



Continuing Disclosure

Supplemental Financial Information

October 22, 2014

(Unaudited)

**TEXAS HEALTH RESOURCES
SYSTEM REVENUE BONDS**

**TARRANT COUNTY CULTURAL EDUCATION FACILITIES
FINANCE CORPORATION**

**TEXAS HEALTH RESOURCES SYSTEM REVENUE BONDS,
(TAXABLE) SERIES 2012A**

Term Bonds

<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP</u>
11/15/2047	\$100,000,000	4.366%	87638T EG4

**TEXAS HEALTH RESOURCES SYSTEM REVENUE BONDS,
SERIES 2012B**

Variable Rate Demand Bonds

<u>Maturity</u>	<u>Principal Amount</u>	<u>CUSIP</u>
11/15/2047	\$50,000,000	87638T EH2

**TEXAS HEALTH RESOURCES SYSTEM REVENUE BONDS,
SERIES 2010**

Term Bonds

<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP</u>
11/15/2037	\$20,220,000	5.000%	87638T EF6
11/15/2040	137,330,000	5.000%	87638T EE9

**TEXAS HEALTH RESOURCES TAX-EXEMPT BANK LOANS
2010**

Variable Rate

<u>Bank</u>	<u>Maturity</u>	<u>Principal Amount</u>
Bank of America, N.A.	12/1/2035	\$67,500,000
Compass Mortgage Corporation	12/1/2033	67,500,000

**TEXAS HEALTH RESOURCES
SYSTEM REVENUE BONDS**

**TARRANT COUNTY CULTURAL EDUCATION FACILITIES
FINANCE CORPORATION**

**TEXAS HEALTH RESOURCES SYSTEM REVENUE BONDS,
SERIES 2008**

Variable Rate Demand Bonds

	Series 2008A CUSIP No. 87638T CG6	Series 2008B CUSIP No. 87638T CH4	Series 2008C CUSIP No. 87638T CJ0
<u>Maturity</u>	<u>Principal Amount</u>	<u>Principal Amount</u>	<u>Principal Amount</u>
11/15/2027	\$8,420,000	\$6,475,000	\$7,790,000
11/15/2028	8,670,000	6,695,000	8,050,000
11/15/2029	8,960,000	6,950,000	8,340,000
11/15/2030	9,275,000	7,140,000	8,660,000
11/15/2031	9,560,000	7,435,000	8,960,000
11/15/2032	9,890,000	7,650,000	9,335,000
11/15/2033	10,225,000	7,940,000	9,635,000

**TEXAS HEALTH RESOURCES SYSTEM REVENUE BONDS,
SERIES 2007A**

Serial Bonds

<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP</u>
2/15/2015	\$14,230,000	5.000%	87638T AF0
2/15/2016	21,335,000	5.000%	87638T AG8
2/15/2017	22,235,000	5.000%	87638T AH6
2/15/2018	23,090,000	5.000%	87638T AJ2
2/15/2019	24,105,000	5.000%	87638T AK9
2/15/2020	29,145,000	5.000%	87638T AL7
2/15/2021	30,850,000	5.000%	87638T AM5
2/15/2022	32,430,000	5.000%	87638T AN3
2/15/2023	34,095,000	5.000%	87638T AP8
2/15/2024	35,845,000	5.000%	87638T AQ6

Term Bonds

<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP</u>
2/15/2026	\$77,075,000	5.000%	87638T AR4
2/15/2036	198,650,000	5.000%	87638T AS2

**TEXAS HEALTH RESOURCES
SYSTEM REVENUE BONDS**

**TARRANT COUNTY CULTURAL EDUCATION FACILITIES
FINANCE CORPORATION**

**TEXAS HEALTH RESOURCES SYSTEM REVENUE BONDS,
SERIES 2007B**

Term Bonds

<u>Maturity</u>	<u>Principal Amount</u>	<u>Interest Rate</u>	<u>CUSIP</u>
11/15/2042	\$47,880,000	5.000%	87638T BD4
11/15/2047	52,120,000	5.000%	87638T BE2

**TEXAS HEALTH RESOURCES
SYSTEM REVENUE BONDS**

WARNING

This document is marked with a dated date and speaks only as of that dated date. Readers are cautioned not to assume that any information has been updated beyond the dated date except as to any portion of the document that expressly states that it constitutes an update concerning specific recent events occurring after the dated date of the document. Any information contained in the portion of the document indicated to concern recent events speaks only as of its date. Texas Health Resources ("THR") expressly disclaims any duty to provide an update of any information contained in this document. The information contained in this document may include "forward looking statements" by using forward-looking words such as "may," "will," "should," "expects," "believes," "anticipates," "estimates," or others. You are cautioned that forward-looking statements are subject to a variety of uncertainties that could cause actual results to differ from the projected results. Those risks and uncertainties include general economic and business conditions, receipt of funding grants, and various other factors which are beyond our control. Because we cannot predict all factors that may affect future decisions, actions, events, or financial circumstances, what actually happens may be different from what THR includes in forward-looking statements.

THR is obligated to provide certain updated financial information and operating data quarterly as specified in the Master Indenture. This document is designed to fulfill that obligation. It does not represent a complete set of financial statements as stipulated by U.S. generally accepted accounting principles.

CONTACT PERSON

Mr. Ronald R. Long
Executive Vice President, Resource Development and Deployment, Chief Financial Officer, and
Treasurer
Texas Health Resources
612 East Lamar Blvd., Suite 900
Arlington, Texas 76011
(682) 236-7935
(682) 236-7886 facsimile

TEXAS HEALTH RESOURCES SUPPLEMENTAL INFORMATION

On September 28, 2014, a patient with the Ebola Virus (EVD) was admitted to Texas Health Presbyterian Hospital Dallas (THD). Subsequently, two THD caregivers of the first patient were diagnosed with the Ebola virus. It is too early to predict what, if any, material or significant financial impact this situation will have on Texas Health Resources (THR) as a whole. However, the estimated impact to THD over the period October 1, 2014 through October 20, 2014 compared to the first nine months of 2014 is as follows:

- Net revenue is down approximately \$8.1 million or 25.6%
- Daily census is down from an average of 428 to 337, a decline of 21.1%
- ER visits are down 2,336 or 53.3%
- OR surgeries are down approximately 165 cases or 25.0%

The negative financial impact experienced thus far at THD is primarily the result of the emergency department being placed on diversionary status from October 12 to October 20, 2014 and to a lesser degree the transfer by physicians of cases to other facilities. THR has not seen a decline in volumes/revenues at its other hospital facilities as a result of the EVD cases at THD.

Management has consulted with its insurance brokers and has determined THR's insurance coverage is consistent with industry norms. Management believes THR's insurance coverage is adequate to cover any contingent liabilities which may occur as a result of the Ebola infections that have occurred to date. No legal claims have been filed to date for any of the incidents outlined above. THR also believes it has sufficient liquidity to cover any losses that might exceed coverage limits and declines in volume at THD. As of October 21, 2014, THR has \$232 million invested in AAAm/Aaa-mf rated money market funds. It also has a liquid long term investment portfolio consisting of public equities and high quality bonds with an estimated market value of approximately \$3.1 billion. There are no illiquid alternative asset investments in the long term investment portfolio. THR has two undrawn general purpose lines of credit outstanding totaling \$150 million. THR's key balance sheet and liquidity ratios at September 30, 2014 include Unrestricted Cash and Investments of \$3.3 billion, Days Cash on Hand of 343.2 days, Cash to Debt of 221.2% and Debt to Capitalization of 27.3%. Also, at that date, Historical Debt Service Coverage was 8.57x, based on the most recent four quarters.

Incorporation by Reference

For additional information, please refer to the Information Release – A Letter to Our Community, dated October 19, 2014.