



November 21, 2019

Joint Legislative Committee on Local Government
Committee Chair and Committee Assistant
N.C. General Assembly
16 West Jones Street
Raleigh, North Carolina 27601

Fiscal Research Division
N.C. General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925

Greg Gaskins
Deputy Treasurer, State and Local Finance Division
Local Government Commission
N.C. Department of State Treasurer
325 North Salisbury Street
Raleigh, North Carolina 27603-1385

RE: The Charlotte-Mecklenburg Hospital Authority d/b/a Atrium Health Series 2020
Revenue Bonds

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, The Charlotte-Mecklenburg Hospital Authority d/b/a Atrium Health ("Atrium Health") hereby notifies you of its intent to issue \$600 million of Series 2020 Health Care Revenue Bonds (the "Bonds") under North Carolina General Statute 131E-26(a) governing hospital authority borrowings. The Bonds, which are expected to be structured as a combination of taxable fixed rate bonds, tax-exempt put bonds and tax-exempt

floating rate notes, will be issued to partially fund Atrium Health's projected North Carolina capital outlays of approximately \$2.2 billion in 2020-2022.

Items expected to be funded with the proceeds of the Series 2020 bonds currently include: (i) expansion of inpatient capacity and related equipment on the campus of Carolinas Medical Center and other Mecklenburg County campuses; (ii) construction of freestanding Emergency Departments at Mountain Island Lake and Providence Road; (iii) expansion of Levine Cancer Institute; (iv) construction of Musculoskeletal Institute facilities on the campus of Atrium Health – Mercy; (v) acquisition / construction of office space for supporting services; (vi) multiple acute care facility renovations and aesthetic upgrades; (vii) acquisition and installation of health care, IT and other equipment; and (viii) other routine capital expenditures.

Atrium Health anticipates that the North Carolina Local Government Commission will consider approval of the issuance of this proposed debt at its meeting scheduled for January 7, 2020.

Highest regards,

A handwritten signature in black ink that reads "R. Mark Keener". The signature is written in a cursive, slightly slanted style.

R. Mark Keener, CPA
Vice President, Treasurer
Atrium Health