

Westchester County Health Care Corporation

Long-Term Debt Schedule

As of December 31, 2021

Long-term debt activity as of December 31, 2021 was as follows (amounts in thousands):

	December 31,			December 31,		Amounts due
	2020	Additions	Reductions	2021	Within	One Year
2010 Series Bonds (a)	\$ 71,605	\$ -	\$ (35)	\$ 71,570	\$	35
2014 Series Bonds (b)	24,551	-	(551)	24,000		579
2015 Series Bonds (c)	21,614	-	(722)	20,892		754
2016 Series Bonds (d)	278,555	-	(2,564)	275,991		2,685
2020 Series Bonds (e)	300,000	-	-	300,000		-
Note Payable (f)	1,125	-	(375)	750		375
Bond Premium/Discount	21,529	-	(838)	20,691		836
Financed Purchases (g)	49,484	25,821	(16,476)	58,829		18,391
	<u>\$ 768,463</u>	<u>\$ 25,821</u>	<u>\$ (21,561)</u>	<u>\$ 772,723</u>	<u>\$</u>	<u>23,655</u>

- a. At December 31, 2021, the outstanding WCHCC Revenue Bonds, Series 2010, Senior Lien consists of \$37.4 million Series 2010A (Federally Taxable – Direct Payment – Build America Bonds) bonds with an interest rate of 8.57% and maturing on November 1, 2040; \$2.7 million Series 2010B (Tax-Exempt) bonds with interest rates varying from 4.00% to 6.13% and maturing through November 1, 2030 and November 1, 2037; \$31.5 million Series 2010C-1 (Federally Taxable – Direct Payment – Build America Bonds) bonds with an interest rate of 8.57% maturing on November 1, 2040.

Interest expense relating to the various Series 2010 Bonds was approximately \$6.0 million in 2021.

- b. At December 31, 2021, the balance of WCHCC Revenue Bonds, Series 2014A, Senior Lien with an interest rate of 5.0% and maturing November 1, 2044 was outstanding.

Interest expense relating to the Series 2014 Bonds was approximately \$1.2 million in 2021.

- c. At December 31, 2021, the balance of a private placement bond offering relating to Dutchess County Local Development Corporation Revenue Bonds, Series 2015, consists of \$16.9 million Series 2015A (Tax-Exempt) with an interest rate of 3.75%, maturing August 1, 2030, and \$4.0 million Series 2015B (Taxable) with an interest rate of 5.95% maturing August 1, 2030.

Interest expense relating to the Series 2015 Bonds was approximately \$901,000 in 2021.

- d. At December 31, 2021, \$276.0 million of Westchester County Local Development Corporation Revenue Bonds, Series 2016 (Westchester Medical Center Obligated Group Project) (Series 2016 Bonds), Tax Exempt bonds with interest rates varying from 3.0% to 5.0% and maturing annually November 1, through 2034, November 1, 2037 and November 1, 2046 are outstanding.

Interest expense relating to the Series 2016 Bonds was approximately \$12.5 million in 2021.

- e. In September 2020, WCHCC participated in a new bond offering relating to \$300.0 million of Westchester County Local Development Corporation Revenue Bonds, Series 2020 (Taxable) (Westchester Medical Center Obligated Group Project) (“Series 2020 Bonds”) with an interest rate of 3.85% and maturing November 1, 2050. At December 31, 2021, \$300.0 million was outstanding.

Interest expense relating to the Series 2021 Bonds was approximately \$13.0 million in 2021.

- f. On November 6, 2019, WCHCC purchased a building for \$2.0 million from the Board of Education of the Spackenkill Union Free School District (“the District”). At closing, \$1.5 million was financed through a non-interest bearing note payable provided by the District, due in four equal annual installments of \$375,000 through 2023.
- g. WCHCC has entered into certain financed purchase agreements that are collateralized by the underlying assets and bear interest at rates between 1.63% and 6.28%. The interest expense under these financed purchase agreements was approximately \$2.6 million in 2021.

Long-Term Debt Service Coverage Ratio

Under Section 6.13(a) of the Series 2000 Bonds Master Trust Indenture (“MTI”) between WCHCC and Deutsche Bank as the Master Trustee, the Obligated Group, which is defined as the operating unit of Westchester County Health Care Corporation (the “Medical Center”), must maintain a Long-Term Debt Service Coverage Ratio, tested on a semiannual basis in accordance with the provisions of the MTI, of at least 1.25 for all Bond series. During the year ended December 31, 2021, WCHCC met the required Long-Term Debt Service Coverage Ratio.

Future Principal and Interest Payments

The following is a schedule by year of future principal and interest (based on interest rates at December 31, 2021) payments on the bonds and other long-term debt (amounts in thousands):

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 4,428	\$ 32,839	\$ 37,267
2023	4,618	32,642	37,260
2024	4,451	32,437	36,888
2025	4,665	32,218	36,883
2026	4,879	31,991	36,870
2027-2031	42,634	154,959	197,593
2032-2036	57,519	145,602	203,121
2037-2041	123,858	119,556	243,414
2042-2046	146,151	80,325	226,476
2047-2050	300,000	46,152	346,152
	<u>\$ 693,203</u>	<u>\$ 708,721</u>	<u>\$1,401,924</u>

The future minimum payments under the financed purchases agreements, together with the present value of the minimum financed purchases payments at December 31, 2021 are as follows (amounts in thousands):

Year	<u>Amount</u>
2022	\$ 20,399
2023	17,676
2024	13,470
2025	7,699
2026	<u>3,651</u>
	62,895
Less: Amount representing interest	<u>(4,066)</u>
Present value of net minimum financed purchases payments	58,829
Less: Current portion	<u>(18,391)</u>
	<u>\$ 40,438</u>