

MATERIAL EVENT NOTICE

Related to

HARRIS COUNTY CULTURAL EDUCATION FACILITIES FINANCE CORPORATION MEDICAL FACILITIES REFUNDING BONDS

(BAYLOR COLLEGE OF MEDICINE)

**Series 2008E due November 15, 2035, CUSIP No: 414008 AA0
(the "Series 2008E Bonds")**

The Series 2008E Bonds have been assigned a new long-term rating of "Aa1" by Moody's Investors Service ("*Moody's*"). The long-term rating assigned to the Series 2008E Bonds is based principally on the long-term rating assigned by Moody's to the Letter of Credit issued by JPMorgan Chase Bank, National Association. The long-term rating of the Series 2008E Bonds by Moody's reflects only the views of such organization at the time such long-term rating is given, and the College makes no representation as to the appropriateness of the long-term ratings. There is no assurance that such long-term rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely if, in the judgment of Moody's, circumstances so warrant. Any such downward revision or withdrawal of the long-term ratings may have an adverse effect on the market price of the Series 2008E Bonds.

Any explanation of the Moody's rating may be obtained by Moody's Investors Service at 7 World Trade, New York, New York 10007.

The information in the Material Event Notice is provided solely to comply with the College's contractual commitment to provide the information specified therein. The Material Event Notice is not made by the College in connection with a purchase or sale of bonds and accordingly is not intended to contain all information material to a decision to purchase or sell bonds.

For further information please contact Mr. Jim Friou, Director of Treasury Services, Baylor College of Medicine, One Baylor Plaza, T-100 MS: 203, Houston, TX 77030-3411, by phone (713)798-4375 or Mr. Michael Lee, Assistant Treasurer, Baylor College of Medicine, One Baylor Plaza, T-100 MS: 203, Houston, TX 77030-3411 by phone (713) 798-5627.

The date of this Notice is September 22, 2009.