

Minutes of the New Jersey Health Care Facilities Financing Authority Annual Meeting held on May 23, 2018 on the fourth floor of Building #4, Station Plaza, 22 South Clinton Avenue, Trenton, NJ.

*The following **Authority Members** were in attendance:*

Dr. Munr Kazmir, Vice Chair (Chairing); Robin Ford, Designee of the Commissioner of Health; Mary Ann Kralik, Designee of the Commissioner of Banking and Insurance; Greg Lovell, Designee of the Commissioner of Human Services and, via telephone, Suzette Rodriguez, Public Member (came on the line at 10:48 a.m.)

*The following **Authority staff members** were in attendance:*

Mark Hopkins, Frank Troy, Ron Marmelstein, Carole Conover, Alpa Patel, Edwin Fuentes, Michael Solidum and Chris Kniesler

*The following **representatives from the State and/or the public** were in attendance:*

George Loeser, Attorney General's Office and Lauren LaRusso, Governor's Authorities; Ryan Kennedy, Vice President of Finance and Chief Financial Officer, Holy Name

CALL TO ORDER

Dr. Kazmir called the meeting to order at 10:43 a.m. and announced that this was the Annual Meeting of the Authority, held in accordance with the schedule adopted at the May 24, 2018 and August 23, 2018 Authority meetings. Complying with the Open Public Meetings Act and the Authority's By-laws, notice of this meeting was delivered to *The Star-Ledger* and the *Courier Post* and to all newspapers with mailboxes at the Statehouse, enough in advance to permit the publication of an announcement at least 48 hours before the meeting.

1. APPROVAL OF MINUTES

April 25, 2019 Authority Meeting

Minutes for the Authority's April 25, 2019 regular meeting were distributed for review and approval prior to the meeting. Dr. Kazmir asked for a motion to approve the minutes. Mr. Lovell made the motion. Ms. Kralik seconded. Dr. Kazmir asked if there were any questions on the motion. There were no questions. Dr. Kazmir then called for a vote. All Members voted in the affirmative and the minutes were approved.

2. NEGOTIATED SALE REQUEST

Holy Name Medical Center

Dr. Kazmir called on Edwin Fuentes to present Holy Name Medical Center's request for a negotiated sale in the form of a public offering to the Members.

Mr. Fuentes advised the Members that his presentation serves as a negotiated sale request in the form of a private placement and an informational presentation. He then introduced Ryan Kennedy, Vice President of Finance and Chief Financial Officer of Holy Name Medical Center.

Mr. Fuentes reported that Holy Name signed a Memorandum of Understanding with the Authority to undertake a tax-exempt financing of approximately \$20.3 million. The proceeds of which, along with other available funds, will be used, to refund the Series 2010 Refunding Bonds issued by the Authority, fund a debt service reserve if necessary, and pay the related costs of issuance.

Mr. Fuentes informed the Members that Holy Name Medical Center is a not-for-profit medical center located in Teaneck, New Jersey. It provides a full range of comprehensive services primarily to residents of northeast New Jersey. Holy Name has 361 licensed beds and employs approximately 3,500 people at its medical center, subsidiaries, and physician network.

According to Mr. Fuentes, the outstanding Authority-issued obligations of Holy Name include Series 2010 Revenue and Refunding Bonds, Series 2016A Refunding Bonds and Series 2016B Refunding Bonds. As of May 1, 2019, the total outstanding Authority debt issued on behalf of Holy Name was approximately \$83.54 million.

Mr. Fuentes told the Members that, unaudited financial statements from year-end 2018 indicate that Holy Name had excess of revenues over expenses of \$55.87 million compared to excess of revenues over expenses of \$44.07 million at year-end 2017, or an increase of \$11.8 million. Holy Name Medical Center is currently rated Baa2 by Moody's and BBB by Standard & Poor's. Based on audited numbers for year-end 2017, Holy Name had 103.3 days cash on hand, an operating margin of 10.88%, and debt service coverage of 6.06 times.

Mr. Fuentes said that Holy Name has asked that the Authority permit the use of a negotiated sale based on the sale of a complex financing structure and volatile market conditions. These reasons are considered under the Authority's policy regarding Executive Order #26, to be a justification for the use of a negotiated sale.

Also, under the Authority's policies, a Borrower requesting a private placement form of a negotiated sale must justify the use of a private placement by showing it is either less expensive on a present value basis to complete a private placement or that there are other circumstances that would limit the effectiveness or usefulness of a negotiated sale using a public offering. Holy Name has represented to staff that a private placement offers a

more cost effective option rather than a public sale, given the relatively small size of the bond issuance.

Mr. Fuentes then recommended the consideration of the resolution that was included in the Members' meeting packets, approving the use of a negotiated sale in the form of a private placement and the forwarding a copy of the justification in support of said resolution to the State Treasurer.

Holy Name has represented to Authority staff that it has completed a competitive bidding process and will select T.D. Bank as the Purchaser for the bonds. The financing will include a forward delivery rate mechanism to allow the Borrower to lock in a fixed-rate prior to the anticipated closing date in April 2020.

The Attorney General's Office has assigned John Kelly of Wilentz, Goldman & Spitzer, P.A. to serve as Bond Counsel on this transaction.

Mr. Fuentes concluded by saying that the Authority staff will be requesting the Members' approval of a contingent sale of bonds at the Authority's June Meeting. He then said that he or Mr. Kennedy would answer any questions for the Members.

Dr. Kazmir asked for a motion to approve the use of a negotiated sale in the form of a private placement for Holy Name Medical Center. Mr. Lovell made the motion. Ms. Ford seconded. Dr. Kazmir asked if there were any questions on the motion. There were no questions. Dr. Kazmir then called for a vote. All Members voted in the affirmative and the motion was approved.

AB RESOLUTION NO. TT-01

NOW, THEREFORE, BE IT RESOLVED, that the Authority hereby adopts the resolution entitled **“RESOLUTION OF INTENT TO ISSUE REVENUE BONDS BY NEGOTIATED TRANSACTION PURSUANT TO EXECUTIVE ORDER NO. 26.”**

(attached)

3. NEGOTIATED SALE REQUEST Equipment Revenue Note

Dr. Kazmir asked Michael Solidum to explain the request for a negotiated sale in the form of a private placement for the Equipment Revenue Note Program to the Members.

Mr. Solidum reminded the Members that the Authority's Equipment Revenue Note Program offers borrowers a quick turnaround for financings no greater than \$60 million for the purpose of acquiring equipment or retrofitting a facility for equipment.

According to Mr. Solidum, the Members at previous Authority meetings pre-approved the use of a negotiated private placement for financings completed under this program. A predetermination of this method of sale is permitted under Executive Order #26 and was requested by the Authority's Advisory Panel in order to complete these transactions in a more efficient and timely manner.

Mr. Solidum then directed the Members to the Resolution provided to them for their consideration. The Resolution extends the ability to use negotiated private placements for the Equipment Revenue Note Program through May 31, 2020.

Dr. Kazmir asked for a motion to approve the use of a negotiated sale in the form of a private placement for the Equipment Revenue Note Program. Ms. Kralik made the motion. Ms. Ford seconded. Dr. Kazmir asked if there were any questions on the motion. There were no questions. Dr. Kazmir then called for a vote. All Members voted in the affirmative and the motion was approved.

AB RESOLUTION NO. TT-02

NOW, THEREFORE, BE IT RESOLVED, that the Authority hereby adopts the resolution entitled **“RESOLUTION OF INTENT TO ISSUE REVENUE BONDS BY NEGOTIATED TRANSACTION PURSUANT TO EXECUTIVE ORDER NO. 26.”**

(attached)

4. OLD BUSINESS/NEW BUSINESS

- a. Election of Officers**
- b. Approval of 2019/2020 Calendar**

Dr. Kazmir announced that the May meeting serves as the Authority's Annual Meeting and therefore, the Members were required to elect officers and approve meeting dates for the upcoming year. Dr. Kazmir asked for nominations for the offices.

a. Election of Officers

Robin Ford made the following nominations:

Officers of the Authority

Vice Chair	Dr. Munr Kazmir
Secretary	Suzette Rodriguez
Assistant Secretaries	Carole Conover Ron Marmelstein (vacant)
Treasurer	Suzette Rodriguez
Assistant Treasurer	(vacant)

Authority Finance Committee

Chair	Suzette Rodriguez
Members	Dr. Munr Kazmir Suzette Rodriguez (vacant)
Alternate Member	(vacant)

Authority Evaluation Committee

Chair	Suzette Rodriguez
Members	Suzette Rodriguez Dr. Munr Kazmir (vacant)

Ms. Ford also nominated the ex-officio Members from the Department of Health and Department of Banking and Insurance – or their designees – and Ryan Feeney, a representative from Treasury, to serve on the Audit Committee.

According to the Authority’s enabling legislation, Shereef Elnahal, M.D., as Commissioner of Health, will remain as Chair.

Dr. Kazmir asked if there were any other nominations. There were none. Dr. Kazmir asked for a motion to approve the list of nominations. Mr. Lovell made the motion. Ms. Kralik seconded. Dr. Kazmir asked if there were any questions on the motion. There were no questions. Dr. Kazmir called for a vote. The vote was unanimous and the motion carried.

As it was the Annual Meeting, Dr. Kazmir took the opportunity to thank Executive Director Mark Hopkins and the Authority staff for all of their hard work throughout the year.

Dr. Kazmir noted that the terms of the Authority’s elected officers begin immediately following the Governor’s ten-day veto period, barring any veto notification from the Governor’s Office.

AB RESOLUTION NO. TT-03

WHEREAS, with respect to the Authority's elected official positions, one of the three Assistant Secretary roles and the role of Assistant Treasurer will remain vacant and may be filled at a later date with the appointment of new Authority Members,

NOW, THEREFORE, BE IT RESOLVED, that the following individuals are hereby elected to serve in the official positions noted until May 28, 2020, or until the next election of officers:

Vice Chair – Dr. Munr Kazmir

Secretary – Suzette Rodriguez

Assistant Secretaries –Carole Conover and Ron Marmelstein

Treasurer – Suzette Rodriguez

BE IT FURTHER RESOLVED, that the Authority's Finance Committee will be chaired by Suzette Rodriguez with Dr. Munr Kazmir serving as Committee member.

BE IT FURTHER RESOLVED, that the Authority's Evaluation Committee will be chaired by Suzette Rodriguez with Dr. Munr Kazmir as Committee member.

BE IT FURTHER RESOLVED, that the Authority's Audit Committee consists of the ex-officio Members from the Department of Health and Department of Banking and Insurance – or their designees – and Ryan Feeney, a representative from Treasury.

b. 2019/2020 Calendar

Dr. Kazmir referenced a proposed list of dates on which to conduct meetings of the Authority and its Finance Committee for the coming year. Ms. Ford offered a motion to adopt the schedule. Ms. Kralik seconded. Dr. Kazmir asked if there were any questions on the motion. There were no questions. Dr. Kazmir then called for a vote. The vote was unanimous and the motion carried.

AB RESOLUTION NO. TT-04

NOW THEREFORE, BE IT RESOLVED, that the Authority hereby adopts the following schedule of dates on which to conduct meetings of the Finance Committee and the Authority; and,

BE IT FURTHER RESOLVED, that, as provided by the provisions of the Open Public Meetings Act and the Authority’s By-laws, the Assistant Secretary is authorized to provide notice of these meeting dates to the Authority’s designated newspapers, to post notice in the Authority offices and on the Authority’s website, and provide notice to the Secretary of State.

FINANCE 10:00 a.m.	AUTHORITY* 10:00 a.m.
2019	2019
Tuesday, June 11	Thursday, June 27
Tuesday, July 9	Thursday, July 25
Tuesday, August 6	Thursday, August 22
Tuesday, September 10	Thursday, September 26
Tuesday, October 8	Thursday, October 24
Wednesday, November 6	Thursday, November 21
Tuesday, December 3	Thursday, December 19
2020	2020
Tuesday, January 7	Thursday, January 23
Tuesday, February 11	Thursday, February 27
Tuesday, March 10	Thursday, March 26
Tuesday, April 7	Thursday, April 23
Tuesday, May 12	Thursday, May 28**

*A Finance Committee meeting has also been scheduled immediately following every Authority meeting.

**Annual Meeting

Dr. Kazmir noted for the record that, unless advertised to the contrary, all meetings are open to the public and shall be held in the Authority’s office on the fourth floor of Building #4, Station Plaza, 22 South Clinton Avenue, Trenton, New Jersey. He added that the Authority’s staff will perform the required public announcement and notification of the meeting dates once the Governor’s ten-day veto period has passed.

5. APPROVAL OF EXPENSES

Dr. Kazmir referenced a summary of Authority expenses and invoices provided to the Members. Ms. Ford made the motion to approve the expenses. Mr. Lovell seconded. Dr. Kazmir asked if there were any questions on the motion. There were no questions. Dr. Kazmir then called for a vote. All Members voted in the affirmative and the resolution was approved to approve the bills and to authorize their payment.

AB RESOLUTION NO. TT-05

WHEREAS, the Members of the Authority have reviewed the memoranda dated May 15, 2019 summarizing expenses incurred by the Authority in connection with Trustee/Escrow Agent/Paying Agent fees and general operating expenses in the amounts of \$17,000.00 and \$23,914.97 respectively, and have found such expenses to be appropriate;

NOW, THEREFORE, BE IT RESOLVED, that the Members of the Authority hereby approve all expenses as submitted, and authorize the execution of checks representing the payment thereof.

6. STAFF REPORTS

Dr. Kazmir thanked staff for the Project Development Summary, Cash Reconciliation Report and Legislative Update.

Dr. Kazmir asked Executive Director Hopkins to present his Executive Director's report.

Mr. Hopkins began by thanking the members for their hard work and dedication during the past year. He noted that their knowledge and the information they provide to the Authority is very valuable.

Mr. Hopkins reported the following:

1. Mr. Hopkins thanked all of the Authority Members and Senior Staff for filing their Financial Disclosure Statements with the State Ethics Commission by the deadline of May 15, 2019.
2. The Audit Committee Members, Ms. Ford, Ms. Kralik and Mr. Feeney, are advised that there will be an Audit Committee meeting on Wednesday, June 12 at 10:00 a.m. here to discuss finalizing the audit with the auditors.

3. Authority Chair and Department of Health Commissioner Elnahal has been named as the new president and CEO of University Hospital starting July 15. An article on his hiring, as well as an interview on his successes at the Department and what he plans to accomplish at University Hospital have been provided. Mr. Hopkins thanked Commissioner Elnahal on the leadership he demonstrated and wished him the greatest success at University Hospital.
4. Among the people rumored to be in the running to succeed Commissioner Elnahal at the Department of Health are: Jackie Cornell, the current Principal Deputy Commissioner of Health for Public Health Services; Marcela Ospina Maziarz, the current Deputy Commissioner of Health for Health Systems; and Judith Persichilli, the former CEO of Catholic Health East and currently interim CEO of University Hospital.
5. Hospital & Other News
 - a. The New Jersey Department of Health denied an application by Trinitas Regional Medical Center to become a Level II trauma center, citing Trinitas' failure to secure data to demonstrate a need for a Level II trauma center there. Trinitas said that it plans to appeal.
 - b. RWJBarnabas and Trinitas Regional Medical Center have indicated that they are closer to entering into a merger agreement and continue to conduct discussions and research. An announcement could be made within 60 days, according to RWJBarnabas CEO Barry Ostrowsky.
 - c. Holy Name Medical Center announced a cooperative clinical, research and technology partnership with Mount Sinai Health System that will focus on oncology and cardiology services.
 - d. Deborah Heart & Lung Center has challenged the ability of Lourdes Health to sell its operations, including its hospitals in Willingboro and Camden and a satellite emergency department at Deborah, to Virtua Health. Lourdes has agreed to remove from the transaction Virtua's ability to operate the satellite emergency department at Deborah. Still contested is whether Lourdes breached its contract with Deborah by agreeing to sell its hospital in Burlington County to Virtua because it would be in violation of the contract prohibiting Lourdes from entering into an agreement with an entity that provides cardiac services in Burlington County. A court decision was expected May 22, but Mr. Hopkins has not heard of a court decision as of yet.
 - e. Dr. Andrew Pecora, president of Hackensack Meridian Health's Physician Enterprise and Chief Innovation Officer has accepted the role of Chief Executive Officer at Outcomes Matter Innovations. Dr. Pecora, who has gained renown for cutting-edge innovation, has been with

Hackensack since 1990. He will continue as a consultant and strategic advisor for Hackensack Meridian Health.

- f. The John Theurer Cancer Center at Hackensack University Medical Center has received approval from the National Cancer Institute as a research consortium member of the Georgetown Lombardi Comprehensive Cancer Center Consortium.
- g. Hackensack Meridian Health's Center for Discovery and Innovation received a \$33.3 million grant from the National Institutes of Health to develop new antibiotics to overcome deadly bacteria in hospitals that have become resistant to existing treatments.
- h. Hackensack Meridian Health president and CEO Robert Garrett touted the health system at its annual meeting earlier this month. He noted that despite having merged only two years ago, the system has started a medical school, merged with a behavioral health company and developed a robot for dispensing medications.
- i. Newsweek named Morristown Medical Center (28th), Hackensack University Medical Center (53rd), Overlook Medical Center (98th), The Valley Hospital (104th) and Newark Beth Israel Medical Center among the top 200 hospitals in the country.
- j. Atlantic Health System operates one the country's more successful Accountable Care Organizations, Atlantic ACO. It has achieved tens of millions of dollars in savings through integrated care and has been recognized for its success by Becker's Hospital Review.
- k. Vineland is hiring the law firm that represented Morristown in the case that found Morristown Medical Center was not entitled to a property tax exemption. The city hopes it will be able to seek taxes from Inspira Health Network's hospital and other facilities in Vineland.
- l. The CEOs of three of New Jersey's largest health systems penned a guest column in the Star Ledger. CEO of Hackensack Meridian Health Robert Garrett, CEO of Atlantic Health System Brian Gragnolati and CEO of RWJBarnabas Health Barry Ostrowsky touted the high quality of health care in New Jersey. They expressed support for the passage of the New Jersey Patient Protection Act that would require important information to be disclosed to patients who are being referred or transferred to an out-of-state hospital or provider.
- m. Jefferson Health, which owns hospitals in the Philadelphia region and recently acquired the Kennedy Health System in South Jersey, is working with Prepared Health to fill communication gaps with its home

health partners through a cloud-based system that monitors discharged patients' interactions with post-acute care providers in real time. Jefferson is going live with the program at its New Jersey hospitals in early June.

- n. In ratings news:
 - i. Frank Troy has prepared a chart of the ratings of all New Jersey hospitals, including their outlooks, which was included with the news articles.
 - ii. Moody's has affirmed its "A1" rating on debt issued by the Authority on behalf of RWJBarnabas and debt issued by RWJBarnabas itself but has revised its outlook to positive from stable.
 - iii. S & P affirmed its "BB+" rating on approximately \$139 million issued by the Authority on behalf of Saint Peter's University Hospital in 2007 and 2011 but has revised its outlook to positive from stable.
 - iv. Moody's also released a Sector In-Depth article on Not-for-Profit and Public Healthcare entitled "*Growth strategies beyond core competencies carry credit risk.*"
 - v. S & P also published a report on the sector noting that nonprofit hospitals and health systems have been "incredibly resilient" and "well-positioned to compete" despite health care disruption.

In State Health Care News:

- o. The New Jersey Hospital Association released its annual report for 2017 indicating that New Jersey hospitals provided \$2.83 billion in community benefits, including \$1.9 billion in free and discounted patient care.
- p. According to a report commissioned by the UnitedHealth Foundation, New Jersey ranks 21st for senior health. That is a three spot improvement from 24th last year. It ranks 11th for general population health and 12th for the health of women and children.
- q. The Leapfrog Group released its Spring 2019 Leapfrog Hospital Safety Report Card, with New Jersey ranking sixth best in the nation, slipping from first place last fall. Thirty-one of New Jersey's hospitals earned a grade of A; 27 earned a B, seven earned a C and three earned a D, with no New Jersey hospitals earning an F.

- r. Other articles on New Jersey health care provided today include:
 - i. How New Jersey's Out-of-Network bill is working in its early stages, including doctors who are saying their negotiating leverage has fallen with insurers forcing them to take lower payments. Also, one lawmaker is proposing that patients who are referred or transferred to an out-of-state facility be provided with the reason why and any additional costs to them or their insurer.
 - ii. The Robert Wood Johnson Foundation released the results of its 2019 National Health Security Preparedness Index, which found that both New Jersey and the country have improved their readiness for managing community health emergencies. New Jersey's score fell just below the national average.
 - iii. Legislation has been introduced to allow community hospitals, without a full cardiac care program, to perform elective angioplasties. Currently, only 29 hospitals in New Jersey are allowed to perform elective angioplasties. Another 25 hospitals are permitted to perform the procedure in an emergency only.
 - iv. An Op-Ed in NJ Spotlight by Gregory Paulson, Director of the Trenton Health Team, recommends that State legislature formally recognize and maintain a budget appropriation for "regional health hubs." Noting that organizations such as the Camden Coalition of Healthcare Providers, Healthy Greater Newark, Health Coalition of Passaic County and the Trenton Health Team have been saving State and federal money and improving health of low-income residents for years through their programs. He recommends maintaining the current \$1.5 million appropriation for the programs so they can be regularly funded and qualify for federal matching.
 - v. The Medical Society of New Jersey along with medical societies in five other states and The Physicians Foundation formed a \$500,000 interoperability fund to assist medical practices to share clinical information with other physicians and hospitals through health information exchanges.

In National Health Care News, articles are included on:

- s. Safety related deaths in hospitals are down 22% since 2016 according to the Leapfrog Group, which found there were 161,250 preventable deaths in hospitals last year. Leapfrog also reported that the majority of preventable deaths occurred in hospitals with a safety grade of C or below.

- t. A Kaiser Family Foundation study of Medicare beneficiaries found that those beneficiaries who switched from traditional Medicare Parts A & B in 2015 to Medicare Advantage plans in 2016 had an average of \$1,253 (or 13.4%) less in Medicare spending in 2015 than those that stayed in traditional Medicare Parts A & B from 2015 to 2016. It appears from the study that those who choose to switch to Medicare Advantage are already lower utilizers of health care services than those that chose to stay in traditional Medicare Parts A & B. It raises the question of why higher utilizers are less likely to choose Medicare Advantage. This brings into question whether switching to Medicare Advantage plans itself saves money, as previous studies have posted, or whether the savings is merely from self-selection by lower utilizers into Medicare Advantage.
- u. According to a study by the RAND Corporation, hospitals were paid, on average, 241% of Medicare rates for services provided to privately insured patients in 2017. Hospitals are quick to note that Medicare rates do not pay 100% of costs and hospitals lose significantly more money on Medicaid and indigent patients.
- v. Other articles on national health care news include:
 - i. Why patients are not using health care portals available to them;
 - ii. A proposal for reducing payment variation in private sector health care markets, suggesting that Medicare rates be used by insurers as a cost-finding method or index, and cites Maryland's rate-setting commission as an example.
 - iii. The American Hospital Association lists six policy priorities that can improve behavioral health care access at hospitals and save billions: (a) prevention and screening; (b) coordination and integration; (c) community partnerships; (d) workforce development; (e) infrastructure development; and (f) destigmatizing care.
 - iv. The Centers for Medicare and Medicaid Services is unveiling its payment models for treating the roughly 12 million Americans who are duly eligible for Medicare and Medicaid: (a) a capitated financial alignment model; (b) a managed fee-for-service model; and (c) a state-specific model.

In regulatory, municipal bond and tax news, articles are being provided on:

- w. The increased emergence of taxable municipal bonds, which has fewer issuers and larger issuances. Taxable municipal bonds are attractive to both retail and institutional buyers because they are more liquid and less

fractured and benefit from interest from foreign investors who feel they can capture higher yields than sovereign debt in a traditionally lower-default market. Also, the risks of corporate bonds are not correlated with the risks of municipal taxable bonds.

- x. A commentary in *The Bond Buyer* urges the Municipal Securities Rulemaking Board to be more transparent in how it protects its investors and issuers. Acknowledging its past accomplishments, the commentator urged the MSRB to be more transparent in the selection of its public board members, many of whom are filled by retired investment bankers who may have trouble turning off their broker-dealer loyalties. He also cites Senator John Kennedy's legislation requiring retired individuals from MSRB regulated entities to wait five years before being eligible to serve on the MSRB, instead of the current three-year moratorium, as a possible improvement.
- y. The National Federation of Municipal Analysts has urged the Securities and Exchange Commission and the MSRB to improve municipal bond disclosure on a continuing basis, noting that lapses in issuer financial disclosures are unacceptable and inconsistent with the more timely and robust disclosure found in the equity and corporate bond markets.
- z. SEC Rule 15c2-12 was amended in February to require the filing on EMMA of event notices upon the occurrence of two additional events: Event 15 – when an obligor incurs financial obligations, if material, as well as agreements, covenants, events of defaults, remedies, priority rights or other similar terms of a financial obligation that could affect bondholders and Event 16 – events which reflect financial difficulties with respect to financial obligations, such as a default or a modification of terms. Since enactment, 167 EMMA notices have been posted regarding Event 15 and two have been posted regarding Event 16.

6. Authority News

- a. Yesterday, Frank Troy and Mr. Hopkins attended the Not-for-Profit Health Care Investor Conference sponsored by the American Hospital Association, the Healthcare Financial Management Association and Citi in New York. Mr. Hopkins informed the Members that 20 healthcare organizations were represented, including three from New Jersey: RWJBarnabas, Virtua and Geisinger. One of the main issues among the large system is the social determinants of health. Virtua noted that it has the largest mobile food pantry in the country. They also heard from several other successful systems. Mr. Hopkins and Mr. Troy also met with four of the bond analysts who will be attending the Authority's Roundtable. Mr. Troy added that he was very impressed by the

presentations given by the New Jersey hospitals. He said they were very professional, concise and informative.

Mr. Hopkins handed out a copy of the latest *Authority Note\$* newsletter. He said that it contains a lot of information about topics to be discussed at the Authority Roundtable on June 4. He then provided the Members a brief overview of the Roundtable and told them they will receive a copy of the briefing materials as well as the results of the discussions.

- b. One of the other issuers of municipal bonds in the State, the New Jersey Infrastructure Bank, has launched information on its bond offerings on BondLink, an investor relations platform. While BondLink is more suited for an issuer like the New Jersey Infrastructure Bank, the Authority has met with the BondLink team and will be asking our borrowers if they feel it would be beneficial for them.

As there was no further business, following a motion by Mr. Lovell and a second by Ms. Kralik, the Members voted unanimously to adjourn the meeting at 11:22 am.

I HEREBY CERTIFY THAT THE
FOREGOING IS A TRUE COPY OF
MINUTES OF THE NEW JERSEY
HEALTH CARE FACILITIES
FINANCING AUTHORITY MEETING
HELD ON MAY 23, 2019.

Carole A. Conover, Assistant Secretary