

The Dormitory Authority of the State of New York Finance Committee Meeting was held by videoconference technology among DASNY's Offices in New York City, 28 Liberty Plaza, New York, New York and 515 Broadway, Albany, New York at 9:30 a.m. on Wednesday, February 11, 2026.

CALL TO ORDER / ROLL CALL

The Meeting was called to order by Gerard Ronski, Committee Chair, at 9:32 a.m. and a quorum was then declared present. The following Board Members and Staff were present:

Finance Committee Members Present

Gerard Ronski, Esq., Finance Committee Chair (NYCO)
Alfonso L. Carney, Jr., Finance Committee Member (*Via Teams – per section 3.7 of DASNY by-laws*)
Janice McKinnie, Finance Committee Member (Buffalo)

Other Board Members Present – NYCO

Lisa Gomez, Board Chair
Beryl L. Snyder, Esq., Board Member
Elizabeth Velez, Board Member

Other Board Members Present – Albany

Joan M. Sullivan, Board Member
Christina Coughlin, Designated Representative of the Commissioner of Education, Board Member (*ex officio*)
Kenneth Evans, Designated Representative of the Commissioner of Health, Board Member (*ex officio*)

Other Board members Absent

Kent Syverud, Board Member
Adrian Swierczewski, Designated Representative of the Director of Budget, Board Member (*ex officio*)

Senior and Presenting Staff Members Present

Robert Rodriguez, President/CEO
Charlie Williams, Vice President
Stephen Curro, Managing Director, Construction
Kimberly Ellis, Chief Financial Officer
Portia Lee, Managing Director, Public Finance & Portfolio Monitoring
Jennifer Maglienti, General Counsel
Sara Potter Richards, Managing Director, Executive Direction
Matthew Moore, Deputy General Counsel
Ricardo Salaman, Deputy General Counsel
Matthew Bergin, Director, Public Finance

PUBLIC SESSION

Approval of Meeting Minutes from the January 14, 2026 Finance Committee Meeting

Finance Committee Chair Romski called the meeting to order and welcomed Members and Staff. The Minutes of the January 14, 2026 Finance Committee Meeting were then unanimously approved.

NYU Langone Hospitals Commercial Paper Program – Single Approval Financing

Mr. Bergin stated that the Finance Committee is being asked to recommend to the full Board the authorization for the issuance of multiple series of tax-exempt commercial paper notes in an amount not to exceed \$750,000,000 outstanding at any one time on behalf of NYU Langone Hospitals. He stated that independent of the DASNY tax-exempt program, the Institution is also creating its own taxable CP Note program, with a limitation on the issuance of commercial paper at \$750,000,000 outstanding at any one time across both tax-exempt and taxable programs.

Mr. Bergin stated that the interest rate on each CP Note will be fixed to maturity. He explained that if the Note is rolled to a new maturity, a new interest rate is set at the time of issuance. Mr. Bergin stated that each CP Note maturity will not exceed 270 days and can be rolled for a period of up to 30 years from the date of first issuance. Mr. Bergin further stated that the Institution has selected up to five dealers to participate in the sale of the Notes, and since the Institution's outstanding obligations have an A1 rating from Moody's and an A+ rating from S&P, the Institution is expected to act as its own liquidity facility provider to pay the principal and interest on the Notes when due at maturity.

Mr. Bergin stated that DASNY has consulted with the Department of Health regarding the transaction. He informed the Members that the initial proceeds from the proposed Note issuances may be used to finance, refinance, and/or reimburse the Institution for costs associated with renovations to create a new ambulatory surgery center in Manhattan; renovations to provide new spaces for non-clinical functions in Manhattan; the demolition of an existing one-story structure and construction of a new six-story building located in Brooklyn, New York to house Ambulatory Surgery, Endoscopy, a Cancer Center with lab and pharmacy, and a multi-specialty physician practice, and Family Health Center clinics.

Mr. Bergin reported that in recent years the Hospitals have averaged 156 days cash on hand and the cushion ratio has averaged nearly 16:1.0. He stated that in 2025, these ratios, as well as the current ratio, operating margin, excess margin, net profit margin, cash to debt ratio and debt service coverage ratio were all above the recent Statewide and DASNY Medians. Mr. Bergin further stated that the Hospitals' operating gain has averaged nearly \$689 million over the last five years and that over \$13 billion in total assets were recorded in 2025 with unrestricted net assets of over \$6.8 billion. Mr. Bergin informed the Members that the expected short-term ratings are P-1/A-1 and the long-term ratings are A1/A+.

Mr. Romski informed the Committee that the Department of Health has issued a memo recommending this financing.

The Committee Members unanimously agreed to recommend full Board Approval of the financing.

PIT/Sales Tax – Single Approval Financing

Mr. Bergin stated that the Finance Committee is being asked to recommend to the Board the authorization for the issuance of multiple series and/or issuances of tax-exempt and/or taxable, fixed and/or variable rate bonds, issued at multiple times, in an amount not to exceed \$2.5 billion. He further stated that the State has requested the flexibility to issue the proposed bonds under either the Personal Income Tax Revenue Bond Program and/or the Sales Tax Revenue Bond Program.

Mr. Bergin stated that the Bonds are expected to refund certain State Personal Income Tax Revenue Bonds previously issued by DASNY and ESD as Build America Bonds, or BABs, of which there is currently approximately \$2.4 billion outstanding. Mr. Bergin explained that Build America Bonds (BABs) are a specific type of taxable municipal bond introduced by the 2009 American Recovery and Reinvestment Act intended to help states and local governments fund new capital projects by borrowing on a taxable basis and then providing a 35% federal interest subsidy. He further explained that this structure was intended to attract a broader range of investors.

Mr. Bergin informed the Members that projects financed in 2009 and 2010 by the BABs included capital projects for SUNY and CUNY, various environmental infrastructure projects, correctional and youth facilities, police and state facilities, and remediation of certain hazardous waste sites. He noted that the outstanding taxable State Personal Income Tax Revenue Bonds issued by DASNY and ESD as BABs are anticipated to be refunded on a tax-exempt basis, subject to the tax review.

Mr. Bergin reported that since 2013, federal budget sequestration or automatic spending cuts have reduced the 35% direct subsidy payments to issuers. He stated that beginning in 2013, the federal subsidy for interest payments was reduced due to the sequestration rules of the Budget Control Act of 2011 and dropped to approximately 32%. Mr. Bergin informed the Members that the current interest subsidy is approximately 33%. Mr. Bergin stated that to mitigate the risk of future reductions or the complete elimination of the federal interest subsidy, the State is seeking authorization to refund, from time to time, the outstanding State Personal Income Tax Revenue Bonds issued by DASNY and ESD as BABs. He noted that any such refundings are expected to be undertaken over time if they result in savings.

Mr. Bergin explained that for the Personal Income Tax Revenue Bond Program, security includes 50% of the receipts from the New York State personal income tax, 50% of the employer compensation expense program, and 50% of the receipts from the pass-through entity tax which are deposited into the Revenue Bond Tax Fund. With respect to the Sales Tax Revenue Bond Program, security includes 50% of the four percent New York State sales tax which is deposited in the Sales Tax Revenue Bond Tax Fund.

Mr. Bergin reported that for the fiscal year ending March 31, 2026, the debt service coverage on all outstanding State Personal Income Tax Revenue bonds is projected to be 9.1 times total debt service and the debt service coverage on all outstanding State Sales Tax Revenue bonds is projected to be 6.7 times total debt service. He stated that the expected ratings of either program are Aa1/AA+/AA+ and AAA.

Mr. Ronski stated that the State Comptroller recently issued a report expressing optimism regarding Sales Tax and PIT revenue for next year.

The Committee Members unanimously agreed to recommend full Board Approval of the financing.

The Finance Committee meeting was adjourned at approximately 9:40 a.m.

Respectfully submitted,

Sara P. Richards
Assistant Secretary

DRAFT