

**ANNUAL REPORT OF
CITIZENS BOND OVERSIGHT COMMITTEE
MARIN HEALTHCARE DISTRICT
May 2020**

On November 5, 2013, eligible voters of Marin County, California approved Measure F which authorized the Marin Healthcare District (District) to issue \$394,000,000 in general obligation bonds (Bonds) in order to (a) make seismic upgrades to Marin General Hospital to meet stricter California earthquake standards and keep open Marin County's only designated trauma center, (b) expand and enhance emergency and other medical facilities, (c) provide the latest lifesaving medical facilities for treatment of heart, stroke, cancer and other diseases, and (d) reduce emergency room wait times.

After passage of Measure F, the District promulgated the General Obligation Citizens Bond Oversight Committee Charter (Charter), which established the purpose, duties and operations of the Citizens Bond Oversight Committee (Committee). The Marin Healthcare District Board of Directors then selected six Marin County residents to serve as uncompensated members of the Committee for a minimum term of two years.

The Charter states that the role of the Committee is to represent, advocate and promote the interests of District taxpayers and to inform the public concerning the District's expenditure of Bond proceeds. The Charter requires the Committee to report to the public annually on its activities and findings. It is in compliance with this mandate that the Committee submits this Annual Report which covers the period from November 1, 2018 through October 31, 2019.

During the reporting period, the Committee met quarterly in February, May, September and December 2019. In attendance at each Committee meeting in 2019, among others, were the Chief Financial Officer or Interim Chief Financial Officer (CFO) and the Controller or Interim Controller of the District, as well as the Project Manager. At each quarterly meeting, the Committee received updates from the Project Manager on construction progress. It also received updates from District staff on the status of the Bonds, funding and project costs via itemized spreadsheets detailing the expenditure of Bond proceeds as well as spreadsheets detailing future projected expenditures of Bond proceeds. In addition, in September 2019, the Committee took an extensive tour of the construction site.

During the reporting period, the Committee worked closely, yet independently, with the CFO and the financial team, which have the day to day responsibility and accountability to the Board of Directors of the District for Measure F implementation and oversight. This team informed the Committee that it had established internal and external systems and controls to ensure that all Bond proceeds were spent only for purposes consistent with Measure F. Based upon this information and the aforementioned review, to the best knowledge of the Committee, for the period from November 1, 2018 through October 31, 2019, the District's expenditure of Bond proceeds has been in accordance with the purposes stated in Measure F.

May 20, 2020

**CITIZENS BOND OVERSIGHT COMMITTEE
MARIN HEALTHCARE DISTRICT**

Chair: Leslie M. Lava

Vice Chair: Jonathan Frieman

Members: Steven Dely, George J. Feiss, Charles D. Reite and Jeffrey E. Tsai