


# Fiscal Year 2023-24 Proposed Budget

July 1, 2023 to June 30, 2024

**MENDOCINO COAST HEALTH CARE DISTRICT**  
COMMUNITY HEALTH CARE

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## The Big Picture: Two Kinds Of Revenue

- **Unrestricted Revenue**
  - Can be spent on anything the District chooses.
  - For FY2023-24 - \$1,061,500
- **Restricted Revenue**
  - Measure C Funds
  - Can only be spent for qualifying costs specified in Measure C
  - For FY2023-24 - \$1,570,000

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## Criteria for Measure C Funds

- Maintain local emergency room services;
- Attract and retain high quality doctors and nurses;
- Maintain local ambulance and related 911 services;
- Make critical repairs and upgrades to medical equipment and facilities;
- Maintain local surgical services;
- **District expenditures are administrative and do not directly qualify for Measure C funds.**

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## Fund-Based Budget

**Seven Funds**


- Allows grouping revenue and expenditures by type, class or use.
- Each fund has its own beginning and ending balances.

- A. General Fund – District Operations
- B. Measure C Restricted Fund
- C. Trailing Liability Fund – Leftovers from Hospital Operations
- D. Debt Service Fund – Bond and Loans
- E. AHMC Lease Fund
- F. Allysun Hundley-Ford Fund
- G. Capital Fund for Seismic Retrofit

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## Structural Deficit in District Budget


Annual Unrestricted Deficit	
Unrestricted Revenue	1,061,500
Operating Expenses	(337,918)
AHMC Lease	(486,417)
Debt Service	(940,774)
Trailing Liability	(23,865)
<b>Total Deficit</b>	<b>(727,474)</b>

Parentheses – “(x)” indicate a negative number

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## A. General Fund: Revenue

	FYE2024	FYE2023	
	Budget	Budget	Actual (Est.)
<b>Unrestricted Revenue</b>			
Property Taxes AB8, Etc.	960,000	915,108	958,165
Dividends and Interest	101,500		1,540
<b>Total Unrestricted Revenue</b>	<b>1,061,500</b>	<b>915,108</b>	<b>959,705</b>

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## A. General Fund: Personnel

	FYE2024	FYE2023	
	Budget	Budget	Actual (Est.)
<b>Personnel</b>			
Salary and Wages	100,000	62,640	480
Benefits and Employer's Side	33,000	7,515	-
Board Health Reimbursement Acc't	21,600	30,050	23,473
<b>Total Personnel</b>	<b>154,600</b>	<b>100,205</b>	<b>23,953</b>

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## A. General Fund Operations- 1

	FYE2024	FYE2023	
	Budget	Budget	Actual (Est.)
<b>Operating Expenditures</b>			
Publicity and Public Relations	6,000	-	246
Board Travel and Training	1,000	1,000	421
<b>Utilities</b>			
Phone/Internet	1,140	1,000	1,185
Website Hosting	2,988	1,200	4,015
Email/Cloud Storage	2,400	1,260	420
<b>Total Utilities</b>	<b>6,528</b>	<b>3,460</b>	<b>5,620</b>

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### A. General Fund – Operations - 2

	FYE2024		FYE2023	
	Budget	Budget	Budget	Actual (Est.)
<b>Professional Services</b>				
Legal Services	30,000	50,000		55,000
Accounting and Financial Services	11,940	3,600		16,242
Audit Services	73,000	19,500		-
Parcel Tax Management	10,000			10,000
Contract CFO				
<b>Total Professional Services</b>	<b>124,940</b>	<b>73,100</b>		<b>81,242</b>

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### A. General Fund – Operations – 3

	FYE2024		FYE2023	
	Budget	Budget	Budget	Actual (Est.)
Bank Charges	10,800			19,200
Office Expenses	5,000	600		2,539
Association Membership	3,800	3,154		6,259
Insurance				
Directors and Officers	24,000	23,123		23,123
Workers Comp	1,250			1,250
<b>Total Insurance</b>	<b>25,250</b>	<b>23,123</b>		<b>24,373</b>

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### A. General Fund – Operations - Totals

	FYE2024		FYE2023	
	Budget	Budget	Budget	Actual (Est.)
Total Operating Expenditures	182,318	103,437		139,479
Total Personnel + Operating Expenditures	<b>337,918</b>	203,642		163,432
<b>Net Unrestricted Revenue Less Expenditures</b>	<b>723,582</b>	<b>711,466</b>		<b>796,273</b>

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### B. Measure C Restricted Fund


	FYE2024		FYE2023	
	Budget	Budget	Budget	Actual (Est.)
<b>Opening Balance</b>	3,821,423			2,250,731
<b>Revenue</b>				
Measure C Parcel Tax	1,570,000	1,575,000		1,572,132
<b>Expenditures</b>				
Measure C Tax Rebates	(1,440)			(1,440)
<b>Transfers Out</b>				
To General Fund	(226,123)			
<b>Ending Balance</b>	<b>5,163,860</b>			<b>3,821,423</b>

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### C. Trailing Liability Fund - Inflow

	FYE2024		FYE2023
	Budget	Budget	Actual (Est.)
Opening Balance	(543,015)		(120,437)
<b>Inflow</b>			
Cost Report Reimbursements			
DHCS Medi-Cal	(400,000)		(422,578)
Medicare	2,216,235		
<b>Total Inflow</b>	1,816,235		(422,578)

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### C. Trailing Liability – Expenditures

	FYE2024		FYE2023
	Budget	Budget	Actual (Est.)
<b>Expenditures</b>			
Tail Health Care Liability	11,225	10,393	10,393
Obsolete Property Storage	8,640	8,640	8,680
EDD Unemployment	4,000		6,516
Professional Services			9,295
<b>Total Expenditures</b>	<b>23,865</b>	<b>19,033</b>	<b>34,885</b>

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### C. Trailing Liability – Ending Balance

	FYE2024		FYE2023
	Budget	Budget	Actual (Est.)
Opening Balance	(543,015)		(120,437)
<b>Total Inflow</b>	1,816,235		(422,578)
<b>Total Expenditures</b>	<b>23,865</b>	19,033	34,885
<b>Transfers In</b>			
From General Fund			34,885
<b>Transfers Out</b>			
To Capital Fund for Seismic Retrofit	(1,249,355)		
<b>Total Transfers</b>	(1,249,355)		34,885
<b>Ending Balance</b>	-		(543,015)

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### D. Debt Service Fund

	FYE2024		FYE2023
	Budget	Budget	Actual (Est.)
<b>Expenditures</b>			
<b>Loan Payments</b>			
2016 Revenue Bond	552,550	563,200	550,600
HELP II Loan	165,624	164,624	165,624
UHC Loan	216,825	223,650	223,650
<b>Total Loan Payments</b>	934,999	951,474	939,874
<b>Professional Services</b>			
Certification Service	2,700	2,585	2,625
Trustee Fee	3,075	3,075	3,075
<b>Total Professional Services</b>	5,775	5,660	5,700
<b>Total Expenditures</b>	940,774	957,134	945,574
<b>Transfers In</b>			
Transfer From General Fund	940,774		945,574
<b>Ending Balance</b>	0		0

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### E. AHMC Lease Fund

	FYE2024		FYE2023	
	Budget	Budget	Actual (Est.)	
<b>Revenue</b>				
AHMC Lease Payment	1,750,000	1,750,000	1,750,000	
<b>Total Revenue</b>	1,750,000	1,750,000	1,750,000	
<b>Expenditures</b>				
Maintenance and Improvement	2,236,417	2,183,600	5,273,311	
<b>Total Expenditures</b>	2,236,417	2,183,600	5,273,311	
<b>Total Revenue Less Expenditures</b>	(486,417)	(433,600)	(3,523,311)	
<b>Transfers In</b>				
From General Fund	486,417		3,523,311	
<b>Ending Balance</b>	0	0	0	

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### F. Allysun Hundley-Ford Fund - Feduciary

	FYE2024		FYE2023	
	Budget	Budget	Actual (Est.)	
<b>Opening Balance</b>	28,904		29,000	
<b>Distributions</b>			96	
<b>Ending Balance</b>			28,904	

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### G. Capital Fund for Seismic Retrofit

	FYE2024		FYE2023	
	Budget	Budget	Actual (Est.)	
<b>Opening Balance</b>				
<b>Transfers In</b>				
From Trailing Liability Fund	1,249,355			
From General Fund	5,500,000			
<b>Total Transfers In</b>	6,749,355			
<b>Expenditures</b>				
Professional Services				
Planning: Architecture and Engineering	250,000		133,468	
<b>Total Professional Services</b>	250,000			
<b>Ending Balance</b>	6,499,355			

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### A. General Fund – Transfers In and (Out)

	FYE2024		FYE2023	
	Budget	Budget	Actual (Est.)	
<b>Other Financing Sources (Uses)</b>				
<b>Transfers Out to Other Funds</b>				
To Debt Service Fund	(940,774)		(945,574)	
To AHMC Lease Fund	(486,417)		(3,523,311)	
To Capital Fund for Seismic Retrofit	(5,500,000)			
<b>Total Transfers Out</b>	(6,927,191)		(4,468,885)	
<b>Transfers In From Other Funds</b>				
From Measure C Restricted Fund	226,123			
<b>Total Transfers In</b>	226,123			

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### A. General Fund – Balances

	FYE2024		FYE2023	
	Budget	Budget	Budget	Actual (Est.)
<b>Elements of Beginning Balance</b>				
Unrestricted Cash and Cash Equivalents*	2,851,622			
Savings (LAIF)	3,571,675			
IGT Loan Outstanding	876,316			
<b>Total Beginning Balance</b>	<b>7,299,613</b>			
Net Operating Revenue Less Expenditures	723,582			
Total Transfers Out	(6,927,191)			
Total Transfers In	226,123			
<b>Ending Balance</b>	<b>1,322,127</b>			

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### Ending Balance Summary

	Unrestricted Funds	Restricted Measure C
General Fund	1,322,127	
Capital Fund for Seismic Retrofit	6,499,355	
Measure C Restricted Fund		5,163,860
<b>Totals</b>	<b>7,821,482</b>	<b>5,163,860</b>

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### Structural Deficit in District Budget

Annual Unrestricted Deficit		Parentheses – “(x)” indicate a negative number
Unrestricted Revenue	1,061,500	
Operating Expenses	(337,918)	
AHMC Lease	(486,417)	
Debt Service	(940,774)	
Trailing Liability	(23,865)	
<b>Total Deficit</b>	<b>(727,474)</b>	

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- ### Measure C and the District Budget
- From the Measure C Criteria: “Make critical repairs and upgrades to medical equipment and facilities”
  - The lease with Adventist Health requires the District pay Adventist Health \$2 Million + CPI annually, currently \$2.24 Million for Maintenance and Improvement of AHMC.
  - In the last 3 years, the District has paid Adventist Health \$8.2 Million in Maintenance and Improvement , unfortunately, \$5.2 Million of that in the last 6 months.
  - With Board (and Measure C Committee) approval, Maintenance and Improvement payments spent for Measure C qualifying expenses by AHMC may be reimbursed to the District from Measure C funds.
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## MCHCD FYE2024 Annual Budget - Draft

	FYE2024 Budget	FYE2023 Budget	Actual (Est.)
<b>General Fund</b>	<b>Type: Government</b>		
<b>Unrestricted Revenue</b>			
Property Taxes AB8, Etc.	960,000	915,108	958,165
Dividends and Interest	101,500		1,540
Total Revenue	1,061,500	915,108	959,705
<b>Expenditures</b>			
Personnel			
Salary and Wages	100,000	62,640	480
Benefits and Employer's Side	33,000	7,515	-
Board Health Reimbursement Acc't	21,600	30,050	23,473
Total Personnel	154,600	100,205	23,953
Operating Expenditures			
Publicity and Public Relations	6,000	-	246
Board Travel and Training	1,000	1,000	421
Utilities			
Phone/Internet	1,140	1,000	1,185
Website Hosting	2,988	1,200	4,015
Email/Cloud Storage	2,400	1,260	420
Total Utilities	6,528	3,460	5,620
Professional Services			
Legal Services	30,000	50,000	55,000
Accounting and Financial Services	11,940	3,600	16,242
Audit Services	73,000	19,500	-
Parcel Tax Management	10,000		10,000
Contract CFO			
Total Professional Services	124,940	73,100	81,242
Bank Charges	10,800		19,200
Office Expenses	5,000	600	2,539
Association Membership	3,800	3,154	6,259
Insurance			
Directors and Officers	24,000	23,123	23,123
Workers Comp	1,250		1,250
Total Insurance	25,250	23,123	24,373
Total Operating Expenditures	183,318	103,437	139,479
<b>Total Personnel + Operating Expenditures</b>	337,918	203,642	163,432
<b>Net Unrestricted Revenue Less Expenditures</b>	723,582	711,466	796,273

	FYE2024	FYE2023	
	Budget	Budget	Actual (Est.)
<b>Other Financing Sources (Uses)</b>			
Transfers Out to Other Funds			
To Trailing Liability Fund			(34,885)
To Debt Service Fund	(940,774)		(945,574)
To AHMC Lease Fund	(486,417)		(3,523,311)
To Capital Fund for Seismic Retrofit	(5,500,000)		
Total Transfers Out	(6,927,191)		(4,503,770)
Transfers In From Other Funds			
From Measure C Restricted Fund	226,123		
Total Transfers In	226,123		
<b>Balances</b>			
Elements of Beginning Balance			
Unrestricted Cash and Cash Equivalents*	2,851,622		
Savings (LAIF)	3,571,675		
IGT Loan Outstanding	876,316		
Total Beginning Balance	7,299,613		
Net Operating Revenue Less Expenditures	723,582		
Total Transfers Out	(6,927,191)		
Total Transfers In	226,123		
<b>Ending Balance</b>	<b>1,322,127</b>		

<b>Measure C Restricted Fund</b>		<b>Type: Restricted</b>	
<b>Opening Balance</b>	3,821,423		2,250,731
<b>Revenue</b>			
Measure C Parcel Tax	1,570,000	1,575,000	1,572,132
<b>Expenditures</b>			
Measure C Tax Rebates	(1,440)		(1,440)
<b>Transfers Out</b>			
To General Fund	(226,123)		
<b>Ending Balance</b>	5,163,860		3,821,423

<b>Trailing Liability Fund</b>		<b>Type: Proprietary (?)</b>	
<b>Opening Balance</b>	(543,015)		(120,437)
<b>Inflow</b>			
Cost Report Reimbursements			
DHCS Medi-Cal	(400,000)		(422,578)
Medicare	2,216,235		
<b>Total Inflow</b>	1,816,235		(422,578)
<b>Expenditures</b>			
Tail Health Care Liability	11,225	10,393	10,393
Obsolete Property Storage	8,640	8,640	8,680
EDD Unemployment	4,000		6,516
Professional Services			9,295
<b>Total Expenditures</b>	23,865	19,033	34,885
<b>Transfers In</b>			



	FYE2024	FYE2023	
	Budget	Budget	Actual (Est.)
From General Fund			34,885
<b>Transfers Out</b>			
To Capital Fund for Seismic Retrofit	(1,249,355)		
<b>Total Transfers</b>	(1,249,355)		34,885
<b>Ending Balance</b>	-		(543,015)

Debt Service Fund	Type: Debt Service
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**Opening Balance**

Outstanding Principals			
2016 Revenue Bond	(2,875,000)		(3,295,000)
HELP II Loan	(798,034)		(934,325)
United Health Care Loan	(210,000)		(420,000)
<b>Total Opening Balance</b>	<u>(3,883,034)</u>		<u>(4,649,325)</u>

**Expenditures**

Loan Payments			
2016 Revenue Bond			
Principal	435,000		420,000
Interest	117,550	563,200	130,600
HELP II Loan			
Principal	151,034		148,045
Interest	14,591	164,624	17,579
UHC Loan			
Principal	210,000		210,000
Interest	6,825	223,650	13,650
<b>Total Loan Payments</b>	<u>934,999</u>	<u>951,474</u>	<u>939,874</u>
Professional Services			
Certification Service	2,700	2,585	2,625
Trustee Fee	3,075	3,075	3,075
<b>Total Professional Services</b>	<u>5,775</u>	<u>5,660</u>	<u>5,700</u>
<b>Total Expenditures</b>	<u>940,774</u>	<u>957,134</u>	<u>945,574</u>

**Transfers In**

Transfer From General Fund	940,774		945,574
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**Current Year Ending Balance**

Outstanding Principals			
2016 Revenue Bond	(2,440,000)		(2,875,000)
HELP II Loan	(647,000)		(786,280)
United Health Care Loan	-		(210,000)
<b>Total Ending Balance</b>	(3,087,000)		(3,871,280)

	FYE2024	FYE2023	
	Budget	Budget	Actual (Est.)
<b>AHMC Lease Fund</b>			
<b>Type: Proprietary</b>			
<b>Revenue</b>			
AHMC Lease Payment	1,750,000	1,750,000	1,750,000
Total Revenue	1,750,000	1,750,000	1,750,000
<b>Expenditures</b>			
Maintenance and Improvement	2,236,417	2,183,600	5,273,311
Total Expenditures	2,236,417	2,183,600	5,273,311
<b>Total Revenue Less Expenditures</b>	(486,417)	(433,600)	(3,523,311)
<b>Transfers In</b>			
From General Fund	486,417	433,600	3,523,311
<b>Ending Balance</b>	(0)	-	-
<b>Allysun Hundley-Ford Fund</b>			
<b>Type: Feduciary</b>			
<b>Opening Balance</b>	28,904		29,000
<b>Distributions</b>			96
<b>Ending Balance</b>			28,904
<b>Capital Fund For Seismic Retrofit</b>			
<b>Opening Balance</b>	-		
<b>Transfers In</b>			
From Trailing Liability Fund	1,249,355		
From General Fund	5,500,000		
Total Transfers In	6,749,355		
<b>Expenditures</b>			
Professional Services			
Planning: Architecture and Engineering	250,000		133,468
Total Professional Services	250,000		
<b>Ending Balance</b>	6,499,355		

FYE2024

FYE2023

Budget

Budget

Actual (Est.)

**Miscellaneous Calculations and Notes**

UNRESTRICTED CASH AND CASH EQUIVALENTS as of 5/31/2023 unless otherwise noted

BofA xx155	732,422.50	SF Bay Area CPI	
BofA AP xx268	174,273.90	Jun-21	2.30%
BofA HH AP xx743	36,469.40	Jun-22	4.40%
BofA HH PR xx680	21,663.14	Apr-23	4.70%
BofA Master xx263 <sup>1</sup>	384,115.36		
BofA Payroll xx282	6,238.47		
SBMC Core xxxxx660 (4/28)	13,886.35		
SBMC Gift Mem xxx686 (4/28)	0.64		
SBMC HH xxx678 (4/28)	73,929.14		
SBMC xx378 (4/28)	30,073.46		
TRIC Deposit Account 7219	433,204.74		
TRIC District AP -Checking (7244)	189,036.66		
TRIC Measure C Restricted Fund - 5258	3,624,022.97		
TRIC Property Tax Revenue Account 5861	1,350,586.94		
<b>Total Verified Bank Accounts</b>	<b>\$ 7,069,923.67</b>		

**Adjustments**

Restricted Measure C Current Balance	3,821,423.00
Adventist Health AR in District Accounts	324,670.00
June Regular and Customary Expenses	72,208.51
<b>Total Adjustments</b>	<b>4,218,301.51</b>
<b>*Net Unrestricted Cash &amp; Cash Equivalents July 1 (Est.)</b>	<b>2,851,622.16</b>

**Regular and Customary Monthly Expenditures**

BNY Mellon	2016 Rev. Bon	51,691.19
K McKee	Payroll	245.00
MCN	775 River	84.21
Mendo Litho	Copy (Est.)	250.00
Beta Health Care	Tail Liability	866.09
K McKee	Accounting	750.00
Pelican Storage	Surplus Storag	720.00
Bank Charges		1,800.00
CHFFA	HELP II Loan	13,802.02
Streamline	Web Hosting	200.00
P&A Group	Board HRA	1,800.00
	<b>Total</b>	<b>72,208.51</b>

MCHCD FYE2024 Annual Budget - Columnar Summary - Draft

	General Fund	Measure C Restricted Fund	Trailing Liability Fund	Debt Service Fund	AHMC Lease Fund	Allysun Ford-Hundley Fund	Capital Fund For Seismic Retrofit	Totals
<b>Beginning Balance</b>								
Beginning Balance Unrestricted	7,299,613		(543,015)			28,904		6,785,502
Beginning Balance Restricted		3,821,423						3,821,423
<b>Revenue &amp; Inflow</b>								
<b>Unrestricted</b>								
Tax Revenue	960,000							960,000
Dividends and Interest	101,500							101,500
Lease Payments					1,750,000			1,750,000
<b>Restricted</b>								
Tax Revenue		1,570,000						1,570,000
Rebates		(1,440)						(1,440)
<b>Reimbursements</b>								
Net Reimbursements			1,816,235					1,816,235
<b>Total Revenue &amp; Inflow</b>	<b>1,061,500</b>	<b>1,568,560</b>	<b>1,816,235</b>	<b>-</b>	<b>1,750,000</b>	<b>-</b>	<b>-</b>	<b>6,196,295</b>
<b>Expenditures</b>								
<b>Personnel</b>								
Total Personnel	154,600							154,600
EDD - Trailing Liability			4,000					4,000
<b>Operating</b>								
Publicity and Public Relations	6,000							6,000
Board Travel and Training	1,000							1,000
Utilities	6,528							6,528
Professional Services	124,940		-	5,775			250,000	380,715
Bank Charges	10,800							10,800
Office Expenses	5,000							5,000
Storage			8,640					8,640
Association Membership	3,800							3,800
Insurance	25,250		11,225					36,475
<b>Debt Service</b>								
Principal + Interest Payments				934,999				934,999
<b>Lease</b>								
Maintenance and Improvement Fund					2,236,417			2,236,417
<b>Total Expenditures</b>	<b>337,918</b>	<b>-</b>	<b>23,865</b>	<b>940,774</b>	<b>2,236,417</b>	<b>-</b>	<b>250,000</b>	<b>3,788,974</b>
<b>Transfers</b>								
Transfers In (Out)	(6,701,068)	(226,123)	(1,249,355)	940,774	486,417		6,749,355	-
<b>Ending Balances</b>								
Ending Balance Unrestricted	1,322,127		-	(0)	(0)		6,499,355	7,821,482
Ending Balance Restricted		5,163,860						5,163,860
Ending Balance Feduciary						28,904		28,904

FULL TEXT OF MEASURE C

MENDOCINO COAST HEALTH CARE DISTRICT  
HEALTHCARE FUNDING MEASURE C

INTRODUCTION AND PURPOSE

To provide funding for maintaining emergency room services, attracting and retaining high quality doctors and nurses, maintaining ambulance and related 911 services and providing essential healthcare to residents of Mendocino County, with no proceeds used for administrators' salaries, benefits and pensions, the Mendocino Coast Health Care District ("District") proposes a healthcare parcel tax for a period of twelve years starting on July 1, 2018 at a rate of \$144 per parcel per year, and to implement accountability measures, including independent taxpayer oversight, to ensure the funds are used to help:

- Maintain local emergency room services;
- Attract and retain high quality doctors and nurses;
- Maintain local ambulance and related 911 services;
- Make critical repairs and upgrades to medical equipment and facilities;
- Maintain local surgical services; and
- Maintain local obstetric services.

The proceeds of the healthcare parcel tax shall be deposited into a separate account created by the District.

DEFINITION OF "PARCEL"

For purposes for the healthcare parcel tax, the term "Parcel" means any parcel of land which lies wholly or partially within the boundaries of the Mendocino Coast Health Care District, that receives a separate tax bill for *ad valorem* property taxes from the Mendocino County Assessor/Tax Collector, as applicable. All property that is otherwise exempt from or upon which are levied no *ad valorem* property taxes in any year shall also be exempt from the healthcare parcel tax in such year.

For purposes of this healthcare parcel tax, any such "Parcels" which are (i) contiguous, and (ii) used solely for owner-occupied, single-family residential purposes, and (iii) held under identical ownership may, by submitting to the District an application of the owners thereof by June 15 of any year, be treated as a single "parcel" for purposes of the levy of the healthcare parcel tax.

REDUCTION IN TAX IF RESULT IS LESS OTHER GOVERNEMENT SUPPORT

The collection of the healthcare parcel tax is not intended to decrease or offset any increase in local, state or federal government revenue sources that would otherwise be available to the District during the period of the healthcare parcel tax. In the event that the levy and collection does have such an effect, the District may cease the levy or shall reduce the healthcare parcel tax to the extent that such action would restore the amount of the decrease or offset in other revenues.

ACCOUNTABILITY MEASURES

The following accountability measures, among others, shall apply to the healthcare parcel tax: (a) the specific purposes of the healthcare parcel tax shall be those purposes identified above; (b) the proceeds of the healthcare parcel tax shall be applied only to those specific purposes identified above; (c) a separate, special account shall be created into which the proceeds of the healthcare parcel tax must be deposited; and (d) an annual written report shall be made to the Board of Directors of the District showing (i) the amount of funds collected and expended from the proceeds of the healthcare parcel tax and (ii) the status of any projects or programs required or authorized to be funded from the proceeds of the healthcare parcel tax, as identified above. In addition to the accountability measures required by law, if any, the District will establish an independent

FULL TEXT OF MEASURE C – continued

taxpayer oversight committee to provide oversight as to the expenditure of healthcare parcel tax revenues.

s/Steve Lund  
President, Board of Directors  
Mendocino Coast Health Care District

ATTEST:  
s/ Peter Glusker, MD, Ph.D  
Secretary, Board of Directors  
Mendocino Coast Health Care District

IMPARTIAL ANALYSIS  
MEASURE C

A Measure by the Mendocino Coast Healthcare District to Levy a Healthcare Parcel Tax for Emergency Room and Other Health Care Services

This Measure was placed on the ballot by the Mendocino Coast Health Care District's ("District") Board of Directors to seek voter approval to create a special tax of \$144.00 per parcel for each parcel of taxable real property within the District each year for a period of twelve (12) years, beginning July 1, 2018. The District estimates that the annual parcel tax revenues will be \$1.7 million dollars.

"Parcel" means any parcel of land which lies wholly or partially within the boundaries of the District.

The purpose of the parcel tax is to provide funding to help maintain local emergency room services, attract and retain high quality doctors and nurses, maintain local ambulance and related 911 services, make critical repairs and upgrades to medical equipment and facilities, maintain local surgical services, and maintain local obstetric services. The revenue raised by the special tax may only be used for those purposes described in the full text of the measure ("Full Text") and cannot be used for administrators' salaries, benefits or pensions. These special tax revenues will be deposited in a separate account to be used only for the purposes described above.

The District is required by law to issue an annual report on the amount of funds collected, expenditure of the funds, and the status of any project or program to be funded as described in the Full Text. The District will establish an independent taxpayer oversight committee to oversee the expenditure of healthcare parcel tax revenues.

This measure was placed on the ballot by the District.

This measure must be adopted by two-thirds (2/3) of the voters.

A "YES" vote would authorize the levy of the parcel tax.

A "NO" vote would not authorize the levy of the parcel tax.

DATED: March 19, 2018

s/Katharine L. Elliott  
County Counsel