

MARIN HEALTHCARE DISTRICT

100-B Drake's Landing Road, Suite 250, Greenbrae, CA 94904

Telephone: 415-464-2090

Fax: 415-464-2094

Website: www.marinhealthcare.org

Email: info@marinhealthcare.org

BOARD OF DIRECTORS FINANCE & AUDIT COMMITTEE TUESDAY, MAY 5, 2026 @ 5:30 P.M.

Committee:

Chair: Brian Su, MD

Member: Edward Alfrey, MD

Staff: David Klein, MD, CEO

Eric Brettner, CFO

Liz Lasnier, Controller

Support: Tricia Lee, EA

Location:

Marin Healthcare District Office

100B Drakes Landing, Road Suite 250

Greenbrae, CA 94904

Guests: Debashis Chowdhury

Jason Levey

(Canterbury Consulting)

AGENDA

- | | | <u>TAB</u> |
|---|-------------------------|------------|
| 1. Call to Order / Approval of the Agenda (action) | Su | |
| 2. Approval of the Minutes of the MHD Finance & Audit Committee Meeting of December 15, 2025 (action) | Su | #1 |
| 3. Public Comment
<i>Any member of the audience may make statements regarding any item NOT on the agenda. Statements are limited to a maximum of three (3) minutes. Please state and spell your name if you wish it to be recorded in the minutes.</i> | Su | |
| 4. Review: MHD Corporate Investment Portfolio | Brettner/
Canterbury | #2
#3 |
| 5. District Financial Reports | Brettner | |
| A. December | | #4 |
| B. January | | #5 |
| C. February | | #6 |
| D. March | | |
| 6. Adjournment | Su | |

Next meeting: TBD

A copy of the agenda for the Meeting will be posted and distributed at least seventy-two (72) hours prior to the meeting.

In compliance with the Americans with Disabilities Act, if you require accommodations to participate in a District meeting please contact the District office at 415-464-2090 at least 48 hours prior to the meeting.

Tab 1

MARIN HEALTHCARE DISTRICT

100-B Drakes Landing Road, Suite 250, Greenbrae, CA 94904

Telephone: 415-464-2090

Fax: 415-464-2094

Website: www.marinhealthcare.org

Email: info@marinhealthcare.org

**Board of Directors
Finance and Audit Committee
Monday, December 15, 2025 @ 5:30 P.M.
Marin Healthcare District Office**

MINUTES

1. Call to Order

Chair Su called the meeting to order at 5:34 pm.

2. Roll Call / Approval of Agenda / Approval of Minutes

Committee members present: Brian Su, MD (Chair); Ann Sparkman (Board Member);

Staff members present: Eric Brettner (CFO); Liz Lasnier (Controller); Jill Kinney, VP, Marketing Communications; Tricia Lee, (EA)

Approval of the Agenda: It was moved, seconded and carried to approve the agenda as presented.

Approval of the Minutes: It was moved, seconded and carried to approve the minutes of the meeting of the committee on September 16, 2025

3. Public Comment

There was no public comment.

4. Marin Healthcare District Corporate Investment Portfolio Review

Due to the absence of the investment advisor, the committee proceeded with a general review of the portfolio materials as presented by Mr. Brettner. Chair Su indicated that any follow-up questions could be submitted to the advisor afterward.

Mr. Brettner reported on the Marin Healthcare District Corporate Investment Portfolio and reviewed performance relative to benchmark indices. He noted that global equities were slightly ahead of benchmark on a year-to-date basis, while U.S. equities were slightly below benchmark overall, though one Vanguard fund slightly outperformed the S&P benchmark. He also noted strong non-U.S. equity performance, explaining that favorable exchange rate effects had contributed to returns.

Mr. Brettner also reported that the fixed income composite was performing at approximately 6% year-to-date, essentially in line with benchmark, with the core bond fund exceeding its benchmark by nearly a full percentage point.

6. District Financial Reports

A. August

Mr. Brettner reviewed the August financial statements and noted that the most significant balance sheet activity was the anticipated bond payment made in August. He explained that tax receipts are held in trust and used to make semiannual bond payments in August and February, which resulted in a decrease in assets. He stated that this was expected activity rather than an

MARIN HEALTHCARE DISTRICT

100-B Drakes Landing Road, Suite 250, Greenbrae, CA 94904

Telephone: 415-464-2090

Fax: 415-464-2094

Website: www.marinhealthcare.org

Email: info@marinhealthcare.org

**Board of Directors
Finance and Audit Committee
Monday, December 15, 2025 @ 5:30 P.M.
Marin Healthcare District Office**

MINUTES

unusual variance. He also noted that legal fees were somewhat higher in August, though they were below budget in subsequent months.

B. September

Mr. Brettner indicated there were no major unusual items in September and that activity generally remained in line with expectations.

C. October

Mr. Brettner advised that October likewise reflected no significant variances of concern and that expenses remained generally stable.

D. November

Mr. Brettner reviewed the November year-to-date results and reported that the District was favorable to budget by approximately \$266K, largely due to stronger-than-budgeted investment income, which was approximately \$400K favorable. He also noted that legal fees were materially under budget for the year, while accounting fees and board compensation were slightly under budget.

The committee discussed the marketing, advertising, and community education expense lines in greater detail. Chair Su requested clarification regarding how seminar-related advertising costs were being classified. Ms. Lasnier and Ms. Kinney reviewed the supplemental schedule and explained that certain advertising and website-related costs had been budgeted within the community education category. Chair Su and Director Sparkman suggested consolidating advertising costs related to community education into a single community education line item for ease of understanding and budget management. Chair Su also stated that website maintenance should be classified elsewhere, rather than under advertising.

Mr. Brettner advised that, from an accounting perspective, the amounts involved were not likely material, though classification should remain consistent with audited financial statement presentation. Staff agreed that going forward, the income statement could be revised so that community education would reflect the full cost of seminars and related activities, with website maintenance moved to another appropriate category, such as "other."

MARIN HEALTHCARE DISTRICT

100-B Drakes Landing Road, Suite 250, Greenbrae, CA 94904

Telephone: 415-464-2090

Fax: 415-464-2094

Website: www.marinhealthcare.org

Email: info@marinhealthcare.org

**Board of Directors
Finance and Audit Committee
Monday, December 15, 2025 @ 5:30 P.M.
Marin Healthcare District Office**

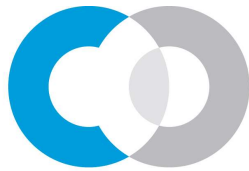
MINUTES

Ms. Kinney and Ms. Lasnier also explained that actual spending had come in well under budget because many outreach activities were conducted through participation in existing community events and pop-ups that did not require significant promotional expense. They noted that the principal seminar expense during the year was the February men's and women's health seminar, while other events, including the garden workshop, were promoted digitally at little or no cost. Chair Su observed that, based on current spending trends, the District had room within the budget to support additional community education programming in the coming year, including more Careers in Medicine events. Director Sparkman agreed. Staff was asked to communicate this recommendation to the Lease, Building, Education and Outreach Committee.

7. **Adjournment**

Chair Su adjourned the meeting at 6:10 pm.

Tab 2



Canterbury Consulting

Investment Performance Review

Presentation To:

MarinHealth District

Presented By:

Canterbury Consulting
610 Newport Center Drive, Suite 500
Newport Beach, California 92660

canterburyconsulting.com

Quarter Ending December 31, 2025

Quarter In Review

Fourth Quarter Commentary

- U.S. equity markets posted modest gains for the quarter, with all major indices finishing in positive territory. Still, returns were muted by a prolonged government shutdown, weaker job data, and growing concerns around elevated AI valuations. Large-cap equities, represented by the S&P 500, rose 2.66%, while the “Magnificent 7” gained 3.22%. Mid-cap & small-cap equities performed similarly, as the Russell 2500 returned 2.22% for the quarter, while the Russell 2000 finished the quarter up 2.19%.
- International developed and emerging markets outperformed U.S. equities during the quarter and on the year, driven by a weak US dollar and more attractive valuations. The MSCI EAFE Index gained 4.86% for the quarter, outpacing the S&P 500. Emerging markets performed similarly, with the MSCI EM Index advancing 4.73%.
- In the fourth quarter, the U.S. Federal Reserve reduced the federal funds rate by 25 basis points twice, bringing the target range to 3.50%-3.75%. Chair Powell continued to emphasize that rising unemployment and slowing job growth have increased downside risks to the labor market. Current projections indicate the Fed could implement one 25 basis point cut in 2026, though FOMC members remain divided amidst ongoing economic uncertainty.
- During the quarter, the yield curve continued to steepen as short-term rates declined while long-term yields generally remained unchanged, reflecting the FOMC’s two rate cuts and persistent uncertainty surrounding labor, inflation, and growth, especially due to the delayed releases of key economic data.

As of December 31, 2025

Returns through December 31, 2025

Index	QTD	YTD
Growth MSCI ACWI	3.29%	22.34%
Capital Preservation Bloomberg Global Aggregate	0.24%	8.17%
Inflation Protection Morningstar U.S. Real Asset*	1.08%	11.79%

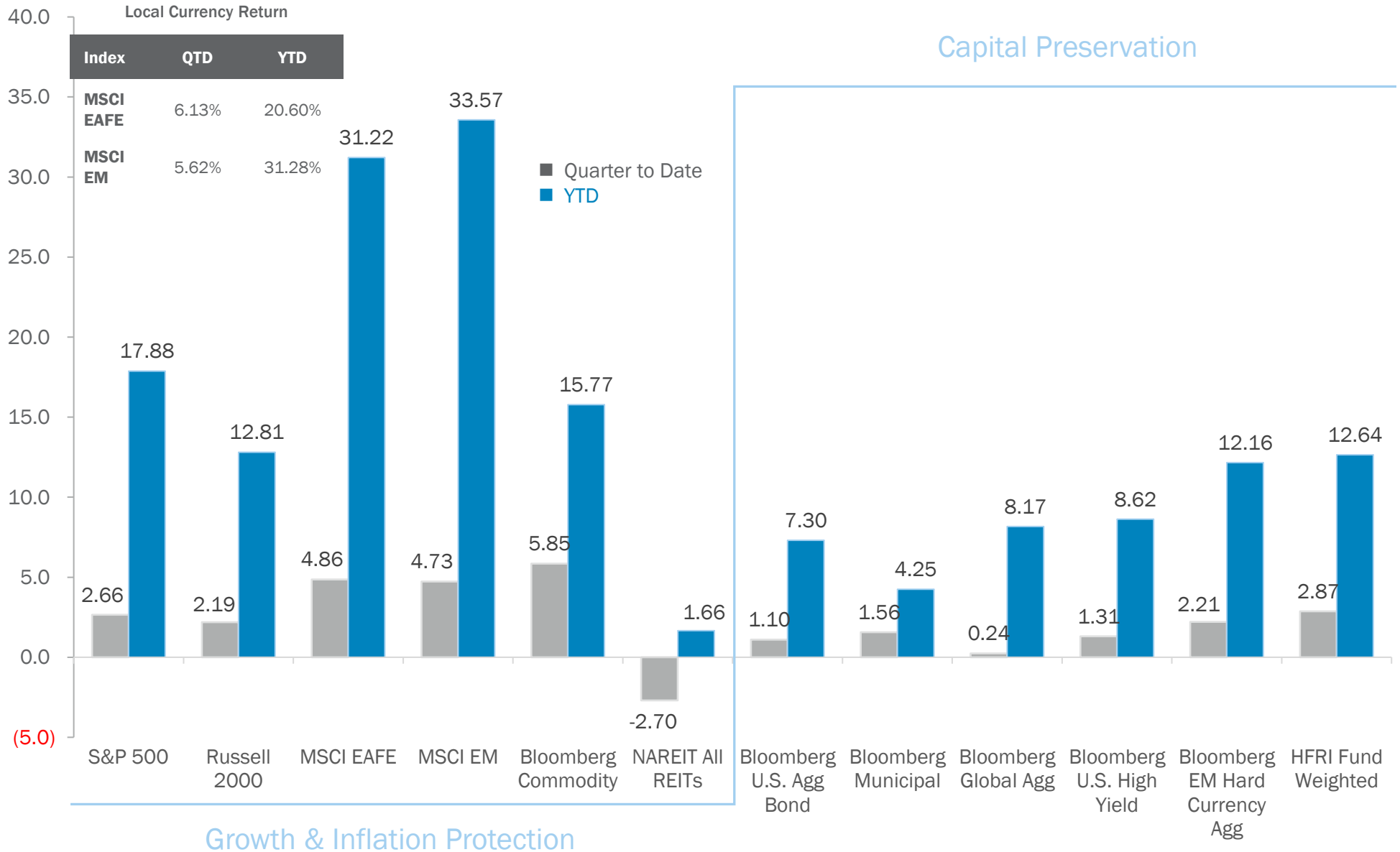
Sources: MSCI ACWI Index, MSCI ACWI ex-US Index, MSCI EAFE Index, MSCI EM Index, Federal Reserve Board of Governors, U.S. Bureau of Labor Statistics, Morningstar

[1] BofA IG & HY spreads data starting Jan 2006

*40% TIPS, 30% L/S Commodity, 15% REITs, 10% Global Nat. Resources, 5% MLPs

Index Returns (%)

As of December 31, 2025



Growth & Inflation Protection

Source: Morningstar

Year over Year Statistics¹

	December 31, 2020	December 31, 2021	December 31, 2022	December 31, 2023	December 31, 2024	December 31, 2025
S&P 500	3,756.07	4,766.18	3,839.50	4,769.83	5,881.63	6,845.50
S&P 500 EPS	116.06	180.59	202.52	194.17	209.86	241.24
P/E of S&P 500	32.36	26.39	18.96	24.57	28.03	28.38
P/E of MSCI EAFE	25.82	17.25	14.27	14.53	15.07	17.49
P/E of MSCI EM	23.47	15.05	12.30	14.45	14.83	17.03
S&P 500 Earnings Yield	3.09	3.79	5.27	4.07	3.57	3.52
Fed Funds Effective Rate	0.09	0.07	4.33	5.33	4.33	3.64
3 Month SOFR	0.07	0.09	4.59	5.33	4.31	3.65
10 Year Treasury Yield	0.92	1.51	3.88	3.88	4.57	4.17
30 Year Mortgage Rate	2.76	3.08	6.69	7.29	6.65	6.24
Bloomberg U.S. Agg Yield	1.12	1.75	4.68	4.53	4.91	4.32
Bloomberg HY Spread	3.60	2.83	4.69	3.23	2.87	2.66
Gold (\$/oz)	1,898.90	1,821.90	1,824.56	2,065.20	2,625.27	4,315.09
WTI Crude Oil (\$/bbl)	48.52	75.21	80.26	71.65	71.72	57.42
Unemployment Rate	6.70	3.90	3.50	3.80	4.10	4.40
Headline CPI²	1.40	7.00	6.50	3.40	2.90	2.70
VIX Index	22.75	17.22	21.67	12.45	17.35	14.95

Forward Looking Forecasts

	Real GDP ³	CPI ³	Unemployment ³	10-Yr Treasury ³	S&P 500 EPS ⁴	Forward P/E ⁴	MSCI EAFE EPS ⁴	Forward P/E ⁴	MSCI EM EPS ⁴	Forward P/E ⁴
2025	2.0%	2.7%	3.9%	4.17%	\$269.17	25.43	\$169.59	17.06	\$89.25	15.74
2026	1.9%	2.8%	4.4%	4.09%	\$309.27	22.13	\$187.16	15.46	\$105.42	13.32

1) Sources: MSCI, FRED, SP Global

2) Values are carried forward from the most recent reported value (11/30/2025)

3) Forecasts are consensus opinions from forecasting agencies

4) Index Forecasts - Forward 12-month estimate, Forward 24-month estimate

Estimate calculated from quarter end (i.e. Dec. 31, 2025 – Dec. 31, 2026). Price in P/E ratio static as of quarter end.

Current U.S. Economic Conditions: Expansionary

Contraction

U.S. GDP Growth
 U.S. Unemployment
 U.S. Credit Markets
 Volatility (VIX)
 Yield Curve
 Investor Sentiment

Normal Growth

U.S. GDP Growth: Above avg.
 U.S. Unemployment: Below avg.
 U.S. Credit Markets
 Volatility (VIX): Below avg.
 Yield Curve: Above avg.
 Investor Sentiment: Above avg.

Panic

U.S. GDP Growth
 U.S. Unemployment
 U.S. Credit Markets
 Volatility (VIX)
 Yield Curve
 Investor Sentiment

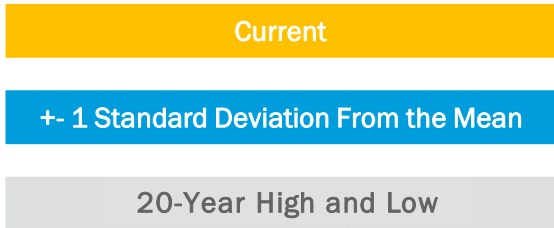
Manic Growth

U.S. GDP Growth
 U.S. Unemployment
 U.S. Credit Markets: Sig. below avg.
 Volatility (VIX)
 Yield Curve
 Investor Sentiment

Metrics	Quarter avg.	10-year avg.
U.S. GDP Growth: Prior Quarter avg. U.S. Real GDP versus the 10 year U.S. Real GDP average	4.3%	2.8%
U.S. Unemployment: Quarter avg. unemployment rate versus the 10 year average	4.4%	4.6%
U.S. Credit Markets: Quarter avg. Barclays US Corporate HY Average OAS versus the 10 year average	272	397
Volatility (VIX): Quarter avg. VIX average versus the 10 year VIX average	16.2	18.5
Yield Curve: Quarter avg. 30-year yield minus the quarter avg. 2-year yield versus the 10 year average	120 bps	81 bps
Investor Sentiment: Quarterly Sentiment spread versus the 10 year average spread. Spread measured by difference between Bull Sentiment Index and Bear Sentiment Index.	-0.3	-0.7

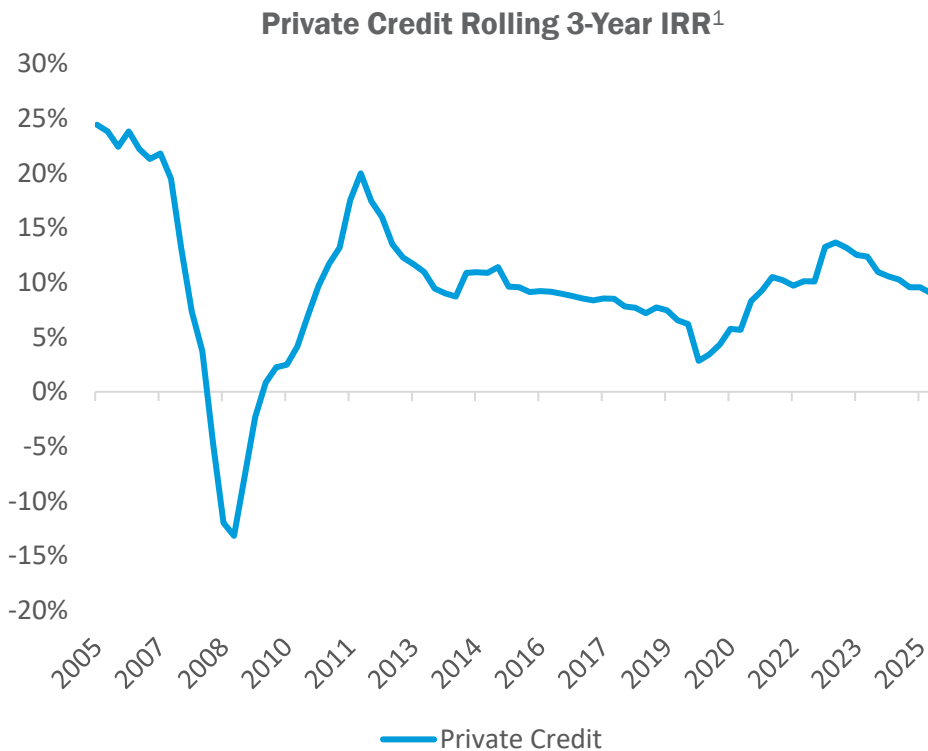
Global Positioning Indicators

As of December 31, 2025

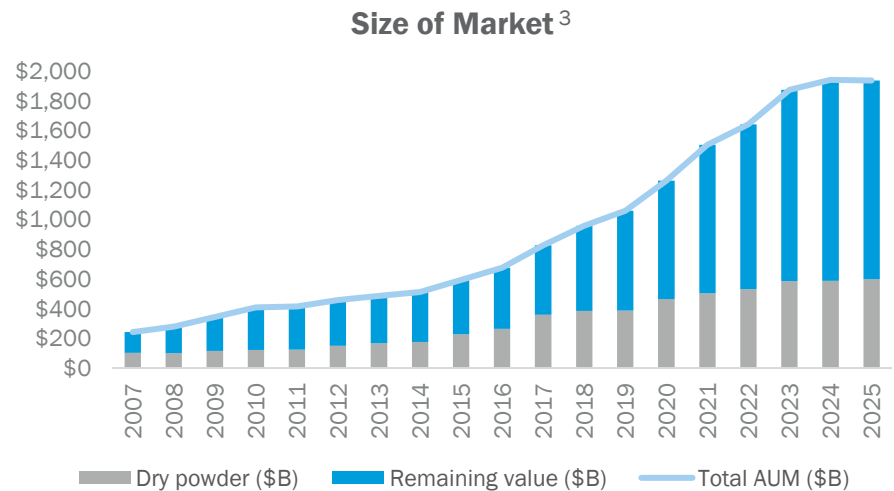
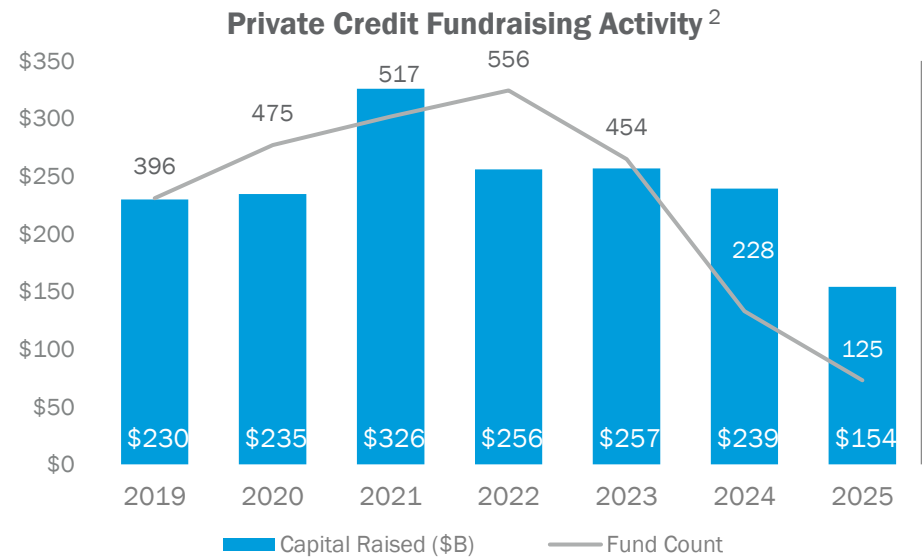


Sources: FRED, MSCI, SP Global

Market Environment



Historical Returns

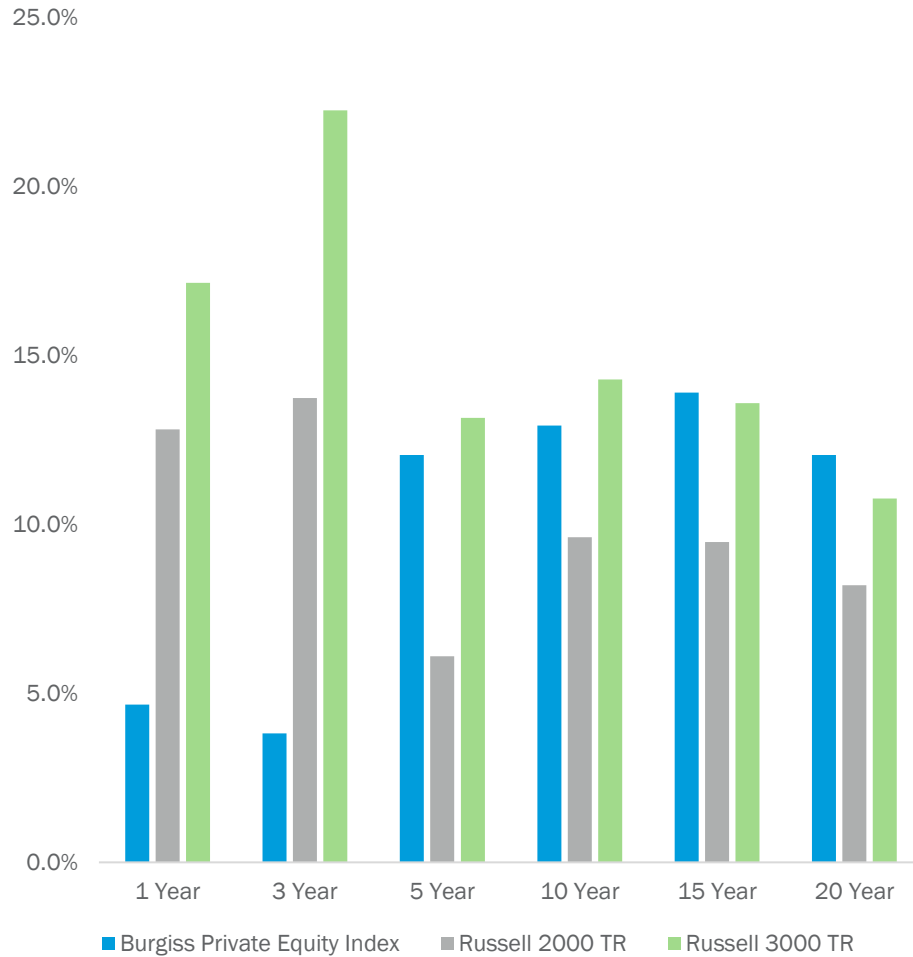


1) Pitchbook Data as of 9/30/2025. Private Credit includes the aggregation of general debt, venture debt, infrastructure debt, real estate debt, bridge financing, mezzanine debt, credit special situations, and distressed debt as defined by Pitchbook.

2) Pitchbook Data as of 9/30/2025

3) Pitchbook Data as of 3/31/2025

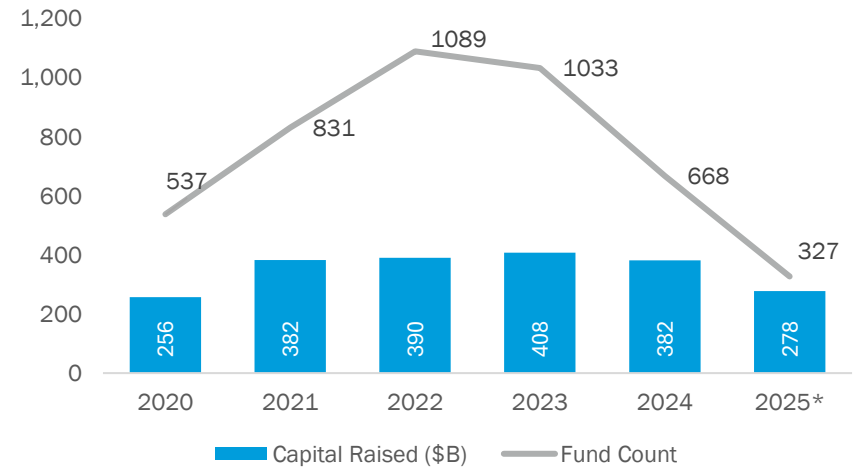
Private Equity and Public Equity Index Returns¹ as of 12/31/2025



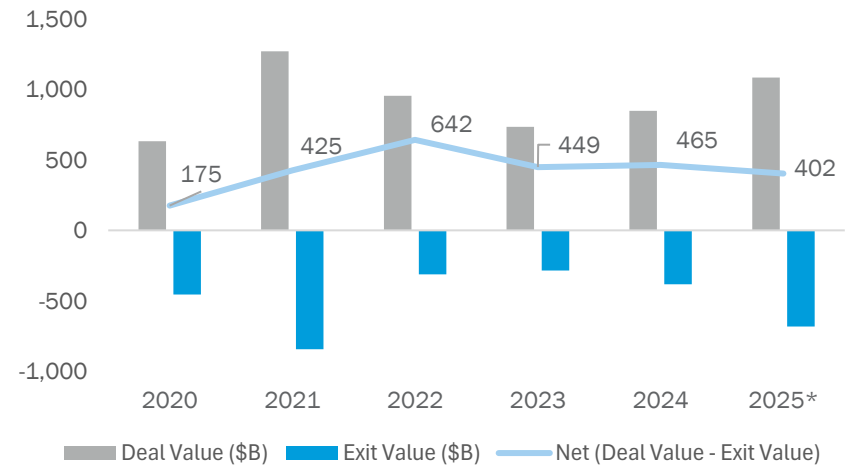
Historical Returns

Market Environment

US PE Fundraising Activity²



US Deal and Exit Value²



*as of December 31, 2025

(1) Source: MSCI Burgiss, FactSet, as of December 31, 2025

(2) Source: Pitchbook 2025 Annual US PE Breakdown



Executive Summary

Portfolio Review – December 31, 2025

- During the fourth quarter, the Total Fund Composite was up 2.1%, outperforming the Policy Index that was up 2.0% over the same period.

Performance Review

- U.S. equities delivered modest gains in the fourth quarter of 2025, extending the positive momentum established earlier in the year despite stretches of late-quarter volatility. The S&P 500 rose 2.7% QTD (17.9% YTD), while the Russell 3000 gained 2.4% QTD (17.2% YTD). Market sentiment was briefly pressured by a federal government shutdown in October, but overall performance was supported by strong corporate earnings and continued optimism around AI infrastructure investment. Large-cap technology stocks remained a key driver of returns, while market breadth improved meaningfully as small-cap stocks outperformed as seen on the Russell 2000, which gained 2.2% in Q4 (12.8% YTD), reflecting increased confidence in a potential economic soft landing. The U.S. equity segment in the portfolio was up 2.3% for the quarter (16.3% YTD).
- Non-U.S. equities delivered robust gains in the fourth quarter, significantly outperforming U.S. markets as a weaker U.S. dollar and aggressive fiscal stimulus measures in China and Europe boosted investor sentiment. The MSCI ACWI ex-U.S. IMI returned 4.8% QTD, bringing its YTD return to 32.0%. Emerging markets, particularly in Southeast Asia, benefited from shifting global supply chains and easing inflationary pressures. While idiosyncratic risks and year-end profit-taking led to some volatility in December, the overall trend remained firmly positive. The non-U.S. equity segment was up 4.9% for the quarter (33.9% YTD) in the portfolio.
- Fixed income markets posted positive but moderate returns in the fourth quarter, as yields stabilized following the Federal Reserve's pivot toward a more accommodative policy stance earlier in the year. The Bloomberg U.S. Aggregate Bond Index returned 1.1% QTD, finishing 2025 with a strong 7.3% YTD return. Globally, the Bloomberg Global Aggregate Bond Index gained 0.2% in Q4 (8.2% YTD) as major central banks broadly aligned with the Fed's easing sentiment. Credit sectors and high-yield bonds contributed positively throughout the year, supported by stable corporate fundamentals and tighter credit spreads. Overall, the fixed income segment returned 1.3% for the quarter (7.3% YTD).

Activity

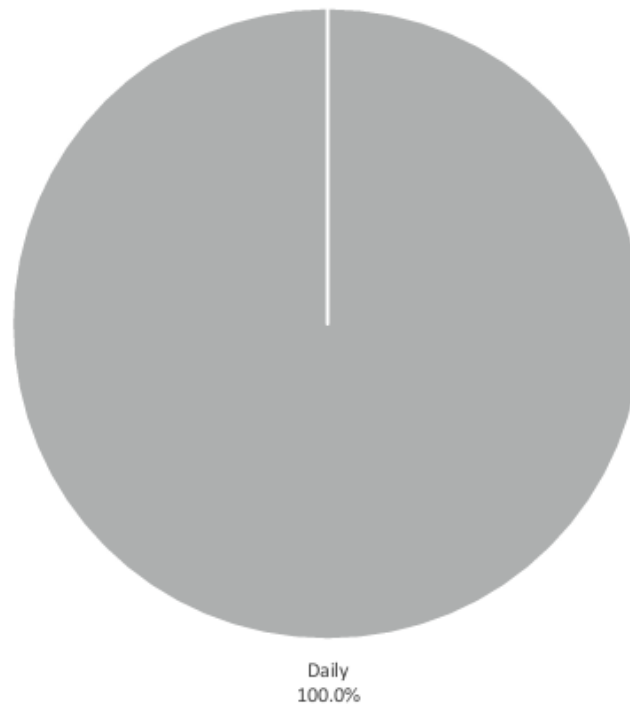
— No portfolio activity for the quarter.

Compliance

— As of December 31, 2025, the portfolio targets were in line with the ranges stated in the IPS.

Liquidity

— The portfolio contains a blend of public equity and fixed income mutual funds which both provide daily liquidity.



	Allocation			Net-of-Fees Performance (%)						
	Market Value \$	%	Policy(%)	1 Quarter	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
District Corporate	\$5,166,604	100.0	100.0	2.1	13.0	7.9	1.6	3.0	2.7	May 2016
Policy Index (District Corporate) ¹				2.0	13.3	8.3	0.5	2.6	2.0	
Global Equity Composite	\$2,240,794	43.4	40.0	3.2	22.3	-	-	-	21.0	Dec 2023
MSCI AC World Index (Net)				3.3	22.3	20.7	11.2	14.0	21.7	
US Equity Composite	\$1,457,416	28.2	26.0	2.3	16.3	-	-	-	21.4	Dec 2023
Russell 3000 Index				2.4	17.1	22.2	13.1	16.6	22.5	
Vanguard S&P 500	\$1,233,932	23.9	-	2.6	17.8	-	-	-	23.0	Dec 2023
S&P 500 Index (Net)				2.6	17.4	22.5	13.9	16.7	22.6	
Brown Advisory Small Value	\$109,304	2.1	-	0.5	5.9	-	-	-	13.4	Dec 2023
Russell 2000 Value Index				3.3	12.6	11.7	8.9	10.1	16.2	
WCM Small Growth	\$114,179	2.2	-	0.4	8.0	-	-	-	10.8	Dec 2023
Russell 2000 Growth Index				1.2	13.0	15.6	3.2	10.6	19.8	
Non-US Equity Composite	\$783,378	15.2	14.0	4.9	33.9	-	-	-	20.2	Dec 2023
MSCI AC World ex USA (Net)				5.1	32.4	17.3	7.9	10.1	20.2	
Dodge & Cox International	\$395,223	7.6	-	5.2	38.7	-	-	-	21.8	Dec 2023
MSCI AC World ex USA (Net)				5.1	32.4	17.3	7.9	10.1	20.2	
American Funds EuroPacific Growth	\$388,155	7.5	-	4.6	29.2	-	-	-	18.5	Dec 2023
MSCI AC World ex USA (Net)				5.1	32.4	17.3	7.9	10.1	20.2	
Fixed Income Composite	\$2,923,568	56.6	60.0	1.3	7.3	5.4	0.2	2.0	2.0	May 2016
Blmbg. U.S. Aggregate Index				1.1	7.3	4.7	(0.4)	2.0	1.7	
CCI Core Bond	\$1,355,440	26.2	-	1.3	8.4	5.5	0.0	2.8	2.3	May 2016
Blmbg. U.S. Aggregate Index				1.1	7.3	4.7	(0.4)	2.0	1.7	
Payden Limited Maturity	\$817,482	15.8	-	1.2	5.2	5.8	3.6	-	3.5	Sep 2020
90 Day U.S. Treasury Bill				1.0	4.2	4.8	3.2	2.7	3.0	
DoubleLine Total Return	\$750,646	14.5	-	1.3	8.1	-	-	-	5.0	May 2023
Blmbg. U.S. Aggregate Index				1.1	7.3	4.7	(0.4)	2.0	3.9	

CCI Core Bond track record includes history for the MetWest Total Return mutual fund prior to the funding of the co-mingled fund in March 2020.

	Allocation			Net-of-Fees Performance (%)						
	Market Value \$	%	Policy(%)	1 Quarter	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
Cash Composite	\$2,242	0.0	0.0	0.0	0.1	-	-	-	0.3	Feb 2023
90 Day U.S. Treasury Bill				1.0	4.2	4.8	3.2	2.7	4.8	
Cash	\$2,242	0.0	-	0.0	0.1	-	-	-	0.3	Feb 2023

CCI Core Bond track record includes history for the MetWest Total Return mutual fund prior to the funding of the co-mingled fund in March 2020.
⁴Russell 3000 Index: 26.00%, MSCI AC World ex USA (Net): 14.00%, Blmbg. U.S. Aggregate Index: 60.00%

Consulting Team

Debashis Chowdhury, CFA
President
(949) 718-2215
dc@canterburyconsulting.com

Jason Levey, CAIA
Director
(949) 718-2244
jlevey@canterburyconsulting.com

Investment Analyst

Ethan Henry
Investment Analyst
(949) 718-2265
ejhenry9@canterburyconsulting.com

Information Disclaimer

The information set forth herein is confidential, and is for the sole use of our client and only in connection with the purposes for which it is presented. By accepting delivery of this document, the intended recipient agrees that:

The information set forth and the methodologies utilized herein are proprietary to Canterbury Consulting Incorporated (“Canterbury”); and

No part hereof will be reproduced for any reason, transferred or disclosed to others, or utilized for other than the express purposes set forth herein without the prior written consent of Canterbury, which consent may be withheld in Canterbury’s sole discretion.

Canterbury has exercised all reasonable professional care in preparing this report. However, we cannot ensure the accuracy of all the information contained in each investment value and performance measurement. Additionally, as clients may have investments with different managers, including managers not recommended by Canterbury, Canterbury is not involved in determining and/or reporting those values and therefore there may be a risk that the reproduction of these values on the Investment Performance Review could be inaccurate. Canterbury shall not be liable to customers or anyone else for inaccuracy, inauthenticity of information, errors, or omission of content contained herein. Regardless of the cause of such inaccuracy, inauthenticity, error, or omission, in no event shall Canterbury be liable for related or consequential damages.

This Investment Performance Review is provided as a management aid for our customers’ internal and informational use only, may include assets not covered by the SIPC, and may not reflect your actual portfolio. Please refer to your underlying custodial statements for more information. Data is taken directly from the underlying account’s current period statement and, in the case of private equity holdings, is calculated by adding/subtracting any current period contribution distribution to or from the prior period statement. The results are not to be distributed to any other party unless in full conformity with prevailing FINRA and SEC regulations. The Investment Performance Review does not constitute a recommendation by Canterbury and cannot be used for advertising or sales promotion purposes.

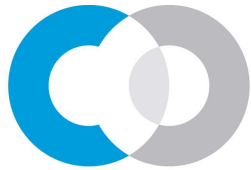
Please contact us at 949-721-9580 with any questions regarding the measurement, calculations, underlying custodial accounts, or any other information related to this report.

Information Disclaimer (cont'd)

The report contains information specific to the client, including investment as well as non-investment assets that are structured per the client's directive. The report provides information on assets that are tracked by Canterbury as well as personal assets, based on client request, that are designated and tracked by the client. In many cases the latter are distinguished as client designated assets. While not comprehensive, the following provides some guidance on the parameters of the reporting:

- **Client Designated Assets** – assets that are made solely by the client outside of their engagement with Canterbury. Information on these assets is derived from client designated resources, such as the client's accountant, tax attorney, the client themselves, etc. "Personal Use assets" may include real estate, art, vehicles, etc, the value of which is gathered from the client. These may not be investment assets and there is no expectation that these assets can be monetized for the value shown in the report. Personal assets and client designated assets that are not tracked in Canterbury's performance system are not included in the calculation of composite investment performance
- **Sourcing of Information:** Canterbury relies on custodians and administrators, third party record keepers and other sources that it deems reliable for data that is used to report performance in this report. Client designated assets are reported based on sources designated by the client but not validated by Canterbury. Canterbury will not be held liable for the accuracy of any information gathered for reporting purpose.
- **Periodicity of reporting:** While the performance update is as of the end of a month as shown, the updated performance and market value information is available at varying intervals for different kinds of investments. Private funds are often reported on a quarterly basis and at a lag given the timing of the availability of information. Direct investments are updated infrequently, on an ad hoc basis and dependent on transaction activity.
- **Dollar Gains:** Any information on dollar gains or losses for individual investments should be seen in light of the beginning value of the investment. The gain in performance may be small if the dollars gained or lost are small in relation to the size of the asset.
- **Projections:** Exhibits showing cashflow forecasts or projections are based on models that rely on assumptions related to timing and size of capital calls, spending, contributions, distributions, possible gains over time based on the historical patterns of similar investments in the asset class. These are for illustrative purposes only and are not to be relied on for accuracy. There is no guarantee that actual future cash flow will match those shown. Forecasted liquidity schedule shown are for illustrative purpose and may assume no change in market value in the future. There is no guarantee that future values will be as shown in the tables.

Tab 3



CanterburyConsulting

Investment Performance Review

Presentation To:

MarinHealth District

Presented By:

Canterbury Consulting
610 Newport Center Drive, Suite 500
Newport Beach, California 92660

canterburyconsulting.com

Quarter Ending March 31, 2026

First Quarter Commentary

- U.S. equity markets faced heightened volatility in the quarter as early strength gave way to a sharp risk-off move amid rising geopolitical tensions and energy-related inflation concerns. Losses were concentrated among growth-oriented equities. Large-cap equities, represented by the S&P 500, fell 4.3%, while the “Magnificent 7” lost 12.3%. Mid-cap & small-cap equities fared better, as the Russell 2500 returned 2.0% for the quarter, while the Russell 2000 finished the quarter up 0.9%.
- International developed and emerging markets faced similar pressures, finishing the quarter down modestly. More attractive valuations and diversified sector exposure helped temper drawdowns, though performance was constrained by a stronger U.S. dollar and higher energy prices. The MSCI EAFE Index lost 1.2% for the quarter, outpacing the S&P 500. Emerging markets securities performed similarly, with the MSCI EM Index remaining relatively flat, losing 0.2%.
- In the first quarter, the U.S. Federal Reserve maintained the federal funds rate at a target range of 3.50%-3.75%. Chair Powell continued to emphasize the Fed’s focus on elevated downside risks to the labor market, while also acknowledging the uncertainty around elevated energy prices and other impacts from the conflict in Iran. Current FOMC projections indicate the Fed could implement one 25 basis point cut in 2026, though FOMC members remain divided amidst ongoing economic and geopolitical uncertainty.
- During the quarter, the yield curve generally shifted higher, with intermediate rates rising more than longer-dated maturities, driven by energy-related inflation concerns.

Returns through March 31, 2026

Index	QTD	1-Year
Growth MSCI ACWI	-3.20%	20.01%
Capital Preservation Bloomberg Global Aggregate	-1.07%	4.26%
Inflation Protection Morningstar U.S. Real Asset*	6.13%	12.99%

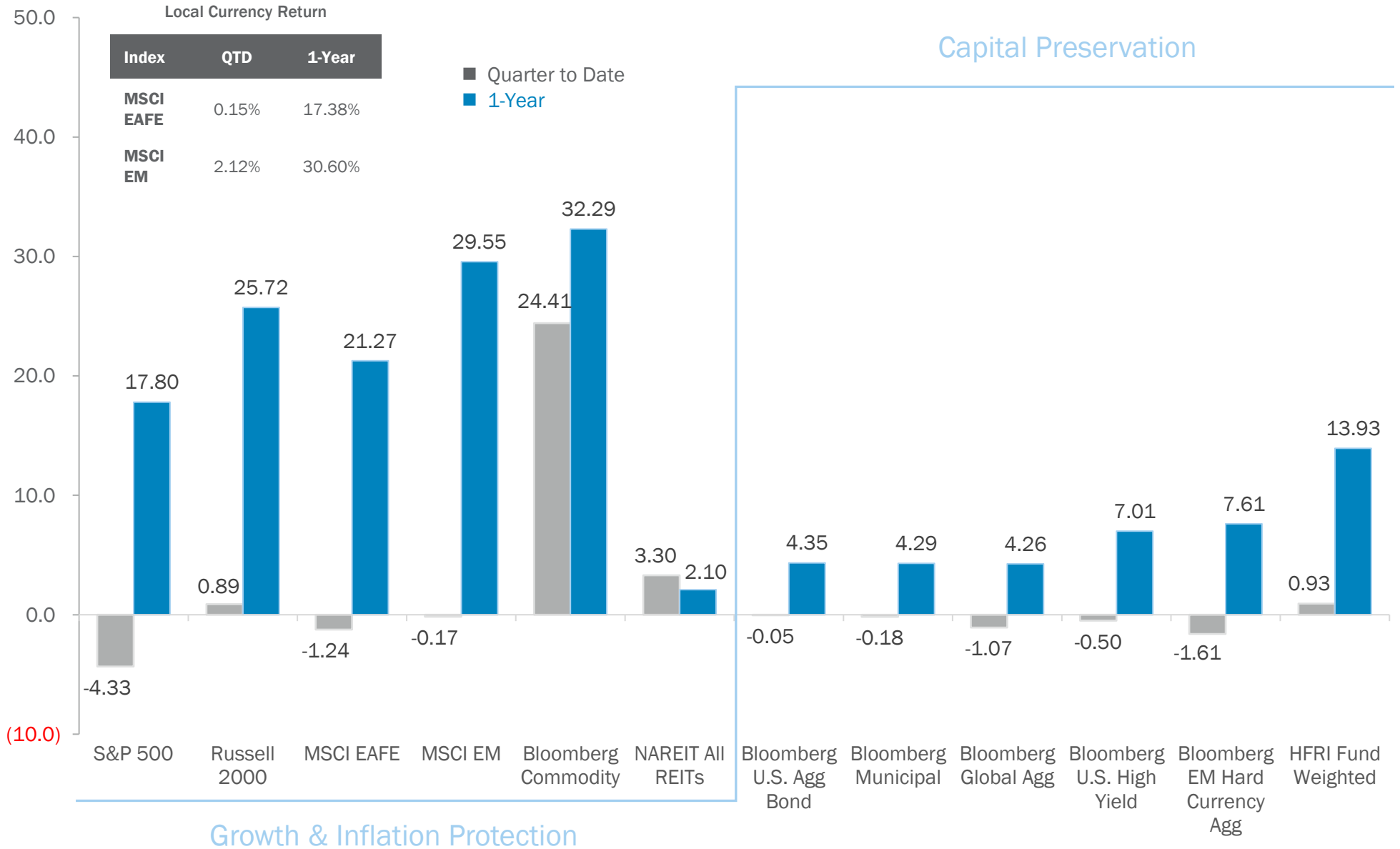
Sources: MSCI ACWI Index, MSCI ACWI ex-US Index, MSCI EAFE Index, MSCI EM Index, Federal Reserve Board of Governors, U.S. Bureau of Labor Statistics, Morningstar

[1] BofA IG & HY spreads data starting Jan 2006

*40% TIPS, 30% L/S Commodity, 15% REITs, 10% Global Nat. Resources, 5% MLPs

Index Returns (%)

As of March 31, 2026



Source: Morningstar

Year over Year Statistics¹

	March 31, 2021	March 31, 2022	March 31, 2023	March 31, 2024	March 31, 2025	March 31, 2026
S&P 500	3,972.89	4,530.41	4,109.31	5,254.35	5,611.85	6,528.52
S&P 500 EPS	116.78	199.53	195.65	198.81	221.61	248.85
P/E of S&P 500	34.02	22.71	21.00	26.43	25.32	26.23
P/E of MSCI EAFE	25.15	14.16	14.58	14.67	16.50	17.50
P/E of MSCI EM	21.05	14.32	12.16	15.57	14.60	16.32
S&P 500 Earnings Yield	2.94	4.40	4.76	3.78	3.95	3.81
Fed Funds Effective Rate	0.06	0.33	4.83	5.33	4.33	3.64
3 Month SOFR	0.02	0.68	4.91	5.30	4.29	3.68
10 Year Treasury Yield	1.74	2.32	3.49	4.20	4.21	4.32
30 Year Mortgage Rate	2.88	3.79	6.49	6.75	6.82	6.09
Bloomberg U.S. Agg Yield	1.61	2.92	4.40	4.85	4.60	4.57
Bloomberg HY Spread	3.10	3.25	4.55	2.99	3.47	3.17
Gold (\$/oz)	1,707.20	1,936.90	1,969.84	2,233.43	3,123.37	4,669.23
WTI Crude Oil (\$/bbl)	59.16	100.28	75.67	83.17	71.48	101.38
Unemployment Rate	6.10	3.70	3.50	3.90	4.20	4.30
Headline CPI	2.60	8.50	5.00	3.50	2.40	3.30
VIX Index	19.40	20.56	18.70	13.01	22.28	25.25

Forward Looking Forecasts

	Real GDP ³	CPI ³	Unemployment ³	10-Yr Treasury ³	S&P 500 EPS ⁴	Forward P/E ⁴	MSCI EAFE EPS ⁴	Forward P/E ⁴	MSCI EM EPS ⁴	Forward P/E ⁴
2026	2.0%	2.7%	3.9%	4.17%	\$317.35	20.57	\$187.97	15.10	\$119.73	11.67
2027	1.9%	2.8%	4.4%	4.09%	\$369.51	17.67	\$208.10	13.64	\$137.04	10.20

1) Sources: MSCI, FRED, SP Global

2) Forecasts are consensus opinions from forecasting agencies

3) Index Forecasts - Forward 12-month estimate, Forward 24-month estimate

Estimate calculated from quarter end (i.e. Mar. 31, 2026 – Mar. 31, 2027). Price in P/E ratio static as of quarter end.

Current U.S. Economic Conditions: Decelerating

Contraction

U.S. GDP Growth

U.S. Unemployment

U.S. Credit Markets

Volatility (VIX): Above avg.

Yield Curve

Investor Sentiment

Normal Growth

U.S. GDP Growth

U.S. Unemployment: Below avg.

U.S. Credit Markets: Below avg.

Volatility (VIX)

Yield Curve: Above avg.

Investor Sentiment: Above avg.

Panic

U.S. GDP Growth: Sig. below avg.

U.S. Unemployment

U.S. Credit Markets

Volatility (VIX)

Yield Curve

Investor Sentiment

Manic Growth

U.S. GDP Growth

U.S. Unemployment

U.S. Credit Markets

Volatility (VIX)

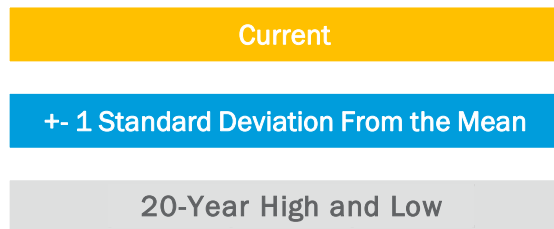
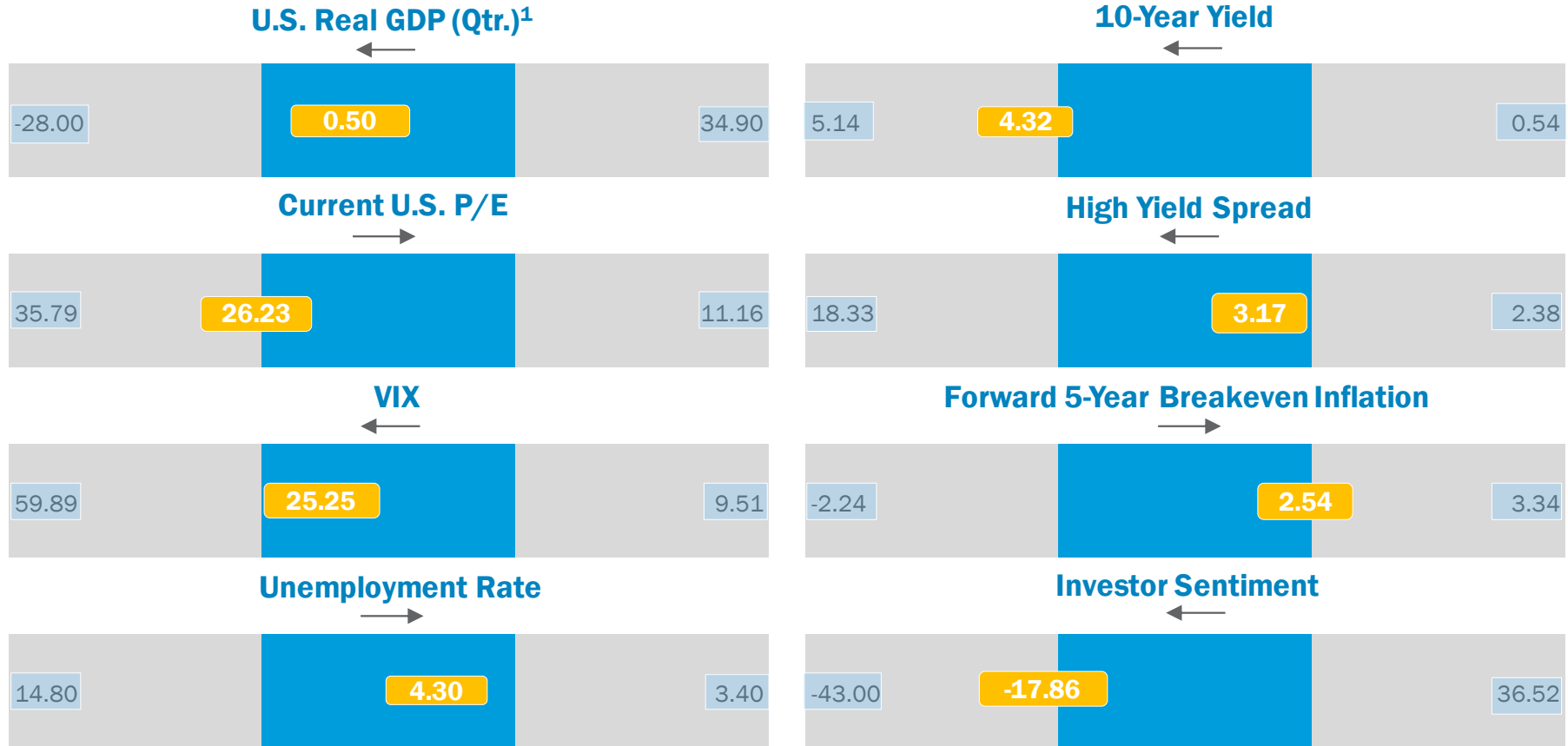
Yield Curve

Investor Sentiment

Metrics	Quarter avg.	10-year avg.
U.S. GDP Growth: Prior Quarter avg. U.S. Real GDP versus the 10 year U.S. Real GDP average	0.5%	2.7%
U.S. Unemployment: Quarter avg. unemployment rate versus the 10 year average	4.3%	4.6%
U.S. Credit Markets: Quarter avg. Barclays US Corporate HY Average OAS versus the 10 year average	291	387
Volatility (VIX): Quarter avg. VIX average versus the 10 year VIX average	20.9	18.5
Yield Curve: Quarter avg. 30-year yield minus the quarter avg. 2-year yield versus the 10 year average	124 bps	80 bps
Investor Sentiment: Quarterly Sentiment spread versus the 10 year average spread. Spread measured by difference between Bull Sentiment Index and Bear Sentiment Index.	-0.3	-0.6

Global Positioning Indicators

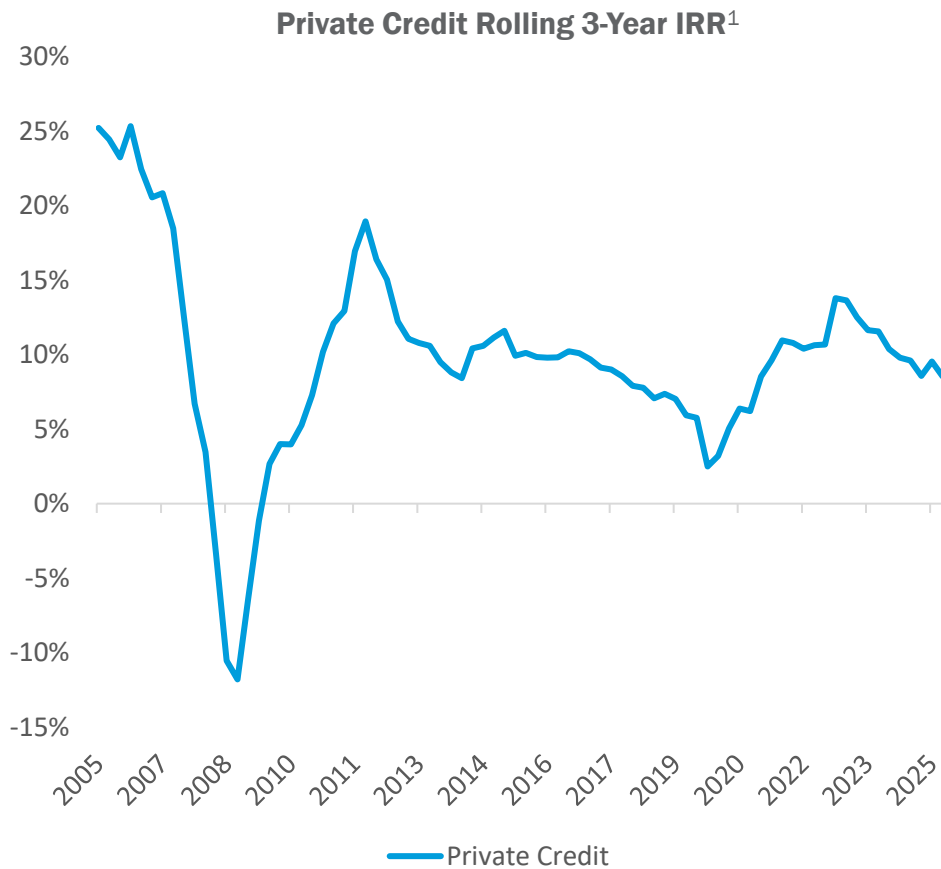
As of March 31, 2026



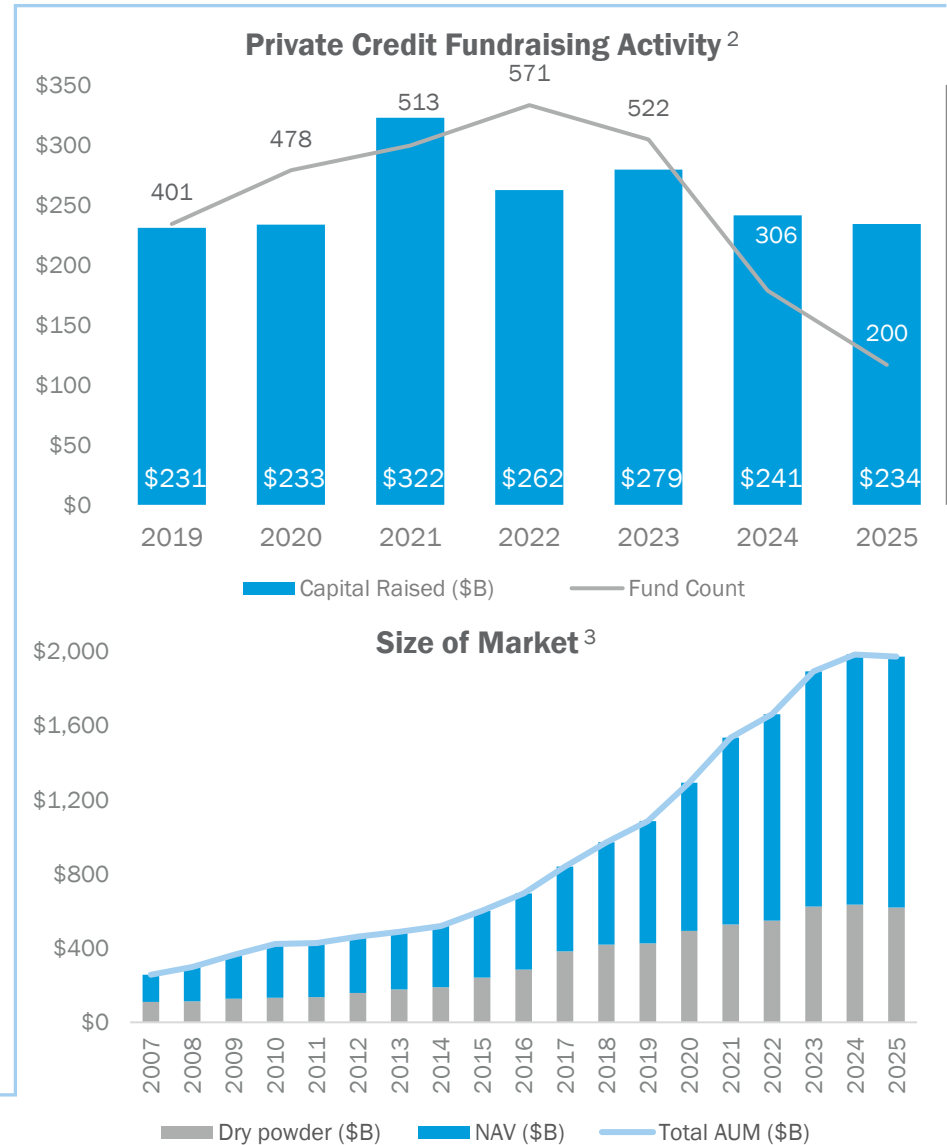
Sources: FRED, MSCI, SP Global

1) Data as of 12/31/2025

Market Environment



Historical Returns



*All values are denominated in USD.

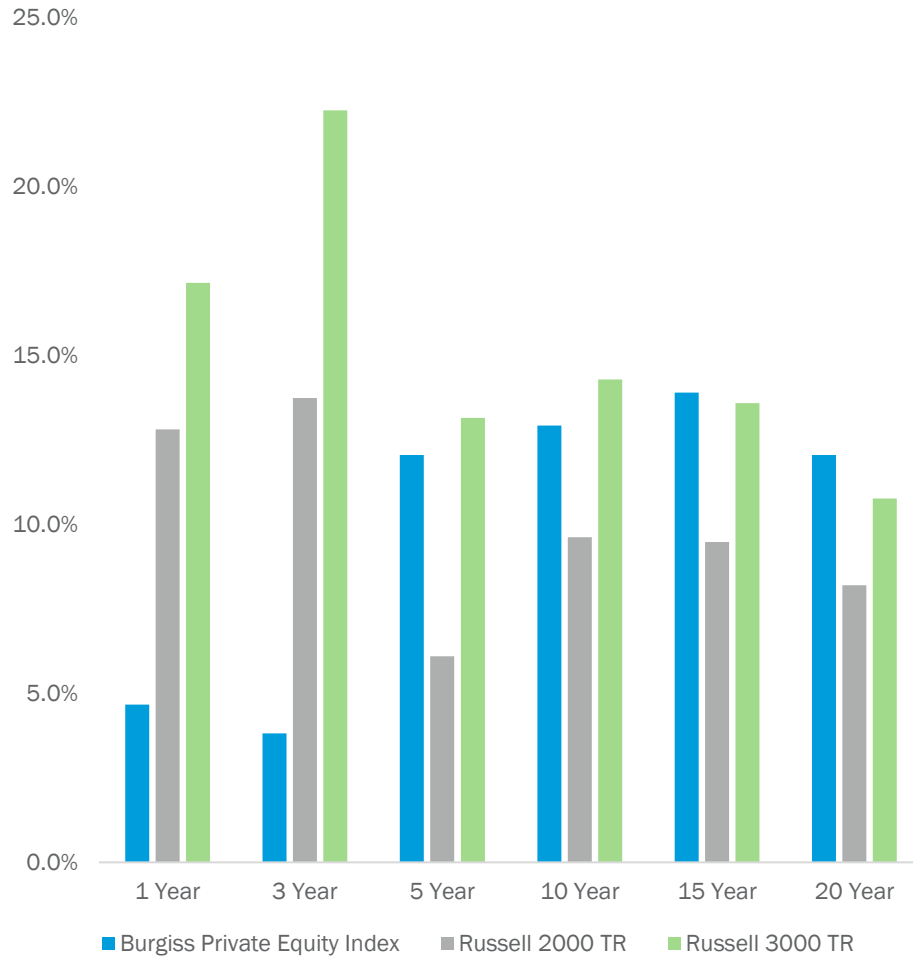
1) Pitchbook Data as of 12/31/2025. Private Credit includes the aggregation of general debt, venture debt, infrastructure debt, real estate debt, bridge financing, mezzanine debt, credit special situations, and distressed debt as defined by Pitchbook.

2) Pitchbook Data as of 12/31/2025

3) Pitchbook Data as of 6/30/2025

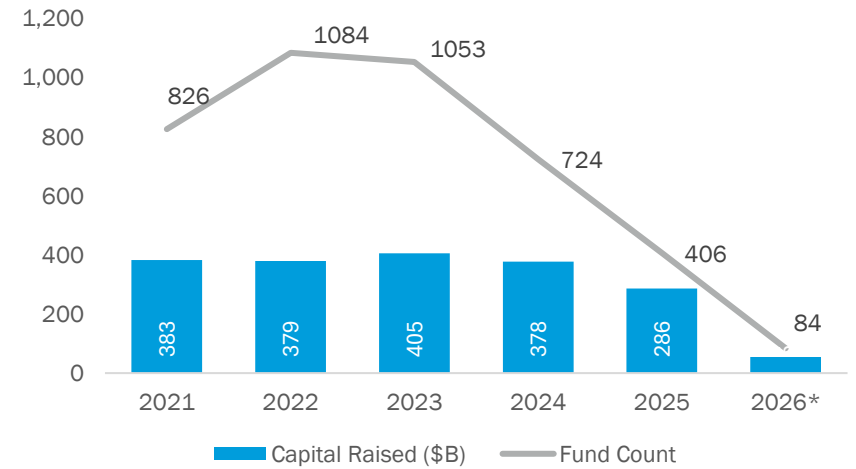
Market Environment

Private Equity and Public Equity Index Returns¹ as of 12/31/2025

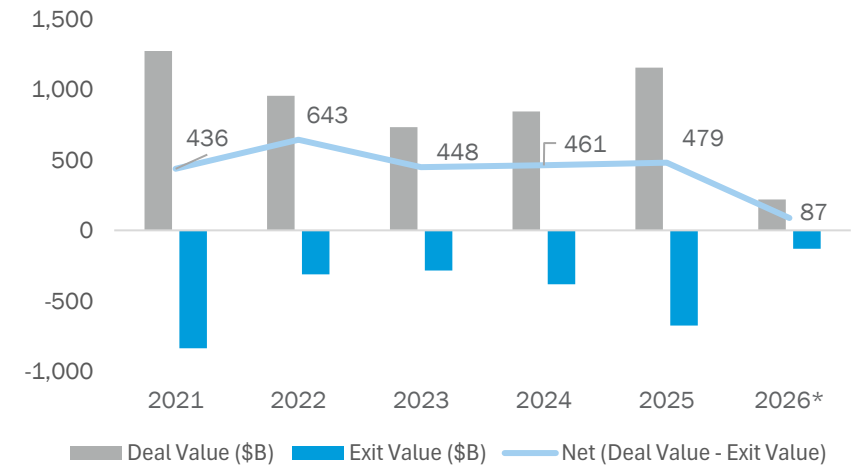


Historical Returns

US PE Fundraising Activity²



US Deal and Exit Value²



*as of March 31, 2026

(1) Source: MSCI Burgiss, FactSet, as of December 31, 2025

(2) Source: Pitchbook Q1 2026 US PE Breakdown



Executive Summary

Portfolio Review – March 31, 2026

- During the first quarter, the Total Fund Composite was up 1.8%, outperforming the Policy Index that was down -1.1% over the same period.

Performance Review

- Early gains in the U.S. equity markets reversed over the first quarter with volatility becoming much more pronounced in the month of March. Rising geopolitical tensions toward quarter-end contributed to higher oil prices and renewed inflation concerns, leading to a more cautious outlook for interest rates. The S&P 500 declined 4.3%, while the Russell 3000 fell 4.0% for the quarter. Sector performance was mixed, with commodity stocks benefiting from higher prices, while technology and consumer discretionary stocks lagged. Small- and mid-cap stocks were relatively more resilient, supported by more attractive valuations and greater exposure to cyclical areas of the market.
- International equities also delivered mixed results during the quarter but faring better overall performance relative to U.S. equities. The MSCI ACWI ex-U.S. IMI declined 0.7% for the quarter. Emerging markets initially benefited from improving growth expectations, though performance moderated later as geopolitical risks created concerns over disruptions in key trade routes for commodities.
- Fixed income markets were volatile during the first quarter as investors reassessed inflation trends and the potential path of central bank policy. The Bloomberg U.S. Aggregate Bond Index declined 0.1%, while the Bloomberg Global Aggregate Bond Index fell 1.1% for the quarter. Treasury yields moved higher later in the period as inflation concerns resurfaced, limiting returns across core bond markets. Credit and high-yield sectors demonstrated relative resilience, supported by higher income, although spreads widened modestly in response to increased market uncertainty. The fixed income segment returned 0.1% for the quarter.

Activity

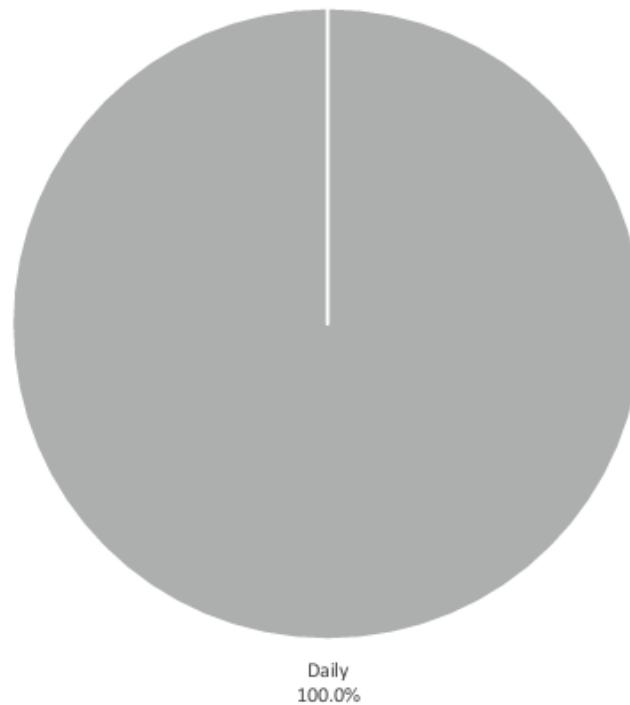
– All global equity positions were liquidated in late January and are currently held in cash.

Compliance

– As of March 31, 2025, the portfolio targets were in line with the ranges stated in the IPS.

Liquidity

– The portfolio contains a blend of cash and fixed income mutual funds which both provide daily liquidity.



	Allocation			Net-of-Fees Performance (%)						
	Market Value \$	%	Policy(%)	1 Quarter	1 Year	3 Years	5 Years	7 Years	Since Inception	Inception Date
District Corporate	\$5,780,320	100.0	100.0	1.8	13.6	7.5	2.5	2.8	2.8	May 2016
Policy Index (District Corporate) ¹				(1.1)	10.7	6.6	1.2	2.1	1.8	
Fixed Income Composite	\$2,927,622	50.6	50.0	0.1	4.9	4.5	0.8	1.6	1.9	May 2016
Blmbg. U.S. Aggregate Index				0.0	4.3	3.6	0.3	1.6	1.7	
CCI Core Bond	\$1,354,961	23.4	-	0.0	5.2	4.3	0.6	2.3	2.3	May 2016
Blmbg. U.S. Aggregate Index				0.0	4.3	3.6	0.3	1.6	1.7	
Payden Limited Maturity	\$822,844	14.2	-	0.7	4.6	5.6	3.7	-	3.5	Sep 2020
90 Day U.S. Treasury Bill				0.8	4.0	4.7	3.3	2.7	3.0	
DoubleLine Total Return	\$749,818	13.0	-	(0.1)	4.6	-	-	-	4.5	May 2023
Blmbg. U.S. Aggregate Index				0.0	4.3	3.6	0.3	1.6	3.5	
Cash Composite	\$2,852,698	49.4	50.0	0.6	0.7	0.5	-	-	0.5	Feb 2023
90 Day U.S. Treasury Bill				0.8	4.0	4.7	3.3	2.7	4.7	
Cash	\$85,801	1.5	-	0.0	0.1	0.3	-	-	0.3	Feb 2023

CCI Core Bond track record includes history for the MetWest Total Return mutual fund prior to the funding of the co-mingled fund in March 2020.

Consulting Team

Debashis Chowdhury, CFA
President
(949) 718-2215
dc@canterburyconsulting.com

Jason Levey, CAIA
Director
(949) 718-2244
jlevey@canterburyconsulting.com

Investment Analyst

Ethan Henry
Investment Analyst
(949) 718-2265
ejhenry9@canterburyconsulting.com

Information Disclaimer

The information set forth herein is confidential, and is for the sole use of our client and only in connection with the purposes for which it is presented. By accepting delivery of this document, the intended recipient agrees that:

The information set forth and the methodologies utilized herein are proprietary to Canterbury Consulting Incorporated (“Canterbury”); and

No part hereof will be reproduced for any reason, transferred or disclosed to others, or utilized for other than the express purposes set forth herein without the prior written consent of Canterbury, which consent may be withheld in Canterbury’s sole discretion.

Canterbury has exercised all reasonable professional care in preparing this report. However, we cannot ensure the accuracy of all the information contained in each investment value and performance measurement. Additionally, as clients may have investments with different managers, including managers not recommended by Canterbury, Canterbury is not involved in determining and/or reporting those values and therefore there may be a risk that the reproduction of these values on the Investment Performance Review could be inaccurate. Canterbury shall not be liable to customers or anyone else for inaccuracy, inauthenticity of information, errors, or omission of content contained herein. Regardless of the cause of such inaccuracy, inauthenticity, error, or omission, in no event shall Canterbury be liable for related or consequential damages.

This Investment Performance Review is provided as a management aid for our customers’ internal and informational use only, may include assets not covered by the SIPC, and may not reflect your actual portfolio. Please refer to your underlying custodial statements for more information. Data is taken directly from the underlying account’s current period statement and, in the case of private equity holdings, is calculated by adding/subtracting any current period contribution distribution to or from the prior period statement. The results are not to be distributed to any other party unless in full conformity with prevailing FINRA and SEC regulations. The Investment Performance Review does not constitute a recommendation by Canterbury and cannot be used for advertising or sales promotion purposes.

Please contact us at 949-721-9580 with any questions regarding the measurement, calculations, underlying custodial accounts, or any other information related to this report.

Information Disclaimer (cont'd)

The report contains information specific to the client, including investment as well as non-investment assets that are structured per the client's directive. The report provides information on assets that are tracked by Canterbury as well as personal assets, based on client request, that are designated and tracked by the client. In many cases the latter are distinguished as client designated assets. While not comprehensive, the following provides some guidance on the parameters of the reporting:

- **Client Designated Assets** – assets that are made solely by the client outside of their engagement with Canterbury. Information on these assets is derived from client designated resources, such as the client's accountant, tax attorney, the client themselves, etc. "Personal Use assets" may include real estate, art, vehicles, etc, the value of which is gathered from the client. These may not be investment assets and there is no expectation that these assets can be monetized for the value shown in the report. Personal assets and client designated assets that are not tracked in Canterbury's performance system are not included in the calculation of composite investment performance
- **Sourcing of Information:** Canterbury relies on custodians and administrators, third party record keepers and other sources that it deems reliable for data that is used to report performance in this report. Client designated assets are reported based on sources designated by the client but not validated by Canterbury. Canterbury will not be held liable for the accuracy of any information gathered for reporting purpose.
- **Periodicity of reporting:** While the performance update is as of the end of a month as shown, the updated performance and market value information is available at varying intervals for different kinds of investments. Private funds are often reported on a quarterly basis and at a lag given the timing of the availability of information. Direct investments are updated infrequently, on an ad hoc basis and dependent on transaction activity.
- **Dollar Gains:** Any information on dollar gains or losses for individual investments should be seen in light of the beginning value of the investment. The gain in performance may be small if the dollars gained or lost are small in relation to the size of the asset.
- **Projections:** Exhibits showing cashflow forecasts or projections are based on models that rely on assumptions related to timing and size of capital calls, spending, contributions, distributions, possible gains over time based on the historical patterns of similar investments in the asset class. These are for illustrative purposes only and are not to be relied on for accuracy. There is no guarantee that actual future cash flow will match those shown. Forecasted liquidity schedule shown are for illustrative purpose and may assume no change in market value in the future. There is no guarantee that future values will be as shown in the tables.

Tab 4



To: MHD Finance and Audit Committee
From: Eric Brettner, CFO *EB*
Re: December 2025 Financial Report
Date: January 29, 2026

I. General Comments

These financial statements contain, in summary format, the balance sheet and income statement.

II. Income Statement and Budget

The District's net operating surplus for the month was \$60,655 which was favorable to budget by \$32,823. The favorable variance is primarily driven by the favorable variance to budget for Investment Earnings by \$14,241 and Community Education of \$21,510 due to reduction in accrual. Rental revenue from the hospital lease was \$57,077 in December. Investment earnings were comprised of \$82,144 in dividends partially offset by \$46,030 unrealized loss and \$6,265 in realized losses. The District incurred total operating expenses of \$25,537 which was favorable to budget by \$17,806. The expense variance is driven by the favorable variance to budget of \$21,510 Community Education and \$9,839 for Advertising due to adjustments to estimated costs for 2025, which were determined by a detailed review of actuals in preparation for year-end close, partially offset by an unfavorable variance to budget of \$13,572 for Accounting Fees. All other variances net out. Depreciation expense was \$985,388 in December. Bond Related Revenues and Expenses included \$1,190,018 of accrued tax revenues, and bond interest activity of \$1,182,539 (\$1,263,908 of bond interest accrual offset by \$81,368 amortization of bond premium).

III. Balance Sheet

Assets

Cash at December 31, 2025 of \$409,457.50 decreased by \$43,571. The decrease was due to payments to the hospital for amounts related to FY2024 audit fees of \$49,842.49 and FY2025 advertising fees for \$24,125.76 and other various misc. items, and \$2,166 bank fees partially offset by rental revenue received of \$56,299. The investment account balances of \$5,666,603 increased by \$25,967 from the prior month. Tax revenue receivables are \$6,376,579 and represent amounts due from the County of Marin. The payments received from the County are deposited directly into the bond fund accounts.

The tax payments received from the County, together with the balance of the proceeds from the bonds issued in November 2015 and September 2017, net of issuance costs, are reflected in the account "Assets Limited to Use – Interest & Sinking Funds". These funds total \$10,037,401 at December 31, 2025 to be used for bond principal and interest payments. \$9,057,457 of tax revenue was received from the County in December 2025.



Liabilities and Net Assets

Interest payable of \$6,303,841 increased by \$1,263,908 from the prior month due accrual of interest. Accrued expenses of \$131,365.83 are primarily comprised of accruals for audit fees which have not yet been billed, which includes a decrease in accruals related to 2025 accrued estimates for community education for \$29,600. Related party payables, net of \$965 is for dues and subscription. Accrued expenses decreased from prior month due to lower-than-expected community education costs during 2025 that were reversed.

Bonds payable are separated into current (principal due within one year) and non-current (due in greater than one year). The current payable amount of \$1,915,000 is due in August 2026. Bond Premium represents payments by bond purchasers greater than the face amount of the bond because the stated interest rate of the bonds was higher than the market rate at the date of issuance. The premium is amortized over the life of the bonds as a reduction to interest expense. The net assets of the District are \$18,942,941.05.



Income Statement - MHD

Company: Marin Healthcare District
 Period: 2025 - P12 Dec
 Plan Structure: MarinHealth Financial Budget
 Plan Name: FY2025

Ledger Account	Current Period Unrestricted	Current Period Budget	Variance	Empty Column	Current Period YTD Actuals	Current Period YTD Budget	Variance
Rental Revenue	15,409	14,936	474		177,087	175,590	1,496
Investment Earnings	29,848	15,607	14,241		602,603	187,289	415,314
Other Revenue	40,944	40,641	303		492,406	491,329	1,077
Total Revenue	86,202	71,184	15,018		1,272,096	854,208	417,888
Legal Fees	3,333	3,333	0		26,630	40,000	(13,370)
Accounting Fees	16,010	2,438	13,572		41,218	29,250	11,968
Board Compensation	735	1,000	(265)		8,820	12,000	(3,180)
Consulting Fees	0	0	0		0	0	0
Election Fees	0	0	0		0	0	0
Charitable Contributions	0	0	0		0	0	0
Community Education	(14,105)	7,405	(21,510)		58,075	88,864	(30,789)
Dues	1,315	1,000	315		14,035	12,000	2,035
Advertising	(9,006)	833	(9,839)		15,760	10,000	5,760
Other Expenses	2,254	2,333	(79)		33,669	28,000	5,669
MHMN Program Support	8,333	8,333	0		100,000	100,000	0
MGH Program Support	16,667	16,667	0		200,250	200,000	250
Total Expense	25,537	43,343	(17,806)		498,457	520,114	(21,657)
Net Operating Income (Loss) Before Depreciation, Bond Related Revenue and Expense, and Other Non Operating Expenses	60,665	27,841	32,823		773,639	334,094	439,545
Depreciation Expense	985,388	989,896	4,508		11,824,659	11,878,757	54,098
Net Operating Income (Loss) Before Bond Related Revenue and Expense and Other Non Operating Expenses	(924,724)	(962,055)	37,332		(11,051,020)	(11,544,663)	493,643
Tax Revenue	1,190,018	1,190,018	0		14,348,646	14,280,222	(68,424)
Bond Revenue	2,988	6,230	3,242		227,246	74,758	(152,488)
Bond Interest	(1,182,539)	(1,180,359)	2,180		(14,174,774)	(14,164,308)	10,465
Net income (Loss)	(914,256)	(946,166)	31,910		(10,649,903)	(11,353,992)	704,090



Balance Sheet - MHD

Company: Marin Healthcare District

Period: 2025 - P12 Dec

Ledger Account	2025 - P12 Dec	2025 - P11 Nov	Change	2024 - P12 Dec
ASSETS				
Current Assets				
Cash and Cash Equivalents	409,457.50	453,028.59	-43,571	1,198,857.34
Short-Term Investments	5,666,603.49	5,640,636.07	25,967	3,849,774.86
Tax Revenue	6,376,578.82	14,244,018.13	-7,867,439	7,499,400.98
Other Receivables	55,526.60	0.00	55,527	213,268.14
Prepaid Expenses	1,747.92	2,097.51	-350	5,793.72
Other Current Assets	0.00	0.00	0	0
Current Assets	12,509,914.33	20,339,780.30	-7,829,866	12,767,095.04
Property, plant, and equipment, net	382,371,754.32	383,357,142.61	-985,388	394,196,413.73
Assets Limited To Use - Interest & Sinking Funds	10,037,401.21	976,955.25	9,060,446	11,075,587.76
Lease Receivable	10,989,350.03	10,989,350.03	0	10,989,350.03
Deposits	36,000.00	36,000.00	0	36,000.00
Other Non-Current Assets	0	0	0	0
Noncurrent Assets	403,434,505.56	395,359,447.89	8,075,058	416,297,351.52
Total Assets	415,944,419.89	415,699,228.19	245,192	429,064,446.56
LIABILITIES AND NET ASSETS				
Accounts Payable	3,205.00	2,470.00	-735	1,000.00
Interest Payable	6,303,841.86	5,039,933.51	-1,263,908	6,319,541.65
Accrued Expenses	131,365.83	155,192.12	23,826	41,358.53
Current Maturities of Operating Lease Liabilities	9,915,339.67	9,915,339.67	0	9,915,339.67
Current Maturities of Long-Term Debt	1,915,000.00	1,915,000.00	0	1,570,000.00
Line of Credit	0	0	0	0
Other Current Liabilities	0	0	0	0
Total Current Liabilities	18,268,752.36	17,027,935.30	-1,240,817	17,847,239.85
Bonds Payable	359,055,000.00	359,055,000.00	0	360,970,000.00
Bond Premium	19,677,936.48	19,759,305.37	81,369	20,654,363.16
Long Term Debt, Net of Current Maturities	0	0	0	0
Other Noncurrent Liabilities	0	0	0	0
Total Noncurrent Liabilities	378,732,936.48	378,814,305.37	81,369	381,624,363.16
Total Liabilities	397,001,688.84	395,842,240.67	-1,159,448	399,471,603.01
NET ASSETS				
Net Assets	18,942,941.05	19,857,197.52	914,256	29,592,843.55
Total Net Assets	18,942,941.05	19,857,197.52	914,256	29,592,843.55
Total Liabilities and Net Assets	415,944,629.89	415,699,438.19	-245,192	429,064,446.56

Tab 5



To: MHD Finance and Audit Committee
From: Eric Brettner, CFO *EB*
Re: January 2026 Financial Report
Date: February 12, 2026

I. General Comments

These financial statements contain, in summary format, the balance sheet and income statement.

II. Income Statement and Budget

The District's net operating surplus for the month was \$117,764 which was favorable to budget by \$95,463. The variance is primarily driven by the favorable variance to budget for Investment Earnings by \$84,305. Rental revenue from the hospital lease was \$57,076 in January, \$777 of which is receivable from the Hospital. Investment earnings were comprised of \$92,761.94 in unrealized gains, \$7,028.52 in dividends, and \$4,741 in realized gains, partially offset by \$506 in realized losses and \$1,013 in unrealized losses. The District incurred total operating expenses of \$42,325 which was favorable to budget by \$9,473. The expense variance is driven by the favorable variance to budget for community education by \$10,353 due to adjustment for accrued expenses, offset by an unfavorable variance to budget of \$1,517 for legal fees and \$61 in other expenses. All other variances in operating expenses were favorable to budget. Depreciation expense was \$985,388 in January. Bond Related Revenues and Expenses included \$1,446,463 of accrued tax revenues, and bond interest activity of \$1,166,839 (\$1,248,207 of bond interest accrual offset by \$81,368 amortization of bond premium).

III. Balance Sheet

Assets

Cash at January 31, 2026 of \$457,388 increased by \$47,930. The increase was related to rental revenues received of \$56,299 and partially offset by \$2,364 in bank fees and supplier payments in the amount of \$6,005. The investment account balances of \$5,769,615.95 increased by \$103,012 from the prior month. Tax revenue receivables are \$7,694,490.38 and represent amounts due from the County of Marin. The payments received from the County are deposited directly into the bond fund accounts.

The tax payments received from the County, together with the balance of the proceeds from the bonds issued in November 2015 and September 2017, net of issuance costs, are reflected in the account "Assets Limited to Use – Interest & Sinking Funds". These funds total \$10,184,239.15 at January 31, 2026 to be used for bond principal and interest payments. \$129,328.78 of tax revenue was received from the County in January 2026.



Liabilities and Net Assets

Interest payable of \$7,522,050.22 increased by \$1,248,208 from the prior month due to accrual of interest. Accrued expenses of \$124,760.78 are primarily comprised of accruals for audit fees which have not yet been billed. Related party payables net change of \$966 is for dues and subscription. Accrued expenses decreased from prior month due to lower-than-expected community education costs during 2025 that were reversed.

Bonds payable are separated into current (principal due within one year) and non-current (due in greater than one year). The current payable amount of \$1,915,000 is due in August 2026. Bond Premium represents payments by bond purchasers greater than the face amount of the bond because the stated interest rate of the bonds was higher than the market rate at the date of issuance. The premium is amortized over the life of the bonds as a reduction to interest expense. The net assets of the District are \$18,372,449.41.

Balance Sheet - MHD



Company: Marin Healthcare District
Period: 2026 - P01 Jan

Ledger Account	2026 - P01 Jan	2025 - P12 Dec	Change	2025 - P12 Dec
ASSETS				
Current Assets				
Cash and Cash Equivalents	457,387.82	409,457.50	47,930	409,457.50
Short-Term Investments	5,769,615.95	5,666,603.49	103,012	5,666,603.49
Tax Revenue	7,694,490.38	6,376,578.82	1,317,912	6,376,578.82
Other Receivables	55,526.60	55,526.60	0	55,526.60
Prepaid Expenses	1,398.34	1,747.92	-350	1,747.92
Other Current Assets	0	0.00	0	0.00
Current Assets	13,978,419.09	12,509,914.33	1,468,505	12,509,914.33
Property, plant, and equipment, net	381,386,366.04	382,371,754.32	-985,388	382,371,754.32
Assets Limited To Use - Interest & Sinking Funds	10,184,239.15	10,037,401.21	146,838	10,037,401.21
Lease Receivable	10,989,350.03	10,989,350.03	0	10,989,350.03
Deposits	36,000.00	36,000.00	0	36,000.00
Other Non-Current Assets	0	0	0	0
Noncurrent Assets	402,595,955.22	403,434,505.56	-838,550	403,434,505.56
Total Assets	416,574,374.31	415,944,419.89	629,954	415,944,419.89
LIABILITIES AND NET ASSETS				
Accounts Payable	43,416.64	3,205.00	-40,212	3,205.00
Interest Payable	7,552,050.22	6,303,841.86	-1,248,208	6,303,841.86
Accrued Expenses	124,760.78	131,365.83	6,605	131,365.83
Current Maturities of Operating Lease Liabilities	9,915,339.67	9,915,339.67	0	9,915,339.67
Current Maturities of Long-Term Debt	1,915,000.00	1,915,000.00	0	1,915,000.00
Line of Credit	0	0	0	0
Other Current Liabilities	0	0	0	0
Total Current Liabilities	19,550,567.31	18,268,752.36	-1,281,815	18,268,752.36
Bonds Payable	359,055,000.00	359,055,000.00	0	359,055,000.00
Bond Premium	19,596,567.59	19,677,936.48	81,369	19,677,936.48
Long Term Debt, Net of Current Maturities	0	0	0	0
Other Noncurrent Liabilities	0	0	0	0
Total Noncurrent Liabilities	378,651,567.59	378,732,936.48	81,369	378,732,936.48
Total Liabilities	398,202,134.90	397,001,688.84	-1,200,446	397,001,688.84
NET ASSETS				
Net Assets	18,372,449.41	18,942,941.05	570,492	18,942,941.05
Total Net Assets	18,372,449.41	18,942,941.05	570,492	18,942,941.05
Total Liabilities and Net Assets	416,574,584.31	415,944,629.89	-629,954	415,944,629.89



Income Statement - MHD

Company: Marin Healthcare District
 Period: 2026 - P01 Jan
 Plan Structure: MarinHealth Financial Budget
 Plan Name: FY2026MHD

Ledger Account	Current Period Unrestricted	Current Period Budget	Variance	Empty Column	Current Period YTD Actuals	Current Period YTD Budget	Variance
Rental Revenue	16,132	14,154	1,979		16,132	14,154	1,979
Investment Earnings	103,012	18,708	84,305		103,012	18,708	84,305
Other Revenue	40,944	41,238	(294)		40,944	41,238	(294)
Total Revenue	160,089	74,099	85,990		160,089	74,099	85,990
Legal Fees	4,850	3,333	1,517		4,850	3,333	1,517
Accounting Fees	2,296	2,296	0		2,296	2,296	0
Board Compensation	735	1,000	(265)		735	1,000	(265)
Consulting Fees	0	0	0		0	0	0
Election Fees	16,667	16,667	0		16,667	16,667	0
Charitable Contributions	0	0	0		0	0	0
Community Education	(5,737)	4,617	(10,353)		(5,737)	4,617	(10,353)
Dues	1,315	1,375	(60)		1,315	1,375	(60)
Advertising	3,168	3,542	(373)		3,168	3,542	(373)
Other Expenses	2,364	2,303	61		2,364	2,303	61
MHMN Program Support	0	0	0		0	0	0
MGH Program Support	16,667	16,667	(0)		16,667	16,667	(0)
Total Expense	42,325	51,798	(9,473)		42,325	51,798	(9,473)
Net Operating Income (Loss) Before Depreciation, Bond Related Revenue and Expense, and Other Non Operating Expenses	117,764	22,301	95,463		117,764	22,301	95,463
Depreciation Expense	985,388	985,388	0		985,388	985,388	0
Net Operating Income (Loss) Before Bond Related Revenue and Expense and Other Non Operating Expenses	(867,624)	(963,087)	95,463		(867,624)	(963,087)	95,463
Tax Revenue	1,446,463	1,446,463	0		1,446,463	1,446,463	0
Bond Revenue	17,509	15,266	(2,243)		17,509	15,266	(2,243)
Bond Interest	(1,166,839)	(1,173,674)	(6,835)		(1,166,839)	(1,173,674)	(6,835)
Net income (Loss)	(570,492)	(675,033)	104,541		(570,492)	(675,033)	104,541

Tab 6



To: MHD Finance and Audit Committee
From: Eric Brettner, CFO *EB*
Re: February 2026 Financial Report
Date: March 16, 2026

I. General Comments

These financial statements contain, in summary format, the balance sheet and income statement.

II. Income Statement and Budget

The District's net operating surplus for the month was \$63,701 which was favorable to budget by \$41,400. The variance is primarily driven by the favorable variance to budget for Investment Earnings by \$28,539. Rental revenue from the hospital lease was \$56,299.21. Investment earnings were comprised of \$30,622.18 in unrealized gains, \$10,133.89 in dividends, and \$6,491 in realized gains. District incurred total operating expenses of \$39,068 which was favorable to budget by \$12,731. The expense variance is driven by the favorable variances to budget for community education by \$10,353 due to adjustment for accrued expenses, legal fees by \$1,833, advertising by \$373 and board compensation by \$265. Depreciation expense was \$985,388 in February. Bond Related Revenues and Expenses included \$1,446,463 of accrued tax revenues, and bond interest activity of \$1,177,306 (\$1,258,675.02 of bond interest accrual offset by \$81,368 amortization of bond premium).

III. Balance Sheet

Assets

Cash at February 28, 2026 of \$464,029.50 increased by \$6,642. The increase was related to rental revenues received of \$41,667 and partially offset by \$1,299.93 in bank fees and supplier payments in the amount of \$36,324.92. The investment account balances of \$5,816,863.02 increased by \$47,247 from the prior month. Tax revenue receivables are \$9,124,012.43 and represent amounts due from the County of Marin. The payments received from the County are deposited directly into the bond fund accounts.

The tax payments received from the County, together with the balance of the proceeds from the bonds issued in November 2015 and September 2017, net of issuance costs, are reflected in the account "Assets Limited to Use – Interest & Sinking Funds". These funds total \$2,679,101.08 at February 28, 2026 to be used for bond principal and interest payments. \$16,163.61 of tax revenue was received from the County in February 2026.



Liabilities and Net Assets

Interest payable of \$1,258,675.24 decreased by \$6,293,375 from the prior month due to an MHD 2015 and 2017 Interest Payment. Accrued expenses of \$119,655.66 are primarily comprised of accruals for audit fees which have not yet been billed. Related party payables net change of \$2,466 is for dues and subscription. Accrued expenses decreased from prior month due to lower-than-expected community education costs during 2025 that were reversed.

Bonds payable are separated into current (principal due within one year) and non-current (due in greater than one year). The current payable amount of \$1,915,000 is due in August 2026. Bond Premium represents payments by bond purchasers greater than the face amount of the bond because the stated interest rate of the bonds was higher than the market rate at the date of issuance. The premium is amortized over the life of the bonds as a reduction to interest expense. The net assets of the District are \$17,750,667.42.



Balance Sheet - MHD

Company: Marin Healthcare District
Period: 2026 - P02 Feb

Ledger Account	2026 - P02 Feb	2026 - P01 Jan	Change	2025 - P12 Dec
ASSETS				
Current Assets				
Cash and Cash Equivalents	464,029.50	457,387.82	6,642	409,457.50
Short-Term Investments	5,816,863.02	5,769,615.95	47,247	5,666,603.49
Tax Revenue	9,124,012.43	7,694,490.38	1,429,522	6,376,578.82
Other Receivables	55,526.60	55,526.60	0	55,526.60
Prepaid Expenses	1,048.75	1,398.34	-350	1,747.92
Other Current Assets	0	0	0	0.00
Current Assets	15,461,480.30	13,978,419.09	1,483,061	12,509,914.33
Property, plant, and equipment, net	380,400,977.76	381,386,366.04	-985,388	382,371,754.32
Assets Limited To Use - Interest & Sinking Funds	2,679,101.08	10,184,239.15	-7,505,138	10,037,401.21
Lease Receivable	10,989,350.03	10,989,350.03	0	10,989,350.03
Deposits	36,000.00	36,000.00	0	36,000.00
Other Non-Current Assets	0	0	0	0
Noncurrent Assets	394,105,428.87	402,595,955.22	-8,490,526	403,434,505.56
Total Assets	409,566,909.17	416,574,374.31	-7,007,465	415,944,419.89
LIABILITIES AND NET ASSETS				
Accounts Payable				
Accounts Payable	37,582.48	43,416.64	5,834	3,205.00
Interest Payable	1,258,675.24	7,552,050.22	6,293,375	6,303,841.86
Accrued Expenses	119,655.66	124,760.78	5,105	131,365.83
Current Maturities of Operating Lease Liabilities	9,915,339.67	9,915,339.67	0	9,915,339.67
Current Maturities of Long-Term Debt	1,915,000.00	1,915,000.00	0	1,915,000.00
Line of Credit	0	0	0	0
Other Current Liabilities	0	0	0	0
Total Current Liabilities	13,246,253.05	19,550,567.31	6,304,314	18,268,752.36
Bonds Payable	359,055,000.00	359,055,000.00	0	359,055,000.00
Bond Premium	19,515,198.70	19,596,567.59	81,369	19,677,936.48
Long Term Debt, Net of Current Maturities	0	0	0	0
Other Noncurrent Liabilities	0	0	0	0
Total Noncurrent Liabilities	378,570,198.70	378,651,567.59	81,369	378,732,936.48
Total Liabilities	391,816,451.75	398,202,134.90	6,385,683	397,001,688.84
NET ASSETS				
Net Assets	17,750,667.42	18,372,449.41	621,782	18,942,941.05
Total Net Assets	17,750,667.42	18,372,449.41	621,782	18,942,941.05
Total Liabilities and Net Assets	409,567,119.17	416,574,584.31	7,007,465	415,944,629.89



Income Statement - MHD

Company: Marin Healthcare District
 Period: 2026 - P02 Feb
 Plan Structure: MarinHealth Financial Budget
 Plan Name: FY2026MHD
 Book: Common Book

Ledger Account	Current Period Unrestricted	Current Period Budget	Variance	Empty Column	Current Period YTD Actuals	Current Period YTD Budget	Variance
Rental Revenue	14,578	14,207	371		30,710	28,360	2,350
Investment Earnings	47,247	18,708	28,539		150,260	37,415	112,844
Other Revenue	40,944	41,185	(241)		81,888	82,423	(535)
Total Revenue	102,769	74,099	28,670		262,858	148,199	114,659
Legal Fees	1,500	3,333	(1,833)		6,350	6,667	(317)
Accounting Fees	2,296	2,296	0		4,592	4,592	0
Board Compensation	735	1,000	(265)		1,470	2,000	(530)
Consulting Fees	0	0	0		0	0	0
Election Fees	16,667	16,667	0		33,333	33,333	0
Charitable Contributions	0	0	0		0	0	0
Community Education	(5,737)	4,617	(10,353)		(11,473)	9,233	(20,707)
Dues	1,315	1,375	(60)		2,630	2,750	(120)
Advertising	3,168	3,542	(373)		6,337	7,083	(747)
Other Expenses	2,457	2,303	154		4,821	4,605	215
MHMN Program Support	0	0	0		0	0	0
MGH Program Support	16,667	16,667	0		33,333	33,333	(0)
Total Expense	39,068	51,798	(12,731)		81,393	103,597	(22,204)
Net Operating Income (Loss) Before Depreciation, Bond Related Revenue and Expense, and Other Non Operating Expenses	63,701	22,301	41,400		181,465	44,602	136,863
Depreciation Expense	985,388	985,388	0		1,970,777	1,970,777	0
Net Operating Income (Loss) Before Bond Related Revenue and Expense and Other Non Operating Expenses	(921,687)	(963,087)	41,400		(1,789,312)	(1,926,175)	136,863
Tax Revenue	1,446,463	1,446,463	0		2,892,926	2,892,926	0
Bond Revenue	30,748	15,266	(15,483)		48,257	30,532	(17,726)
Bond Interest	(1,177,306)	(1,173,674)	3,632		(2,344,146)	(2,347,349)	(3,203)
Net income (Loss)	(621,782)	(675,033)	53,251		(1,192,274)	(1,350,065)	157,792

Tab 7



To: MHD Finance and Audit Committee
From: Eric Brettner, CFO *EB*
Re: March 2026 Financial Report
Date: April 22, 2026

I. General Comments

These financial statements contain, in summary format, the balance sheet and income statement.

II. Income Statement and Budget

The District's net operating loss for the month was \$27,872 which was unfavorable to budget by \$50,173. The variance is primarily driven by the unfavorable variance to budget for Investment Earnings by \$51,616. Rental revenue from the hospital lease was \$58,631. Investment earnings were comprised of \$53,616 in unrealized loss and \$14,267 in dividends offset by \$2,608 in realized gains and \$3,635 for Q1 LAIF Interest income. District incurred total operating expenses of \$53,595 which was unfavorable to budget by \$1,797. The expense variance is driven by the favorable variance to budget for community education by \$10,353 due to adjustment for accrued expenses which was offset by an unfavorable variance in legal fees by \$13,225. Depreciation expense was \$985,388 in March. Bond Related Revenues and Expenses included \$1,446,463 of accrued tax revenues, and bond interest activity of \$1,177,306 (\$1,258,675 of bond interest accrual offset by \$81,368 amortization of bond premium).

III. Balance Sheet

Assets

Cash at March 31, 2026 of \$539,318 increased by \$75,288. The increase was related to rental revenues received of \$73,264 and partially offset by \$1,680 in bank fees. The investment account balances of \$5,780,320 decreased by \$36,543 from the prior month. Tax revenue receivables are \$10,553,018 and represent amounts due from the County of Marin. The payments received from the County are deposited directly into the bond fund accounts.

The tax payments received from the County, together with the balance of the proceeds from the bonds issued in November 2015 and September 2017, net of issuance costs, are reflected in the account "Assets Limited to Use – Interest & Sinking Funds". These funds total \$2,704,589 at March 31, 2026 to be used for bond principal and interest payments. \$17,457 of tax revenue was received from the County in March 2026.



Liabilities and Net Assets

Interest payable of \$2,517,350 increased by \$1,258,675 from the prior month due to the MHD Bond Interest and Premium. Accrued expenses of \$145,153 are primarily comprised of accruals for audit fees which have not yet been billed. Related party payables net change of \$33,068 is for primarily for legal invoices. Accrued expenses decreased from prior month due to lower-than-expected community education costs during 2025 that were reversed.

Bonds payable are separated into current (principal due within one year) and non-current (due in greater than one year). The current payable amount of \$1,915,000 is due in August 2026. Bond Premium represents payments by bond purchasers greater than the face amount of the bond because the stated interest rate of the bonds was higher than the market rate at the date of issuance. The premium is amortized over the life of the bonds as a reduction to interest expense. The net assets of the District are \$17,014,594.



Balance Sheet - MHD

Company: Marin Healthcare District
Period: 2026 - P03 Mar

Ledger Account	2026 - P03 Mar	2026 - P02 Feb	Change	2025 - P12 Dec
ASSETS				
Current Assets				
Cash and Cash Equivalents	539,317.93	464,029.50	75,288	409,457.50
Short-Term Investments	5,780,320.20	5,816,863.02	-36,543	5,666,603.49
Tax Revenue	10,553,018.17	9,124,012.43	1,429,006	6,376,578.82
Other Receivables	69,570.60	55,526.60	14,044	55,526.60
Prepaid Expenses	699.17	1,048.75	-350	1,747.92
Other Current Assets	0	0	0	0.00
Current Assets	16,942,926.07	15,461,480.30	1,481,446	12,509,914.33
Property, plant, and equipment, net	379,415,589.47	380,400,977.76	-985,388	382,371,754.32
Assets Limited To Use - Interest & Sinking Funds	2,704,588.87	2,679,101.08	25,488	10,037,401.21
Lease Receivable	10,989,350.03	10,989,350.03	0	10,989,350.03
Deposits	36,000.00	36,000.00	0	36,000.00
Other Non-Current Assets	0	0	0	0
Noncurrent Assets	393,145,528.37	394,105,428.87	-959,901	403,434,505.56
Total Assets	410,088,454.44	409,566,909.17	521,545	415,944,419.89
LIABILITIES AND NET ASSETS				
Accounts Payable				
Accounts Payable	92,396.70	37,582.48	-54,814	3,205.00
Interest Payable	2,517,350.26	1,258,675.24	-1,258,675	6,303,841.86
Accrued Expenses	145,153.21	119,655.66	-25,498	131,365.83
Current Maturities of Operating Lease Liabilities	9,915,339.67	9,915,339.67	0	9,915,339.67
Current Maturities of Long-Term Debt	1,915,000.00	1,915,000.00	0	1,915,000.00
Line of Credit	0	0	0	0
Other Current Liabilities	0	0	0	0
Total Current Liabilities	14,585,239.84	13,246,253.05	-1,338,987	18,268,752.36
Bonds Payable	359,055,000.00	359,055,000.00	0	359,055,000.00
Bond Premium	19,433,829.81	19,515,198.70	81,369	19,677,936.48
Long Term Debt, Net of Current Maturities	0	0	0	0
Other Noncurrent Liabilities	0	0	0	0
Total Noncurrent Liabilities	378,488,829.81	378,570,198.70	81,369	378,732,936.48
Total Liabilities	393,074,069.65	391,816,451.75	-1,257,618	397,001,688.84
NET ASSETS				
Net Assets	17,014,594.79	17,750,667.42	736,073	18,942,941.05
Total Net Assets	17,014,594.79	17,750,667.42	736,073	18,942,941.05
Total Liabilities and Net Assets	410,088,664.44	409,567,119.17	-521,545	415,944,629.89



Income Statement - MHD

Company: Marin Healthcare District
 Period: 2026 - P03 Mar
 Plan Structure: MarinHealth Financial Budget
 Plan Name: FY2026MHD
 Book: Common Book

Ledger Account	Current Period Unrestricted	Current Period Budget	Variance	Empty Column	Current Period YTD Actuals	Current Period YTD Budget	Variance
Rental Revenue	17,687	14,260	3,427		48,397	42,621	5,777
Investment Earnings	(32,908)	18,708	(51,616)		117,352	56,123	61,229
Other Revenue	40,944	41,132	(188)		122,832	123,555	(723)
Total Revenue	25,723	74,099	(48,376)		288,581	222,298	66,283
Legal Fees	16,559	3,333	13,225		22,909	10,000	12,909
Accounting Fees	2,296	2,296	0		6,888	6,887	1
Board Compensation	1,050	1,000	50		2,520	3,000	(480)
Consulting Fees	0	0	0		0	0	0
Election Fees	16,667	16,667	0		50,000	50,000	0
Charitable Contributions	0	0	0		0	0	0
Community Education	(5,737)	4,617	(10,353)		(17,210)	13,850	(31,060)
Dues	1,315	1,375	(60)		3,946	4,125	(179)
Advertising	3,168	3,542	(373)		9,505	10,625	(1,120)
Other Expenses	1,610	2,303	(692)		6,431	6,908	(477)
MHMN Program Support	0	0	0		0	0	0
MGH Program Support	16,667	16,667	0		50,000	50,000	(0)
Total Expense	53,595	51,798	1,797		134,988	155,395	(20,407)
Net Operating Income (Loss) Before Depreciation, Bond Related Revenue and Expense, and Other Non Operating Expenses	(27,872)	22,301	(50,173)		153,593	66,903	86,690
Depreciation Expense	985,388	985,388	(0)		2,956,165	2,956,165	(0)
Net Operating Income (Loss) Before Bond Related Revenue and Expense and Other Non Operating Expenses	(1,013,260)	(963,087)	(50,173)		(2,802,572)	(2,889,262)	86,690
Tax Revenue	1,446,463	1,446,463	0		4,339,389	4,339,390	1
Bond Revenue	8,031	15,266	7,235		56,288	45,797	(10,491)
Bond Interest	(1,177,306)	(1,173,674)	3,632		(3,521,452)	(3,521,023)	429
Net income (Loss)	(736,073)	(675,033)	(61,040)		(1,928,346)	(2,025,098)	96,752