority for the proposed issuance of its revenue bonds, notes or other obligations (the “Bonds”), at one time or from time to time, pursuant to the Maryland Health and Higher Educational Facilities Authority Act.

The purpose of the public hearing is to permit any person to testify orally or in writing concerning the issuance of the Bonds or the location and nature of the facilities to be financed or refinanced with the proceeds of the Bonds.

The Bonds are anticipated to be qualified 501(c)(3) bonds as defined in Section 145 of the Internal Revenue Code for a healthcare facility and other expenditures described herein. The proceeds of the Bonds will be loaned by the Authority to Adventist HealthCare Inc., a nonstock Maryland corporation incorporated for nonprofit purposes (the “Institution”), in order to finance or refinance the acquisition, construction, renovation and equipping of healthcare facilities, including (without limitation):

(a) The refinancing of all or a portion of the Authority’s Revenue Bonds Adventist HealthCare Issue, Series 2011A, the proceeds of which were used for the refinancing of all or a portion of:

(A) the Authority’s Revenue Bonds, Adventist HealthCare Issue, Series 2003B, all or a part of the proceeds of which were used to (1) finance and refinance, through the refunding of outstanding debt, a portion of the existing facilities of the Institution, (2) finance and refinance the cost of acquisition of approximately 47 acres of land on the campus of Shady Grove Adventist Hospital, that was being leased from Montgomery County, (3) finance and refinance construction, renovations and various major medical equipment and certain other capital equipment at Washington Adventist Hospital, Shady Grove Adventist Hospital and Adventist Behavioral Health, (4) refinance a short-term line of credit debt, the proceeds of which were used for the acquisition of Adventist Behavioral Health formerly known as Potomac Ridge Behavioral Health and (5) finance or refinance the cost of construction, renovations and various major medical equipment and certain other capital equipment for Shady Grove Adventist Nursing and Rehabilitation Center (“Shady Grove Nursing”);

(B) the Authority’s Revenue Bonds, Adventist HealthCare Issue, Series 2004A (Tax-Exempt), all or a part of the proceeds of which were used to

(1) finance and refinance, through the repayment of outstanding debt, a portion of the existing facilities of Adventist Rehabilitation Hospital of Maryland, Inc. (“Adventist Rehabilitation Hospital”), (2) finance or refinance the cost of acquisition of approximately 45 acres of land, including the campus of Shady Grove Adventist Hospital and other Institution facilities, that was being leased from Montgomery County, (3) finance or refinance construction, renovations, parking lots, fences, walkways, landscaping, various major medical equipment and certain other capital equipment for the Institution, Adventist Rehabilitation Hospital and Shady Grove Nursing, (4) finance or refinance certain planning and design costs related to the construction of an approximately four-story patient care tower on the campus of Shady Grove Adventist Hospital, and (5) finance or refinance the cost of acquisition of an interest in Adventist Rehabilitation Hospital; and

(C) the Authority’s Refunding Revenue Bonds, Adventist HealthCare Issue, Series 2005B, all or a part of the proceeds of which were used to (I) with respect to Shady Grove Adventist Hospital, (1) refinance the City of Gaithersburg, Maryland Hospital Facilities Refunding and Improvement Revenue Bonds (Shady Grove Adventist Hospital), Series 1995, and refinance the City of Gaithersburg, Maryland Hospital Facilities Subordinate Revenue Improvement Bonds (Shady Grove Adventist Hospital), Series 1991B, the proceeds of each of which were used to finance or refinance portions of the Institution’s existing hospital facilities, and (2) pay for all or a portion of the construction and equipping of a new, approximately four-story, 208,000 square foot addition to Shady Grove Adventist Hospital, including related sitework and infrastructure improvements, and renovate approximately 70,000 square feet of the existing facility, featuring a new Surgery Department and new Medical/Oncology Nursing, Medical Nursing, Surgical Nursing and Ortho/Neuro Medical/Surgical Units, and expanded Emergency and Obstetrics Departments and an expanded Neonatal Intensive Care Unit, and infrastructure including a new power plant and an electrical service building, as well as a new road and entranceway to access the main entrance to the hospital, (II) with respect to Washington Adventist Hospital, refinance the City of Takoma Park, Maryland Hospital Facilities Refunding and Improvement Revenue Bonds (Washington Adventist Hospital), Series 1995, and refinance the City of Takoma Park, Maryland Hospital Facilities Subordinate Revenue Improvement Bonds (Washington Adventist Hospital), Series 1991B, the proceeds of each of which were used to finance or refinance portions of the Institution’s existing hospital facilities, (III) with respect to Shady Grove Nursing, refinance the City of Gaithersburg, Maryland Nursing Home Facilities Refunding Revenue Bonds (Shady Grove Adventist Nursing & Rehabilitation Center), Series 1995, the proceeds of which were used to finance or refinance portions of

Shady Grove Nursing's existing facilities, and (IV) routine capital projects of the Institution and certain of its affiliates including signage and parking at the site of the freestanding emergency medical facility.

The projects described in this subsection (a) are collectively referred to herein as the "2011A Project."

(b) The refinancing of all or a portion of the Authority's Revenue Bonds Adventist HealthCare Issue (2014A), the proceeds of which were used in order to finance or refinance the acquisition, construction, renovation, planning, development, licensure or equipping of certain healthcare facilities, including (without limitation) the acquisition of various major medical equipment and certain other capital equipment (the "2014A Project").

The 2011A Project and the 2014A Project are collectively referred to herein as the "Project." The Project may also include other capital expenditures and the costs of issuing the Bonds and includes land or interests in land, buildings, structures, machinery, equipment, furnishings or other real or personal property located on the same sites as the Project.

The 2011A Project is located (1) on the campus of Shady Grove Adventist Hospital, 9715 and 9901 Medical Center Drive, Rockville, Maryland 20850, (2) on the campus of Washington Adventist Hospital, at 7600 Carroll Avenue, Takoma Park, Maryland 20912 and 7901 Maple Avenue, Takoma Park, Maryland 20912, (3) on the campuses of Adventist Behavioral Health Rockville, at 14901 Broschart Road, Rockville, Maryland 20850, Adventist Behavioral Health Cottage at N. Potomac, 14713 Latakia Place, Potomac, Maryland 20878, Adventist Behavioral Health Cottage at Rockville, 16412 Kipling Road, Derwood, Maryland 20855, Adventist Behavioral Health Anne Arundel, 15 Romig Drive, Crownsville, Maryland 21032, The Ridge School of Anne Arundel County, 16 Romig Drive, Crownsville, Maryland 21032, The Ridge School of Montgomery County, 14915 Broschart Road, Rockville, Maryland 20850, and Hilltop Manor, 8301 Barron Street, Silver Spring, Maryland 20912, (4) at the corporate offices of the Institution, 1801 Research Boulevard, Rockville, Maryland 20850, (5) at 19731 and 19735 Germantown Road, Germantown, Maryland 20874, (6) on the campuses of Adventist Rehabilitation Hospital, 9909 Medical Center Drive, Rockville, Maryland 20850 and 7600 Carroll Avenue, Takoma Park, Maryland 20912 and (7) at Falls Grove Center at 14955 Shady Grove Road, Rockville, Maryland 20850.

The 2014A Project is located at one or more of the following locations: Washington Adventist Hospital at 7600 Carroll Avenue, Takoma Park, Maryland 20912, 12100 Plum Orchard Drive, Silver Spring, Maryland 20904, the campus of Shady Grove Adventist Hospital at 9901 Medical Center Drive, Rockville, MD 20850, Shady Grove Adventist Emergency Center at 19731 Germantown Road, Germantown, MD 20874, Adventist Behavioral Health Rockville at 14901 Broschart Road, Rockville, MD 20850, Adventist Behavioral Health Eastern Shore at 821 Fieldcrest Road, Cambridge, MD 21613, Adventist Behavioral Health at Washington Adventist Hospital, 7600 Carroll Avenue, Takoma Park, MD 20912, Adventist Rehabilitation Hospital of Maryland at 9909 Medical Center Drive, Rockville, MD 20850 and at 7600 Carroll Avenue,

Takoma Park, MD 20912 and at 831 E. University Blvd., Silver Spring, MD 20903, Adventist HealthCare Support Center at 820 West Diamond Avenue, Gaithersburg, MD 20878, Adventist HealthCare Data Center at 1801 Research Blvd, Rockville, MD 20850, and Aquilino Cancer Center at 9905 Medical Center Drive, Rockville, MD 20850.

The Institution and Adventist Rehabilitation Hospital are and will be the initial legal owners and principal users of the Project. The maximum aggregate principal amount of the Bonds issued with respect to the Project will not exceed \$75,000,000. The Bonds will be issued pursuant to a plan of financing for the Project that may entail the financing or refinancing from time to time by the Bonds including the financing and refinancing of the Bonds. Because of the possible inclusion of original issue discount bonds (some of which may be capital appreciation bonds) the total amount of Bonds payable at maturity may exceed the initial stated principal amount of the Bonds.

The public hearing will be held to meet the requirements imposed by Section 147(f) of the Internal Revenue Code to the extent applicable to the Bonds. For additional information or to submit written testimony, contact the Executive Director of the Authority at the address set forth above or at 410.837.6220.