

## MONTECITO FIRE PROTECTION DISTRICT

### Finance Committee Meeting Agenda

Monday, March 15, 2021 at 2:00 p.m.

The Finance Committee meeting will be held via teleconference connection as permitted under the Governor's Executive Order N-29-20, dated March 17, 2020 due to concerns of COVID-19 ("Executive Order").

Members of the public will be able to observe the Finance Committee meeting and provide public comments via Zoom: <https://zoom.us/j/92430650330>, or by calling 1-669-900-6833, meeting ID: 924 3065 0330, passcode: 999144. Any member of the public who would like to provide public input on an item listed on the agenda may utilize the "Raise Hand" feature through the Zoom App or enter "\*9" if participating by telephone only. The host will be notified and you will be recognized to speak on the agenda item in the order such requests are received by the District.

#### Agenda Items May Be Taken Out of the Order Shown

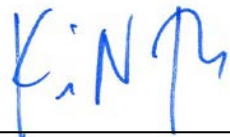
1. Public comment: Any person may address the Finance Committee at this time on any non-agenda matter that is within the subject matter jurisdiction of the Montecito Fire Protection District; 30 minutes total time is allotted for this discussion.
2. Receive presentation from Craig Fechter of Fechter & Company regarding the Annual Financial Report for Fiscal Year Ended June 30, 2020.
  - a. Consider making a recommendation for approval of the report.
3. Receive presentation from Jeff Small of Capitol PFG regarding Financial Policies and Potential Funding Strategies for Unfunded Liabilities.
  - a. Consider making a recommendation for approval of the Financial Policies.
  - b. Consider making a recommendation for approval of a funding strategy for unfunded liabilities.
4. Review the GASB 75 Actuarial Valuation Report of the retiree health insurance program as of June 30, 2020 prepared by DFA, LLC.
  - a. Consider making a recommendation for approval of the actuarial report.
5. Review and make recommendation for approval of January and February 2021 financial statements.
6. Review PARS Post-Employment Benefits Trust statements for January 2021.
7. Fire Chief's Report.
8. Requests for items to be included in the next Finance Committee Meeting.

Montecito Fire Protection District  
Agenda for Finance Committee, March 15, 2021  
Page 2

9. Adjournment.

The next meeting is scheduled for Monday, May 17, 2021 at 2:00 p.m.

This agenda is posted pursuant to the provisions of the Government Code commencing at Section 54950. The date of the posting is March 11, 2021.



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Kevin Taylor, Fire Chief

# Agenda

## Item #2





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## STAFF REPORT

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**To:** Montecito Fire Protection District Finance Committee  
**From:** Kevin Taylor, Fire Chief *KT*  
**Prepared by:** Araceli Nahas, Accountant *AN*  
**Date:** March 15, 2021  
**Topic:** Audited Financial Statements for June 30, 2020

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### Summary

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The following report provides a brief description of the various sections included in the District's audited financial statements for June 30, 2020.

### Discussion

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The District engaged with independent audit firm, Fechter & Company ("Fechter"), to perform an annual audit and issue financial statements. Firm partner, Craig Fechter, will provide a thorough review of the financials during the Zoom meeting.

### Management Report for the Year Ended June 30, 2020

This report consists of required communications for the Board of Directors. If deemed necessary, Fechter would also include comments on internal control weaknesses and suggestions for improvements, but there were no findings to that effect during this audit.

### Annual Financial Report for the Year Ended June 30, 2020

### **Independent Auditor's Report (Pg. 1)**

In this report, Fechter communicates Management's responsibility for the financial statements, the Auditor's responsibility, and the audit process. In the last paragraph, Fechter renders an opinion they have concluded that the financial statements present fairly and according to generally accepted accounting principles.

### **Management's Discussion and Analysis (Pg. 3-9)**

The Management's Discussion and Analysis ("MD&A") section of the report is produced internally by Chief Taylor and Araceli. Fechter reviews the MD&A for accuracy, but the information is not part of the audit testing.

**Balance Sheet (Pg. 10-11) and Statement of Activities (Pg. 12-13)**

The starting figures for the financial statements are derived from the District's FIN accounting system and required journal entries are reflected in the "Adjustments" column to ensure that the final reporting numbers follow Generally Accepted Accounting Principles ("GAAP") and statements issued by the Governmental Accounting Standards Board ("GASB"). Fechter and Araceli review all adjustments prior to posting.

**Notes to the Financial Statements and Required Supplementary Information (Pg. 14-36)**

The notes are required to accompany the financial statements and provide details on significant financial transactions and adjustments.

**Conclusion**

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Staff recommends that the Finance Committee recommend that the Board accept and file the Annual Financial Report for June 30, 2020.

**Attachments**

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1. Management Report for the Year Ended June 30, 2020
2. Annual Financial Report for the Year Ended June 30, 2020

**Strategic Plan Reference**

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Strategic Plan Goal #9, Ensure Financial Accountability & Transparency

**MONTECITO  
FIRE PROTECTION DISTRICT  
MANAGEMENT REPORT  
FOR THE YEAR ENDED JUNE 30, 2020**

**MONTECITO FIRE PROTECTION DISTRICT**

Management Report  
For the Year Ended June 30, 2020

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**Craig R. Fechter, CPA, MST**

Board of Directors of the  
Montecito Fire Protection District  
Santa Barbara, California

In planning and performing our audit of the financial statements of the Montecito Fire Protection District for the year ended June 30, 2020, we considered the District's internal control structure to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control structure.

Our consideration of internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce, to a relatively low level, the risk that errors or irregularities in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

We will review the status of these comments during our next audit engagement. We will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations. We thank the District's staff for its cooperation on this audit.

Fechter & Company,  
Certified Public Accountants



Sacramento, California  
March 8, 2021

**MONTECITO FIRE PROTECTION DISTRICT**  
**Required Communications**  
**For the Year Ended June 30, 2020**

**The Auditor's Responsibility under U.S. Generally Accepted Auditing Standards**

As stated in our engagement letter, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute assurance that the financial statements are free of material misstatement and are fairly presented in accordance with U.S. generally accepted accounting principles. Because an audit is designed to provide reasonable, but not absolute assurance and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us.

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting.

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit.

**Significant Accounting Policies**

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the District are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year. We noted no transactions entered into by the District during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

**Internal Control Related Matters**

In any smaller entity, whether private enterprise or a governmental agency, the lack of segregation of duties can present potential issues in regards to the perpetuation and concealment of fraud. Even with a perfect segregation of duties frauds can be perpetuated and concealed. The District can perform some specific control procedures to help reduce the risk of fraud, however. Some of the controls would include:

- Having someone independent of the bank reconciliation function review the bank statements on a monthly basis.
- Examining financial statements on a monthly basis at the management and department levels.
- Examining a budget to actual report on a frequent basis.

**MONTECITO FIRE PROTECTION DISTRICT**  
**Required Communications**  
**For the Year Ended June 30, 2020**

- Comparing the financial statements on a detailed level to the prior year on a frequent basis.
- Having someone independent of the payroll process review payroll on a bi-weekly basis, checking for accuracy of pay rates, paid time off recorded, etc.
- Verifying that a second person is approving all disbursement activity and that an individual independent of the accounting function is signing checks and asking questions about invoices presented for payment.
- Frequently displaying “professional skepticism” when considering staff responses on District finances.

California Government Code Section 12422.5 required the State Controller’s office to develop internal control guidelines applicable to each local agency by January 1, 2015. The intent of the legislation is to assist local agencies in establishing a system of internal control to safeguard assets and prevent and detect financial errors and fraud. To this end, the State Controller’s Office has produced a draft of control guidelines for local Agencies. As the District contemplates changes to its system of internal control, we advise in utilizing these guidelines when developing internal procedures to assist with your internal control processes.

The State Controller’s office has defined internal controls into five components that work together in an integrated framework. Their guidelines were adopted from the definitions and descriptions contained in *Internal Control – Integrated Framework*, published by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). The components are:

- Control Environment
- Risk Assessment
- Control Activities
- Information and Communication
- Monitoring Activities

*Control environment* is the set of standards, processes, and structures that provided the basis for carrying out internal control across the entity. The governing board and management establish the “tone at the top” regarding the importance of internal control, including expected standards of conduct which then cascade down through the various levels of the organization and have a strong effect on the overall system of internal control.

A District’s *Risk Assessment* process includes how management identifies risks (including fraud risk) relevant to the preparation and fair presentation of the financial statements in accordance with the District’s applicable financial reporting framework. In addition, this would also involve areas of business and operational risk which could potentially affect the District’s finances on a go-forward basis.

The District’s risk assessment process is an extremely important activity the board and management should undertake. Every organization, public or private, faces business risks on a day to day basis. Identifying those risks and then acting on them in a timely manner may prevent future problems from becoming completely unmanageable.

**MONTECITO FIRE PROTECTION DISTRICT**  
**Required Communications**  
**For the Year Ended June 30, 2020**

Management should consistently attempt to identify risks that exist and then present those risks to the board for action. It is impossible for us to identify every potential risk that exists but either way; it is a responsibility of management and the board to proactively identify risks that could adversely affect the District's operations.

*Control Activities* are in reference to establishing policies and procedures that achieve management directives and respond to identified risks in the internal control system. These are specific procedures designed to perform a secondary review of internal processes that will allow for segregation of duties and a management level review of processed transactions.

*Information and Communication* are the District's methods of identifying what information is relevant to present to management and the board to assist the District in making the correct decisions. It also is in reference to the District's internal processes of gathering and summarizing that information.

*Monitoring* involves evaluating the effectiveness of controls on an on-going basis and taking remedial actions when necessary when identified by the other control procedures in place. On-going monitoring activities often are built into the normal recurring activities of a local government and include regular management and supervisory activities.

There is no catch-all for finding all instances of fraud within any entity, whether public or private. One of the key factors in helping prevent fraud is to encourage ethical behavior at all levels of the organization, i.e., "tone at the top". Another key would be to note instances of abnormal behavior of finance or accounting staff when questioned about District financial matters.

The District should remember that they have outside resources available in the case of fraud – they are able to contact the District auditor, their attorney, or the county auditor-controller should anyone feel there is a chance of fraud or abuse.

### **Accounting Estimates**

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the financial statements were:

- Accrual and disclosure of compensated absences
- Capital asset lives and depreciation expense
- Actuarial study to estimate the annual required contribution of pension plan
- Actuarial study to estimate annual required contribution for post-employment benefits
- Actuarial study to determine the net pension liability

**MONTECITO FIRE PROTECTION DISTRICT**  
**Required Communications**  
**For the Year Ended June 30, 2020**

**Audit Adjustments**

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the District's financial reporting process (that is, cause future financial statements to be materially misstated). The following audit adjustments, in our judgment, indicate matters that could have a significant effect on the District's financial reporting process:

- Posting of all GASB 34 entries on behalf of the District
- Posting of all GASB 68 and GASB 75 entries on behalf of the District

**Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

**Consultations with Other Independent Auditors**

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

**Issues Discussed Prior to Retention of Independent Auditors**

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

**Difficulties Encountered in Performing the Audit**

We encountered no significant difficulties in dealing with management in performing our audit.

**MONTECITO FIRE  
PROTECTION DISTRICT**

**ANNUAL FINANCIAL REPORT  
WITH  
INDEPENDENT AUDITOR'S REPORT THEREON**

**JUNE 30, 2020**

**MONTECITO FIRE PROTECTION DISTRICT**

Annual Financial Report  
June 30, 2020

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
of the Montecito Fire Protection District  
Santa Barbara, California

We have audited the accompanying financial statements of the governmental activities and each major fund of the Montecito Fire Protection District (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Montecito Fire Protection District as of June 30, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.



To the Board of Directors  
of the Montecito Fire Protection District  
Santa Barbara, California

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion & Analysis, post-employment benefits, budgetary comparison, and pension information on pages 4-10 and 34-37, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Fechter & Company,  
Certified Public Accountants



Sacramento, California  
March 8, 2021

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(UNAUDITED)**

## MONTECITO FIRE PROTECTION DISTRICT

### Management's Discussion and Analysis (Unaudited) June 30, 2020

The purpose of the Management's Discussion and Analysis (MD&A) is to provide an overview of the District's financial condition and to highlight important changes and activities with fiscal implications that occurred during the year ended June 30, 2020. Please read it in conjunction with the District's basic financial statements and required supplementary information, which follow this section.

#### **Discussion of Basic Financial Statements**

This discussion and analysis provides an introduction and a brief discussion of the District's basic financial statements, including the relationship of the statements to each other and the significant differences in the information they provide. Special purpose governments engaged in a single government program can combine the fund financial statements and the government-wide statements using a columnar format. This format reconciles individual line items of fund financial data to government-wide data in a separate column on the face of the financial statements rather than at the bottom of the statements or in an accompanying schedule.

#### **The District's financial statements include three components:**

1. Statement of Net Position and Governmental Funds Balance Sheet
2. Statement of Activities and Governmental Revenues, Expenditures, and Changes in Fund Balances
3. Notes to the Basic Financial Statements

The Statement of Net Position and Governmental Funds Balance Sheet provide the basis for evaluating the District's capital structure, liquidity, and financial flexibility. The Statement of Activities and Governmental Revenues, Expenditures, and Changes in Fund Balances presents information that shows how the District's fund balances and net position changed during the year. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

The Notes to the Basic Financial Statements provide a description of the accounting policies used to prepare the financial statements and present material disclosures required by generally accepted accounting principles that are not otherwise present in the financial statements. In addition to the basic financial statements, this report also presents other required supplementary information.

## MONTECITO FIRE PROTECTION DISTRICT

Management's Discussion and Analysis  
(Unaudited)  
June 30, 2020

### Government-Wide Financial Analysis

In accordance with Governmental Accounting Standards Board Statement No. 34 (GASB 34), the following is an analysis of the District's net position and changes in net position.

**Table 1 – Montecito Fire Protection District Net Position**

	2020	2019	Dollar Change	Percent Change
<b>Assets:</b>				
Current and other assets	\$ 31,886,168	\$ 33,989,378	\$ (2,103,210)	-6.19%
Capital assets	11,032,262	9,152,963	1,879,299	20.53%
Total assets	<u>\$ 42,918,430</u>	<u>\$ 43,142,341</u>	<u>\$ (223,911)</u>	-0.52%
<b>Liabilities:</b>				
Current and other liabilities	\$ 5,514,185	\$ 8,634,659	\$ (3,120,474)	-36.14%
Long-term liabilities	26,653,362	25,210,674	1,442,688	5.72%
Total liabilities	<u>32,167,547</u>	<u>33,845,333</u>	<u>(1,677,786)</u>	-4.96%
<b>Net Position:</b>				
Invested in capital assets	11,032,262	9,152,963	1,879,299	20.53%
Unrestricted	(281,379)	144,045	(425,424)	-295.34%
Total net position	<u>\$ 10,750,883</u>	<u>\$ 9,297,008</u>	<u>\$ 1,453,875</u>	15.64%

Total assets decreased by \$223,911, or -.52%, when compared to the prior year. The change in current and other assets is primarily a result of a decrease to cash and investments, and deposits of \$1.2 million each, along with a net increase in capital assets of \$1.8 million.

Total liabilities decreased by \$1,677,786, or -4.96%. The change in current liabilities is primarily a result of a decrease to accounts payable of \$3.7 million and an increase in the deferred inflows of resources of \$550,000 for pension and OPEB. The increase to long-term liabilities is a result of pension and OPEB liability increases of \$1,860,000. The pension and OPEB liabilities are based on separate actuarial reports.

Net position over time is a useful indicator of a government's financial position. For Montecito Fire Protection District, assets exceed liabilities by \$10,750,883 at the close of the current fiscal year. The increase of \$1,453,875, when compared to the prior year, is the amount by which fund revenues exceed expenditures in the current fiscal year (See Table 2 on page 5).

## MONTECITO FIRE PROTECTION DISTRICT

Management's Discussion and Analysis  
(Unaudited)  
June 30, 2020

**Table 2 – Montecito Fire Protection District Change in Net Position**

	2020	2019	Dollar Change	Percent Change
<b>Revenues:</b>				
Property taxes	\$ 18,024,039	\$ 17,130,784	\$ 893,255	5.21%
Investment income	366,175	555,004	(188,829)	-34.02%
Rental income	12,900	6,450	6,450	100.00%
Intergovernmental	1,022,095	8,462,837	(7,440,742)	-87.92%
Miscellaneous	1,452,736	653,764	798,972	122.21%
Total revenues	<u>20,877,945</u>	<u>26,808,839</u>	<u>(5,930,894)</u>	-22.12%
<b>Expenses:</b>				
Salaries and benefits	15,813,604	17,879,049	(2,065,445)	-11.55%
Services and supplies	2,114,206	5,773,877	(3,659,671)	-63.38%
GASB 68 adjustment	1,900,800	2,945,461	(1,044,661)	-35.47%
GASB 75 adjustment	(877,573)	(183,179)	(694,394)	379.08%
Depreciation	473,033	444,350	28,683	6.46%
Total expenses	<u>19,424,070</u>	<u>26,859,558</u>	<u>(7,435,488)</u>	-27.68%
Change in net position	1,453,875	(50,719)	1,504,594	-2966.53%
Net Position – Beginning	<u>9,297,008</u>	<u>9,347,727</u>	<u>(50,719)</u>	-0.54%
Net Position – Ending	<u>\$ 10,750,883</u>	<u>\$ 9,297,008</u>	<u>\$ 1,453,875</u>	15.64%

The District's total revenues decreased by \$5,930,894, or -22.12%, in the current fiscal year. The total decrease is primarily attributed to the following factors:

- Intergovernmental revenue decreased significantly because in the prior year, the District collected disaster recovery funds of \$6.5 million as a result of the damage caused by the Thomas Fire (December 2017) and Debris Flow (January 2018). State and federal disaster declarations allowed the District to recuperate a majority of the emergency costs incurred during the events.

The District's total expenses decreased by \$7,435,488, or 27.68%, in the current fiscal year. The total decrease is primarily attributed to the following factors:

- Under salaries and benefits, pension supplemental contributions were \$2.2 million less than the prior year.

## MONTECITO FIRE PROTECTION DISTRICT

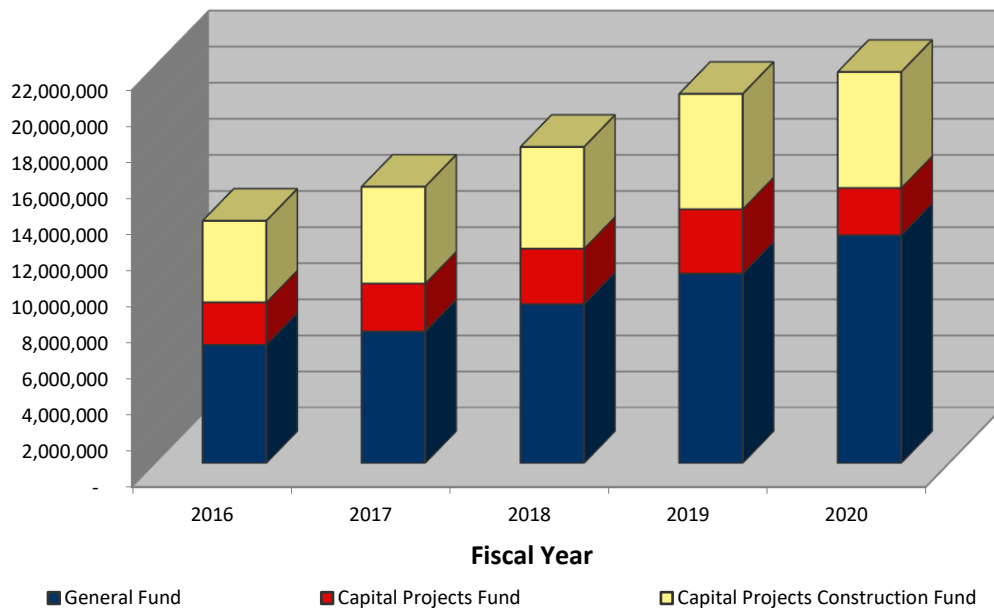
Management’s Discussion and Analysis  
(Unaudited)  
June 30, 2020

- Under services and supplies, the District paid Cal Fire \$3.9 million for firefighting efforts in our jurisdiction as part of the Thomas Fire cost apportionment agreement in the prior year.
- Under GASB 68 and 75 adjustments, net decreases of \$1.7 million in expenses were calculated using independent actuarial reports for pension and OPEB plans.

### Analysis of Fund Balances of Individual Funds

The chart below displays the fiscal year end (2016 to 2020) fund balances for the District’s General Fund (annual operational account), Capital Projects Fund (equipment pre-funding account), and Capital Projects Construction Fund (land and building account).

**Fund Balances – 5 Year Trend**



Total fund balance has increased steadily from fiscal year 2016 to 2020. The General Fund balance includes \$6,878,000 in Board-approved reserves: catastrophic and economic uncertainties, and an additional \$1,000,000 in a committed funds to be used for supplemental pension contributions in fiscal year 2021.

## MONTECITO FIRE PROTECTION DISTRICT

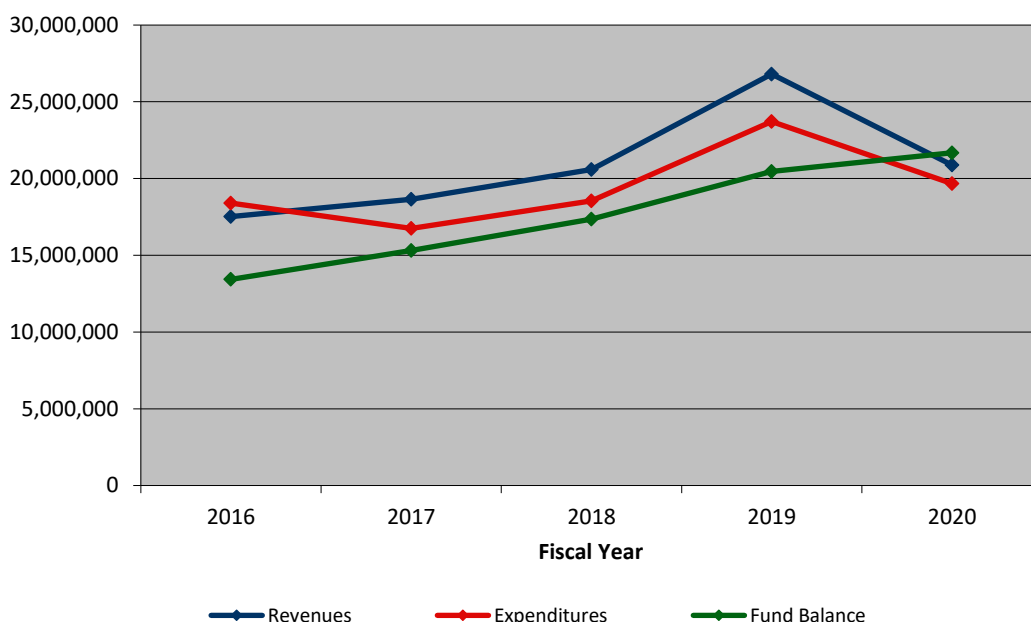
Management’s Discussion and Analysis  
(Unaudited)  
June 30, 2020

### Analysis of Revenues, Expenditures, and Fund Balance for Combined Governmental Funds

The following chart displays the District’s revenues, expenditures, and ending “Memorandum Only” fund balance totals for the same five-year period. Revenue has exceeded expenditures and fund balance has steadily increased since fiscal year 2016.

Over the last five years, revenue has steadily increased from \$17.5 million in 2016 to a peak of \$26.8 million in 2019, then down to \$20.8 million in 2020. Total combined expenditures have also seen in upward trend since 2016, with a peak of \$23.7 million in 2019, then down to \$21.7 million in 2020. The peaks in 2019 are due to one-time revenues and expenses resulting from the Thomas Fire and 1-9 Debris Flow.

**Revenues, Expenditures & Fund Balance - 5 Year Trend**



### Analysis of Significant Variations Between Original and Final Budget and Actual Results for the General Fund

The Board of Directors adopted the District’s 2019-20 fiscal year operating budget in September of 2019 on a modified accrual basis. As adopted for the General Fund, budgeted revenues totaled \$20,914,000, while projected expenditures totaled \$20,701,400. Operating transfers to the Capital Projects Fund were \$440,000.

The District formally amended its originally adopted budget in June of 2020. As amended for the General Fund, revised budgeted revenues decreased by \$342,000 to \$20,572,000, projected expenditures decreased by \$1,575,000 to \$19,126,400, and operating transfers remained unchanged.

## MONTECITO FIRE PROTECTION DISTRICT

### Management's Discussion and Analysis (Unaudited) June 30, 2020

Actual revenues for the year were \$127,864 more than budgeted and actual expenditures were \$993,383 lower than the final amended budget on a modified accrual basis. Refer to the required supplementary information on page 35 for the Budgetary Comparison Schedule.

#### Capital Assets

The District's investment in capital assets for its governmental activities as of June 30, 2020, amounted to \$11,032,262 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, structures, improvements, and equipment.

Capital assets for the governmental activities are presented below to illustrate changes from the prior year:

**Table 3 – Montecito Fire Protection District Capital Assets**

	2020	2019	Dollar Change	Percent Change
Land	\$ 2,577,530	\$ 2,577,530	\$ -	0.00%
Construction in progress	609,563	529,436	80,127	15.13%
Structures & improvements	7,841,087	7,254,712	586,375	8.08%
Equipment	6,449,481	5,074,349	1,375,132	27.10%
Total cost	17,477,661	15,436,027	2,041,634	13.23%
Less: accumulated depreciation	(6,445,399)	(6,283,064)	(162,335)	2.58%
Total capital assets - net	<u>\$ 11,032,262</u>	<u>\$ 9,152,963</u>	<u>\$ 1,879,299</u>	20.53%

Significant capital asset activity during fiscal year 2019-20 includes the following:

- The District's building improvements included a roof replacement to the Headquarters/Station 1 building, new vehicle exhaust systems to both stations, and a generator replacement for power back-up at Station 1. The building improvement projects totaled \$586,000.
- The District also placed into service two new engines and three staff vehicles, totaling \$1.4 million.
- The District recognized \$473,033 in depreciation expense.



**MONTECITO FIRE PROTECTION DISTRICT**

Management's Discussion and Analysis  
(Unaudited)  
June 30, 2020

**Contacting the District Management**

This financial report is designed to provide citizens, taxpayers, and creditors with a general overview of the District's finances and to show the District's accountability for the revenue received. We are committed to being open and accessible in our operations and governance. If you have any questions regarding this report or need additional financial information, please visit our website at [Montecitofire.com](http://Montecitofire.com).



**BASIC FINANCIAL STATEMENTS**

**MONTECITO FIRE PROTECTION DISTRICT**  
**STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET**  
**JUNE 30, 2020**

	<u>General Fund</u>	<u>Pension Obligation Fund</u>	<u>Capital Project Fund</u>	<u>Capital Project Construction Fund</u>
<b>Assets:</b>				
Cash and investments	\$ 12,453,272	\$ 856	\$ 2,630,271	\$ 6,406,608
Accounts receivable	529,925	-	-	-
Interest receivable	38,967	3	6,902	19,607
Other assets	-	-	-	-
Capital assets, net	-	-	-	-
Total Assets	<u>\$ 13,022,164</u>	<u>\$ 859</u>	<u>\$ 2,637,173</u>	<u>\$ 6,426,215</u>
<b>Deferred Outflows of Resources</b>				
<b>Deferred Outflows of Resources - OPEB</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 358,623	\$ -	\$ 18,440	\$ 2,175
Salaries and benefits payable	29,424	-	-	-
Long-term liabilities:				
Net Pension liability	-	-	-	-
Net OPEB liability	-	-	-	-
Compensated absences	-	-	-	-
Total Liabilities	<u>388,047</u>	<u>-</u>	<u>18,440</u>	<u>2,175</u>
<b>Fund Balances/Net Position:</b>				
<b>Fund Balances:</b>				
Nonspendable	-	-	427,351	-
Committed	-	-	-	-
Assigned	7,878,500	-	-	853
Unassigned	4,755,616	859	2,191,382	6,423,187
Total Fund Balances	<u>12,634,116</u>	<u>859</u>	<u>2,618,733</u>	<u>6,424,040</u>
Total Liabilities, Fund Balances	<u>\$ 13,022,163</u>	<u>\$ 859</u>	<u>\$ 2,637,173</u>	<u>\$ 6,426,215</u>
<b>Deferred Inflows of Resources</b>				
<b>Deferred Outflows of Resources - OPEB</b>				
<b>Net Position:</b>				
Invested in capital assets				
Unrestricted				
Total Net Position				

**MONTECITO FIRE PROTECTION DISTRICT**  
**STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET**  
**JUNE 30, 2020**

<b>Total Memorandum Only</b>	<b>Adjustments</b>	<b>Statement of Net Position</b>	
\$ 21,491,007	\$ -	\$ 21,491,007	<b>Assets:</b>
529,925	-	529,925	Cash and investments
65,479	-	65,479	Accounts receivable
-	45,092	45,092	Interest receivable
-	11,032,262	11,032,262	Other assets
<u>\$ 22,086,411</u>	<u>\$ 11,077,354</u>	<u>\$ 33,163,765</u>	Capital assets, net
			Total Assets
-	\$ 7,707,526	\$ 7,707,526	<b>Deferred Outflows of Resources</b>
-	2,047,139	2,047,139	<b>Deferred Outflows of Resources - OPEB</b>
\$ 379,238	\$ -	\$ 379,238	<b>Liabilities:</b>
29,424	-	29,424	Accounts payable
-	22,903,885	22,903,885	Salaries and benefits payable
-	2,204,104	2,204,104	Long-term liabilities:
-	1,545,373	1,545,373	Net Pension liability
<u>408,662</u>	<u>26,653,362</u>	<u>27,062,024</u>	Net OPEB liability
			Compensated absences
			Total Liabilities
427,351	(427,351)	-	<b>Fund Balances/Net Position:</b>
-	-	-	<b>Fund Balances:</b>
7,879,353	(7,879,353)	-	Nonspendable
13,371,044	(13,371,044)	-	Committed
<u>21,677,748</u>	<u>(21,677,748)</u>	<u>-</u>	Assigned
<u>\$ 22,086,410</u>			Unassigned
			Total Fund Balances
			Total Liabilities, Fund Balances
	4,396,488	4,396,488	<b>Deferred Inflows of Resources</b>
	709,034	709,034	<b>Deferred Outflows of Resources - OPEB</b>
	11,032,262	11,032,262	<b>Net Position:</b>
	(281,379)	(281,379)	Invested in capital assets
	<u>\$ 10,750,883</u>	<u>\$ 10,750,883</u>	Unrestricted
			Total Net Position

**MONTECITO FIRE PROTECTION DISTRICT**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	<b>General Fund</b>	<b>Pension Obligation Fund</b>	<b>Capital Project Fund</b>	<b>Capital Projects Construction Fund</b>
<b>Revenues:</b>				
Property taxes	\$ 18,024,039	\$ -	\$ -	\$ -
Investment income	193,286	17	47,593	125,279
Rental income	12,900	-	-	-
Intergovernmental	1,022,095	-	-	-
Proceeds from sale of assets/gain on sale	-	-	7,800	-
Miscellaneous	1,447,543	-	-	-
Total Revenues	<u>20,699,864</u>	<u>17</u>	<u>55,393</u>	<u>125,279</u>
<b>Expenditures:</b>				
Salaries and benefits	15,195,081	-	-	-
Services and supplies	2,110,420	-	-	3,786
Depreciation	-	-	-	-
Capital outlay	827,516	-	1,447,297	80,127
Total Expenditures/Expenses	<u>18,133,017</u>	<u>-</u>	<u>1,447,297</u>	<u>83,913</u>
Excess (deficiency) of revenues over (under) expenditures	2,566,847	17	(1,391,904)	41,366
<b>Other Financing Sources (Uses):</b>				
Transfers in	-	-	440,000	-
Transfers out	(440,000)	-	-	-
Total other financing sources (uses)	<u>(440,000)</u>	<u>-</u>	<u>440,000</u>	<u>-</u>
Net change in fund balances	2,126,847	17	(951,904)	41,366
Change in net position				
<b>Fund Balances/Net Position - Beginning</b>	<u>10,507,269</u>	<u>842</u>	<u>3,570,637</u>	<u>6,382,674</u>
<b>Fund Balances/Net Position - Ending</b>	<u>\$ 12,634,116</u>	<u>\$ 859</u>	<u>\$ 2,618,733</u>	<u>\$ 6,424,040</u>

**MONTECITO FIRE PROTECTION DISTRICT**  
**STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**FOR THE YEAR ENDED JUNE 30, 2020**

<u>Total Memorandum Only</u>	<u>Adjustments</u>	<u>Statement of Activities</u>	
\$ 18,024,039	\$ -	\$ 18,024,039	<b>Revenues:</b>
366,175	-	366,175	Property taxes
12,900	-	12,900	Investment income
1,022,095	-	1,022,095	Rental income
7,800	(2,608)	5,192	Intergovernmental
1,447,543	-	1,447,543	Proceeds from sale of assets/gain on sale
<u>20,880,553</u>	<u>(2,608)</u>	<u>20,877,945</u>	Miscellaneous
			Total Revenues
15,195,081	1,641,750	16,836,831	<b>Expenditures:</b>
2,114,206	-	2,114,206	Salaries and benefits
-	473,033	473,033	Services and supplies
2,354,940	(2,354,940)	-	Depreciation
<u>19,664,227</u>	<u>(240,157)</u>	<u>19,424,070</u>	Capital outlay
			Total Expenditures/Expenses
1,216,326	237,549	1,453,875	Excess (deficiency) of revenues over (under) expenditures
440,000	(440,000)	-	<b>Other Financing Sources (Uses):</b>
(440,000)	440,000	-	Transfers in
<u>-</u>	<u>-</u>	<u>-</u>	Transfers out
			Total other financing sources (uses)
1,216,326	(1,216,326)	-	Net change in fund balances
	1,453,875	1,453,875	Change in net position
<u>20,461,422</u>	<u>(11,164,414)</u>	<u>9,297,008</u>	<b>Fund Balances/Net Position - Beginning</b>
<u>\$ 21,677,748</u>	<u>\$ (9,710,539)</u>	<u>\$ 10,750,883</u>	<b>Fund Balances/Net Position - Ending</b>

**NOTES TO THE BASIC FINANCIAL STATEMENTS**



**MONTECITO FIRE PROTECTION DISTRICT**

Notes to the Financial Statements  
June 30, 2020

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****Reporting Entity**

The Montecito Fire Protection District (the District) is an independent division of local government, authorized by California Health and Safety Code Sections 13800-13970. The District is governed by a five-member Board of Directors elected to serve four-year terms. These financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. There are no component units included in this report that meet the criteria of a blended or discretely presented component unit as set forth by the Governmental Accounting Standards Board (GASB), which is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

**Government-Wide – Basis of Presentation, Measurement Focus, and Basis of Accounting**

GASB Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments* (GASB 34), was issued to improve governmental financial reporting for citizens, district representatives, and creditors involved in the lending process. GASB 34 requires that a government entity present in its basic external financial statements both government-wide financial statements and fund financial statements, excluding fiduciary funds. Governments engaged in a single government program may combine their fund financial statement with their government-wide statements by using a columnar format that reconciles individual line items of fund financial data to government-wide data in a separate column.

GAAP requires that the government-wide financial statements be reported using the economic resources measurement focus and the accrual basis of accounting. In comparison, governmental funds employ the current financial resources measurement focus and the modified accrual basis of accounting. The economic resources measurement focus aims to report all inflows, outflows, and balances affecting or reflecting an entity's net position. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when incurred for activities related to exchange and exchange-like activities. In addition, long-lived assets (such as buildings and equipment) are capitalized and depreciated over their estimated economic lives.

**Funds – Basis of Presentation, Measurement Focus, and Basis of Accounting**

The accounts of the District are organized on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements. The District uses the governmental fund category.

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

#### **Funds – Basis of Presentation, Measurement Focus, and Basis of Accounting - continued**

**Governmental Funds** are used to account for the District’s general government activities. Governmental funds use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e. when they are “measurable and available”). “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers all revenues available if they are collected within 60 days after fiscal year-end. Expenditures are recorded when the related fund liability is incurred, except for certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property taxes and interest associated with the current fiscal year are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal year. Other receipts and taxes are determined to be both measurable and available when cash is received by the District and are recognized as revenue at that time.

Secured property taxes are levied in September of each year based upon the assessed valuation as of the previous January 1 (lien date). They are payable in two equal installments due on November 1 and February 1, and are considered delinquent with penalties after December 10 and April 10, respectively.

Unsecured property taxes are due on the January 1 lien date and become delinquent with penalties after August 31. All property taxes are billed and collected by the County of Santa Barbara (the County) and remitted to the District.

The District maintains the following governmental fund types:

The ***General Fund*** is the District’s operating fund. It accounts for all the financial resources and the legally authorized activities of the District except those required to be accounted for in another fund.

The ***Pension Obligation Fund*** accounts for the accumulation of resources that are committed for the payment of principal and interest on the District’s pension obligation bonds (Note 5).

The ***Capital Projects Fund*** accounts for the acquisition of capital assets not being financed by the General Fund.

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

#### **Funds – Basis of Presentation, Measurement Focus, and Basis of Accounting - continued**

The *Capital Projects Construction Fund* accounts for the construction of major capital projects not being financed by the General Fund, such as the acquisition of land for the development of a new fire station.

#### **Investments**

The District maintains substantially all its cash in the Santa Barbara County Treasurer's cash management investment pool (the pool).

State statutes and the County's investment policy authorize the County Treasurer to invest in U.S. Treasury and U.S. Government agency securities; state and/or local agency bonds, notes, warrants, or certificates of indebtedness; bankers' acceptances; commercial paper; corporate bonds and notes; negotiable certificates of deposit; repurchase agreements; reverse repurchase agreements; securities lending; bank deposits; money market mutual funds; State of California Local Agency Investment Fund (LAIF); and the investment pools managed by a Joint Powers Authority. Interest earned on pooled investments is apportioned quarterly into participating funds based upon each fund's average daily deposit balance. Any investment gains or losses are proportionately shared by all funds in the pool.

Investments held by the County Treasurer are stated at fair value. The fair value of pooled investments is determined quarterly and is based on current market prices received from the securities custodian. The fair value of participants' position in the pool is the same as the value of the pool shares. The method used to determine the value of participants' equity withdrawn is based on the book value of the participants' percentage participation at the date of such withdrawal.

The pool's disclosures related to cash and investments, including those disclosures regarding custodial credit risk, are included in the County's Comprehensive Annual Financial Report. A copy may be obtained online from the Auditor-Controller section of the County's website.

#### **Receivables**

Receivables are recorded in the District's Statement of Net Position and Governmental Funds Balance Sheet net of any allowance for uncollectible. All receivables are deemed to be collectible at June 30, 2020, and, as such, the District has no allowance for uncollectible accounts for these receivables.

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

#### Capital Assets

Capital assets are recorded in the District's Statement of Net Position and Governmental Funds Balance Sheet in the Statement of Net Position column at cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation. The costs of normal maintenance that do not add to the value of the asset or materially extend assets' lives are expensed as incurred. The District's capitalization threshold is \$5,000. Capital assets are depreciated at cost using the straight-line method over the following estimated useful lives:

- |  |          |
|--|----------|
| • Small equipment, medium equipment, and computers | 5 years  |
| • Vehicles, trucks, and large equipment            | 10 years |
| • Fire trucks, buildings, and land improvements    | 20 years |
| • Buildings  | 50 years |

#### Compensated Absences

The District's policy permits employees to accumulate earned but unused holiday and vacation leave benefits. There is no liability for unpaid accumulated sick leave since the District does not have a policy to pay any amounts when employees separate from service with the District. All vacation pay and holiday pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements prior to year-end and paid by the District subsequent to year-end.

#### Deferred Compensation Plan

The District offers a deferred compensation plan to its employees. The District has adopted provisions of GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans* (GASB 32), which establishes financial accounting and reporting standards based on current amendments to the provisions of Internal Revenue Code (IRC) Section 457. Under IRC 457, plan assets are not owned by the governmental entity, and as a result, governmental entities are required to remove plan assets and plan liabilities from their financial statements.

The District has no administrative involvement, does not perform the investing function, and has no fiduciary accountability for the plan. Thus, in accordance with GASB 32, the plan assets and any related liability to plan participants have been excluded from the District's financial statements.

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

#### Fund Equity

In February 2009, the GASB issued Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes accounting and financial reporting standards for all governments that report governmental funds.

Under GASB 54, fund balance for governmental funds should be reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are now broken out in five categories:

- *Nonspendable fund balance* – amounts that cannot be spent because they are either (a) not spendable in form or (b) legally or contractually required to be maintained intact.
- *Committed fund balance* – amounts that can only be used for specific purposes determined by formal action of the District’s highest level of decision-making authority and that remain binding unless removed in the same manner. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period.
- *Restricted fund balance* – This fund balance classification should be reported when there are constraints placed on the use of resources externally (by creditors, grant sources, contributors, etc.) or imposed by law or enabling legislation.
- *Assigned fund balance* – amounts that are constrained by the District’s intent to be used for specific purposes. The intent can be established at either the highest level of decision-making or by a body or an official designated for that purpose. This is also the classification for residual funds in the District’s debt service, special revenue, and capital projects funds.
- *Unassigned fund balance* – the residual classification for the District’s General Fund that includes amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

The District’s Board establishes, modifies, or rescinds fund balance commitments and assignments by passage of an ordinance or resolution. This is done through adoption of the budget and subsequent budget amendments that occur throughout the year. When both restricted and unrestricted resources are available for use, it is the District’s policy to use restricted fund balance resources first, then unrestricted resources as they are needed. When committed, assigned, or unassigned resources are available for use in the governmental fund financial statements, the District considers committed amounts to be used first, then assigned amounts, and then unassigned amounts.

**MONTECITO FIRE PROTECTION DISTRICT**

Notes to the Financial Statements  
June 30, 2020

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued****Memorandum Only – Total Columns**

Total columns in the Statement of Net Position and Governmental Funds Balance Sheet and the Statement of Activities and Governmental Fund Revenues, Expenditures, and Changes in Fund Balances are captioned as “Memorandum Only,” as they do not represent consolidated financial information and are presented only to facilitate financial analysis. The columns do not present information that reflects the financial position or results of operations of the District in conformity with GAAP. Such data is not comparable to a consolidation, as interfund eliminations have not been made in the aggregation of this data.

**Use of Estimates**

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

**Prior Year Change in Accounting Principles – Other Post Employment Benefits**

During the year ended June 30, 2018, the District adopted GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (GASB 75)*. This statement requires the Agency recognize in its financial statements the total Postemployment Benefits Other Than Pensions (OPEB) liability for the health benefits provided to retirees, less the amounts held in an irrevocable trust account.

Annual OPEB cost for most employers will be based on actuarially determined amounts that, if paid on an ongoing basis, generally would provide sufficient resources to pay benefits as they come due. The District has implemented the requirements of GASB 75 on a prospective basis.

GASB 75 also establishes disclosure requirements for information about the plans in which an employer participates, the funding policy followed, the actuarial valuation process and assumptions, and, for certain employers, the extent to which the plan has been funded over time.

**MONTECITO FIRE PROTECTION DISTRICT**

Notes to the Financial Statements  
June 30, 2020

**NOTE 2: CASH AND INVESTMENTS****Investment in the Santa Barbara County Investment Pool**

The District is a voluntary participant in the Santa Barbara County Treasurer's investment pool that is regulated by California Government Code under the oversight of the Treasurer of the State of California. The balance available for withdrawal is based on the accounting records maintained by the County Treasurer. As of June 30, 2020 the District had cash on deposit with the County Treasurer in the amount of \$21,491,007.

**Investments Authorized by District Policy**

The District has not formally adopted a deposit and investment policy that limits the government's allowable deposits or investment and addresses the specific types of risk to which the government is exposed.

**Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. At fiscal year end, the weighted average days to maturity of the investments contained in the County investment pool was approximately 705 days.

**Credit Risk**

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating firm. The Santa Barbara County Treasurer's investment pool is not rated.

**Custodial Credit Risk**

Custodial credit risk does not apply to a local government's indirect investment in deposits and securities through the use of government investment pools (such as the Santa Barbara County Treasurer's investment pool).

## MONTECITO FIRE PROTECTION DISTRICT

### Notes to the Financial Statements June 30, 2020

#### NOTE 3: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2020, is as follows:

	<u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2020</u>
Capital assets, not being depreciated:				
Land	\$ 2,577,530	\$ -	\$ -	\$ 2,577,530
Construction in progress	529,436	80,127	-	609,563
Total capital assets, not being depreciated	<u>3,106,966</u>	<u>80,127</u>	<u>-</u>	<u>3,187,093</u>
Capital assets, being depreciated:				
Structures and improvements	7,254,712	586,375	-	7,841,087
Equipment	5,071,808	1,688,438	(310,765)	6,449,481
Total capital assets, being depreciated	<u>12,326,520</u>	<u>2,274,813</u>	<u>(310,765)</u>	<u>14,290,568</u>
Less accumulated depreciation for:				
Structures and improvements	(3,017,974)	(183,322)	-	(3,201,296)
Equipment	(3,262,549)	(289,711)	308,157	(3,244,103)
Total accumulated depreciation	<u>(6,280,523)</u>	<u>(473,033)</u>	<u>308,157</u>	<u>(6,445,399)</u>
Total capital assets, being depreciated, net	<u>6,045,997</u>	<u>1,801,780</u>	<u>(2,608)</u>	<u>7,845,169</u>
Total capital assets, net	<u>\$ 9,152,963</u>	<u>\$ 1,881,907</u>	<u>\$ (2,608)</u>	<u>\$ 11,032,262</u>

Depreciation expense amounted to \$473,033 for the fiscal year ended June 30, 2020.

#### NOTE 4: LONG-TERM LIABILITIES

Changes to the District's long-term liabilities for the year ended June 30, 2020, are as follows:

	<u>July 1, 2019</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2020</u>
Compensated absences	\$ 1,548,213	\$ -	\$ (2,840)	\$ 1,545,373
Net pension liability	21,248,084	1,655,801	-	22,903,885
	<u>\$ 22,796,297</u>	<u>\$ 1,655,801</u>	<u>\$ (2,840)</u>	<u>\$ 24,449,258</u>

The liability for employee compensated absences is liquidated by the General Fund.



## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 5: INTERFUND TRANSFERS

Interfund transfers in the District's fund financial statements made during the year ended June 30, 2020, are as follows:

Funds	Inter-Fund	
	Transfers In	Transfers Out
Major Funds:		
General	\$ -	\$ 440,000
Capital projects	440,000	-
Total	\$ 440,000	\$ 440,000

During the fiscal year ended June 30, 2020, the District transferred \$440,000 from the General Fund to the capital outlay funds to finance fixed asset purchases.

### NOTE 6: RISK MANAGEMENT

The District is a participant in a public entity risk pool with the Fire Agencies Insurance Risk Authority (FAIRA). FAIRA is organized pursuant to the provisions of the California Government Code Section 6500 et seq. for the purpose of providing an effective risk management program to local governments by reducing the amount and frequency of losses, pooling self-insured losses, and jointly purchasing excess insurance and administrative services in connection with a joint protection program.

The District pays an annual premium to the pool for its excess general liability insurance coverage. The agreement for information of FAIRA provides that the pool will be self-sustaining through member premiums.

FAIRA provides the District with insurance-like benefits for general liability and excess liability coverage, automobile claims, management liability coverage, and property coverage for buildings, contents, and crime. During the fiscal year, the District contributed an annual premium of \$32,345 with limits ranging from \$1,000,000 to \$2,000,000 for each liability, and excess liability coverage of \$10,000,000. The insurance coverage in excess of the \$1,000,000, up to \$10,000,000, is provided by the Argonaut Insurance Company.

**MONTECITO FIRE PROTECTION DISTRICT**

Notes to the Financial Statements  
June 30, 2020

**NOTE 7: RETIREMENT PLAN****Plan Description**

The District contributes to the Public Agency portion of the California Public Employees Retirement System (CalPERS), an agent multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by State statute and District ordinance. Copies of CalPERS' annual financial report may be obtained from its Executive Office at 400 P Street, Sacramento, CA 95814.

All full-time and less than full-time District employees that meet the CalPERS membership eligibility requirements can participate in CalPERS. Retirement benefits vest after five years of service with the District. Vested District safety members who retire at, or after, age 50 are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to years of credited service multiplied by their highest twelve-month period of earnings multiplied by a percentage factor ranging from 2.4% to 3.0%, depending upon age at retirement. Vested District miscellaneous members who retire at, or after, age 50 are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to years of credited service multiplied by their highest twelve-month period earnings multiplied by a percentage factor ranging from 2.0% to 3.0%, depending upon age at retirement. CalPERS also provides death and disability benefits.

On January 1, 2013, the Public Employee Pension Reform Act of 2013 (PEPRA) became effective, which made numerous changes to public pension provisions for agencies contracting with CalPERS. A new tier level was created for new public agency employees, which includes a different retirement benefit formula as well as different employer and member contribution rates as compared to current public agency employees.

CalPERS issues a separate comprehensive annual financial report, copies of which may be obtained from the CalPERS webpage at [www.calpers.ca.gov](http://www.calpers.ca.gov).

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 7: RETIREMENT PLAN - continued

#### Funding Policy

The employee contribution level for District miscellaneous members and District safety members is 8% and 9%, respectively, of annual salary. The District makes contributions for the entire amounts required of the employees on their behalf. The District is required to contribute an actuarially-determined employer rate. The contribution requirements of plan members are based upon the benefit level adopted by the District's Board. The employer contribution rate is established annually and may be amended by CalPERS. The employer contribution rates of annual covered payroll are as follows:

Tier	Safety	Non-Safety
Tier 1	21.748%	16.652%
PEPRA	13.786%	7.070%

In addition, the District also makes unfunded liability payments annually to help make up for the shortfall in the pension plan. This is also actuarially determined. The following represents the unfunded liability payments made during the 2020 fiscal year:

Tier	Safety	Non-Safety
Tier 1	\$ 1,234,551	\$ 143,988
PEPRA	1,641	325

#### Funding Policy

At June 30, 2020, the District reported a liability of \$22,903,885 in the Statement of Net Position for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all Pension Plan participants, which was actuarially determined.

For the fiscal year ended June 30, 2020, the District recognized pension expense of \$4,564,099 in its Government-Wide financial statements. Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits.

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 7: RETIREMENT PLAN – continued

#### Actuarial Assumptions

The total pension liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions; total pension liability represents the portion of the actuarial present value of projected benefit payments attributable to past periods of service for current and inactive employees:

- Discount Rate/Rate of Return – 7.15%, net of investment expense
- Inflation Rate – 2.75%
- Salary increases – Varies by Entry Age and Service
- COLA Increases – up to 2.75%
- Post-Retirement Mortality – Derived using CalPERS’ Membership Data for all Funds

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2018. The long-term expected rate of return on pension plan investments (7.15%) was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocations	Real Return Years 1-10	Real Return Years 11+
Global Equity	50.00	4.80%	5.98%
Global Fixed Income	28.00	1.00%	2.62%
Inflation Sensitive	0	.77%	1.81%
Private Equity	8.00	6.30%	7.23%
Real Estate	13.00	3.75%	4.93%
Liquidity	1.0	0	(.92)%

The discount rate used to measure the total pension liability was 7.15 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from the District will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension fund’s fiduciary net position was projected to be available

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 7: RETIREMENT PLAN - continued

#### Actuarial Assumptions - (continued)

to make all projected future benefit payments of current active and inactive employees. In theory, the discount rate may differ from the long-term expected rate of return discussed previously. However, based on the projected availability of the pension fund's fiduciary net position, the discount rate is equal to the long-term expected rate of return on pension plan investments, and was applied to all periods of projected benefit payments to determine the total pension liability.

#### Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.15%) or 1 percentage point higher (8.15%) than the current rate:

	1% Decrease 6.15%	Discount Rate 7.15%	1% Increase 8.15%
District's proportionate share of the net pension liability	\$ 36,659,211	\$ 22,903,885	\$ 11,618,791

Detailed information about the pension fund's fiduciary net position is available in the separately issued CalPERS comprehensive annual financial report, which may be obtained by contacting CalPERS.

### NOTE 8: OTHER POST-EMPLOYMENT BENEFITS (OPEB)

#### Plan Description and Funding Policy

The District provides retiree healthcare benefits for employees who retire with CalPERS pension benefits immediately upon termination of employment from the District. The District contracts with CalPERS for this insured-benefit plan, an agent multiple-employer post-employment healthcare plan, established under the State of California's Public Employees' Medical and Hospital Care Act (PEMHCA). The plan's medical benefits and premium rates are established by CalPERS and the insurance providers. The District pays for medical, dental, and vision premiums for the lifetime of the retiree and their eligible dependents. The District pays 100% of the retiree medical premiums, up to a maximum of \$2,725 per month for 2020, and 100% of the premiums for retiree dental and vision coverage. CalPERS issues a separate comprehensive annual financial report, copies of which may be obtained from the CalPERS webpage at [www.calpers.ca.gov](http://www.calpers.ca.gov).

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 8: OTHER POST EMPLOYMENT BENEFITS (OPEB) - continued

#### **Plan Description and Funding Policy - (continued)**

The District participates in the Public Agency Retirement System (PARS) Public Agencies Post-Retirement Health Care Plan Trust Program (PARS Trust), a single employer irrevocable trust established to fund other postemployment benefits. The PARS Trust is approved by the Internal Revenue Code Section 115 and invests funds in equity, bond, and money market mutual funds. The Fire Chief or designee is the District's Plan Administrator. Copies of PARS Trust annual financial report may be obtained from PARS at 4350 Von Karman Avenue, Suite 100, Newport Beach, CA 92660.

The contributions to the OPEB plan are based on pay-as-you-go financing requirements, with an additional amount contributed to the PARS Trust to prefund benefits from time to time at the sole discretion of the Board. Retiree health benefits may be paid out of the PARS Trust, set up for this purpose, to the extent funded. The purpose of this funding policy is to manage the District's OPEB obligations while at the same time maintaining as much flexibility as possible to adjust for changing budgetary considerations.

#### **Employees Covered by Benefit Terms**

At the OPEB liability measurement date of June 30, 2019, the following employees were covered by the benefit terms:

- Retired employees – 49
- Active employees – 45

#### **Total OPEB liability**

The District's total OPEB liability was measured as of June 30, 2019 and was determined by an actuarial valuation as of that date.

#### **Actuarial Assumptions and Other Inputs**

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	3.00%
Salary increases	4.00%
Medical cost trend	5-6% increases
Discount rate	6.5%

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 8: OTHER POST EMPLOYMENT BENEFITS (OPEB) - continued

	2020
Total OPEB liability - 6/30/2019	\$ 2,414,377
Service cost	427,392
Interest	879,400
Expected return on plan assets	(687,583)
Less benefit paid	(886,355)
Administrative costs	56,873
Total OPEB liability - 6/30/2020	\$ 2,204,104

#### **Sensitivity of the District's Net OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease 5.5%	Discount Rate 6.5%	1% Increase 7.5%
District's net OPEB plan liability	\$ 3,817,919	\$ 2,204,104	\$ 850,099

#### **Sensitivity of the District's Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a healthcare cost-trend rate that is 1 percentage point lower or 1 percentage point higher than the healthcare cost-trend rate:

	1% Decrease	Current Trend Rate	1% Increase
District's net OPEB plan liability	\$ 680,196	\$ 2,204,104	\$ 3,862,921

#### **OPEB expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

For the year ended June 30, 2020 the District recognized OPEB expense of \$621,363. OPEB expense represents the change in the net OPEB liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss and actuarial assumptions.

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 8: OTHER POST EMPLOYMENT BENEFITS (OPEB) - continued

#### OPEB expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - (continued)

At June 30, 2020, the District reported deferred outflows and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net differences between expected and actual experience	\$ 1,095,704	\$ -
Change in assumptions	-	453,196
Net differences between project and actual earnings	73,862	255,838
Contributions subsequent to measurement date	877,573	-
	\$ 2,047,139	\$ 709,034

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Amount
2021	\$ 136,232
2022	136,232
2023	169,604
2024	18,464
Total	\$ 460,532

### NOTE 9: WORKFORCE HOUSING

The District had a Housing Committee that researched methods which allow employees to live closer to the District in order to facilitate responses to emergencies. The District approved a plan in the fiscal year ended June 30, 2006 to purchase Workforce Housing and completed the purchase of a parcel consisting of three residences of varying sizes at East Valley Road. The District has contracted with a property management company to manage the operational activity of the residences. The Housing Committee developed a policy to govern all matters related to the Workforce Housing Program that was adopted by the Board.

In January of 2018, one property was destroyed and two were severely damaged rendering them uninhabitable. Since then, one property was repaired and was occupied by an employee of the District. The other two properties are in the repair and rebuilding phase.



## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 10: DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

Pursuant to GASB Statement No. 63, the District recognized deferred outflows of resources in the government-wide and proprietary fund statements. These items are a consumption of net position by the District that is applicable to a future reporting period. The District has one item that is reportable on the Government-Wide Statement of Net Position as Deferred Outflows of Resources which is related to pensions that are the CalPERS premiums for the 2020 fiscal year which will be recognized in a subsequent reporting period. The total for this is \$2,663,298.

The District is also reporting deferred outflows of resources relating to differences between projected and actual investment earnings, change in employer proportions and differences between the employer's contributions and their proportionate share of contributions. The total of these amounts at year-end were \$5,044,225 and they will be amortized over a 3.8 year period.

The District also recognized deferral inflows of resources in the government-wide financial statements. These are related to differences between expected and actual experience, changes of assumptions, and differences between employers and the District's proportionate share of contributions. This amount totaled \$4,394,575 and will be amortized over a 3.8 year period.

Under the modified accrual basis of accounting, it is not enough that revenue is earned; it must also be available to finance expenditures of the current period. Governmental funds will therefore include deferred inflows of resources for amounts that have been earned but are not available to finance expenditures in the current period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2021	\$ 848,355
2022	(443,560)
2023	181,571
2024	63,284
Total	<u>\$ 649,650</u>

## MONTECITO FIRE PROTECTION DISTRICT

Notes to the Financial Statements  
June 30, 2020

### NOTE 11: EXPLANATION OF CERTAIN DIFFERENCES BETWEEN GOVERNMENTAL FUNDS BALANCE SHEETS AND STATEMENT OF NET POSITION

Amounts reported for governmental activities in the Statement of Net Position are different because: Capital assets used in Governmental Activities are not financial resources and, therefore; are not reported in the funds.	\$ 11,032,262
Certain long-term assets, such as deferred outflows of resources, create long-term assets.	9,754,665
Long-term liabilities, including compensated absences are not due and payable in the current period and, therefore; are not reported in the funds.	(1,545,373)
Other long-term liabilities, such as the net pension liability and deferred inflows of resources, are not due and payable in the current period and, therefore; are not reported in the funds.	<u>(30,213,511)</u>
Combined Adjustment	<u>\$ (10,971,957)</u>
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. The difference is the amount by which depreciation exceeded capital outlays in the current period, plus gain on disposal.	\$ 1,884,515
Changes in the compensated absences, net pension liability, and OPEB liabilities are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	<u>(1,641,750)</u>
Combined Adjustment	<u>\$ 242,765</u>

**MONTECITO FIRE PROTECTION DISTRICT**

Notes to the Financial Statements  
June 30, 2020

**NOTE 12: COMMITMENTS AND CONTINGENCIES****Litigation**

The District is subject to litigation related to employee matters that are incidental to the ordinary course of the District's operations. There is presently no outstanding litigation.

**Grant Revenues**

The District recognizes as revenues grant monies earned for costs incurred in certain Federal and State programs the District participates in. The program may be subject to financial and compliance audits by the reimbursing agency. The amount, if any, of the expenditures which may be disallowed by the granting agency cannot be determined at this time, although the District expects such amounts, if any, to be immaterial.

**NOTE 13: SUBSEQUENT EVENTS**

Subsequent events have been reviewed through December 31, 2020, the date the financial statements were available to be issued. In January 2020, the virus SARS-CoV-2 was transmitted to the United States from overseas sources. This virus, responsible for the Coronavirus disease COVID-19, has proven to be extremely virulent with transmission rates as yet unknown. The economic impact on the State of California and the County of Santa Barbara as yet has not been determined and, therefore, any potential impact on the District is not yet known.

**REQUIRED SUPPLEMENTARY INFORMATION  
(UNAUDITED)**

**MONTECITO FIRE PROTECTION DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND (Unaudited)  
FOR THE YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property taxes	\$ 17,896,000	\$ 17,896,000	\$ 18,024,039	\$ 128,039
Investment income	180,000	180,000	193,286	13,286
Rental income	20,000	20,000	12,900	(7,100)
Intergovernmental	2,473,000	829,500	1,022,095	192,595
Miscellaneous	345,000	1,646,500	1,447,543	(198,957)
Total revenues	<u>20,914,000</u>	<u>20,572,000</u>	<u>20,699,864</u>	<u>127,864</u>
<b>Expenditures</b>				
Salaries and benefits	17,661,400	16,161,400	15,195,081	966,319
Services and supplies	2,272,500	2,122,500	2,110,420	12,080
Capital outlay	767,500	842,500	827,516	14,984
Total expenditures	<u>20,701,400</u>	<u>19,126,400</u>	<u>18,133,017</u>	<u>993,383</u>
Excess of revenues over expenditures				
Other Financing Uses:				
Transfers out (net)	<u>(440,000)</u>	<u>(440,000)</u>	<u>(440,000)</u>	<u>-</u>
Total other financing uses	<u>(440,000)</u>	<u>(440,000)</u>	<u>(440,000)</u>	<u>-</u>
Net changes in fund balances	<u>\$ (227,400)</u>	<u>\$ 1,005,600</u>	<u>2,126,847</u>	
Fund balances - Beginning			<u>10,507,269</u>	
Fund balances - Ending			<u>\$ 12,634,116</u>	

**MONTECITO FIRE PROTECTION DISTRICT**

Notes to Budgetary Comparison Schedules  
For the Year Ended June 30, 2020

**NOTE 1: BUDGETARY AND LEGAL COMPLIANCE**

In accordance with California Health and Safety Code Section 13895, on or before October 1, the District must submit a board approved budget to the County Auditor. Annual budgets are adopted for the District's General, Capital Projects, and Capital Projects Construction Funds. Budgets are prepared on the modified accrual basis of accounting consistent with GAAP. Annually, the Board of Directors conducts a public hearing for the discussion of proposed budgets. At the conclusion of the hearing, the Board adopts the final budgets. All appropriations lapse at fiscal year-end and are subject to re-appropriation as part of the following year's budget. The legal level of budgetary control (the level on which expenditures may not legally exceed appropriations) is maintained at the object level. Any changes in the annual budget must be changed by a vote of the Board. The Board amended the originally adopted General Fund budget in June of 2020.

**MONTECITO FIRE PROTECTION DISTRICT**

Required Supplementary Information  
 Other Post-Employment Benefits (OPEB) Plan – Schedule of Funding Progress  
 For the Year Ended June 30, 2020

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total OPEB liability - beginning	\$ 2,414,377	\$ 1,601,486	\$ 2,052,103
Service cost	427,392	472,727	644,394
Interest	879,400	753,337	712,627
Expected return on plan assets	(687,583)	(794,397)	(1,175,914)
Experience differences	-	405,816	-
Changes in assumptions	-	(167,851)	-
Benefit paid	(886,355)	-	-
Change in deferred outflows and inflows	-	195,809	(682,741)
Administrative costs	56,873	(52,550)	(51,017)
Total OPEB liability - ending	<u>\$ 2,204,104</u>	<u>\$ 2,414,377</u>	<u>\$ 1,499,452</u>
Covered Payroll	\$ 9,550,994	\$ 10,410,655	\$ 6,836,000
Total OPEB liability as a percentage of covered payroll	23.08%	23.19%	23.43%
Plan fiduciary net position as a percentage of the total OPEB liability	84.21%	82.17%	86.63%

## MONTECITO FIRE PROTECTION DISTRICT

### Required Supplementary Information - Pensions For the Year Ended June 30, 2020

Last 10 Fiscal Years\*:

	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
District's proportion of the net pension liability	0.310696%	0.310636%	0.374780%	0.217400%	0.220500%	0.223520%
District's proportionate share of the net pension liability	\$ 13,163,696	\$ 11,522,916	\$ 18,462,053	\$ 21,524,106	\$ 21,248,085	\$ 22,903,886
District's covered employee payroll	6,597,160	6,998,926	6,784,400	6,983,314	7,517,960	7,537,293
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	199.53%	164.64%	272.13%	308.22%	282.63%	303.87%
Plan Fiduciary net position as a percentage of the total pension liability	81.59%	83.99%	76.68%	75.48%	77.40%	77.23%

\* Amounts presented above were determined as of 6/30.  
Additional years will be presented as they become available.

CALPERS - Schedule of District Contributions

Last 10 Fiscal Years\*:

	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2019
Actuarially determined contribution	\$ 1,192,280	\$ 1,192,280	\$ 934,063	\$ 772,837	\$ 2,788,692	\$ 2,663,298
Total action contribution	<u>(1,192,280)</u>	<u>(1,192,280)</u>	<u>(934,063)</u>	<u>(772,837)</u>	<u>(2,788,692)</u>	<u>(2,663,298)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 6,597,160	\$ 6,998,926	\$ 6,784,400	\$ 6,983,314	\$ 7,517,960	\$ 7,537,293
Contributions as a percentage of covered employee payroll	18.07%	17.04%	13.77%	11.07%	37.09%	35.33%



# Agenda

## Item #3






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## STAFF REPORT

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**To:** Montecito Fire Protection District Finance Committee  
**From:** Kevin Taylor, Fire Chief *KT*  
**Prepared by:** Araceli Nahas, Accountant *AN*  
**Date:** March 15, 2021  
**Topic:** Financial Policies and Funding Strategies for Unfunded Liabilities

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### Summary

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The District engaged Capitol PFG to develop a comprehensive financial policies document that incorporates industry best practices and the District's existing budget development and financial planning procedures. Additionally, Managing Partner Jeff Small, will present some cost-saving funding strategies for the existing pension and OPEB unfunded accrued liabilities.

### Discussion: Financial Policies

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The Financial Policies development process included a thorough review of the District's current financial statements, annual budget, pension and OPEB actuarial reports, five-year financial forecast, and discussions with PARS/Highmark and CalPERS representatives.

The goal of the Financial Policies document was to incorporate all relevant policies into one report that can be readily available for reference and review by the Board. The following policies are included for your review: Management of Budget, Maintenance of Reserves, Pension and OPEB, Debt Issuance and Management, Investment of Funds, and Financial Accountability.

### Discussion: Funding Strategies

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In the past decade, this Board has taken a very responsible and proactive approach towards addressing the pension and OPEB unfunded liabilities. Current approaches include supplemental contributions to the PARS Pension and OPEB Trusts and discretionary payments to CalPERS to reduce amortization bases ahead of schedule. Despite these efforts, the District has endured significant increases in pension contributions from CalPERS year after year and the increases will continue into the foreseeable future.

The current unfunded liability for pension is \$25.6 million, and \$3.5 million for OPEB. In an effort to address the pension unfunded liability, Capitol PFG will present four different funding options that can result in millions of dollars in savings over the next 20 years. The savings would result from paying off existing debt with CalPERS, which is borrowed at the 7% discount rate, and instead take advantage of historically low interest rates by issuing a Pension Obligation Bond (POB) at a rate in the low to mid 3%. The four funding options are detailed in the attached presentation in slides 13-17.

### Conclusion

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Staff recommends that the Finance Committee recommend to the Board of Directors approval of the Financial Policies, and funding strategy Option 1.

## **Attachments**

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1. Montecito Fire Protection District Financial Policies
2. Financial Policies and Potential Funding Strategies Presentation

## **Strategic Plan Reference**

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Strategic Plan Goal #9, Ensure Financial Accountability & Transparency

# FINANCIAL POLICIES MONTECITO FIRE PROTECTION DISTRICT



March 2021

Prepared by:



**Capitol | PFG**

2436 Professional Drive, Suite 300  
Roseville, CA 95661  
(916) 641-2734  
[www.capitolpfg.com](http://www.capitolpfg.com)

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**Section 1: Overview**

The purpose of these Financial Policies is to promote the financial stability and long-term planning of the Montecito Fire Protection District (MFPD) by directing the Fire Chief to achieve the following goals:

1. Develop and manage the Budget
2. Maintain Adequate General Fund and Capital Reserves
3. Achieve the goal of fully funded Pension and Other Post-Employment Benefits
4. Allow for the prudent use of debt

The Financial Policies have been prepared specifically for the MFPD. They build upon prior financial analysis related to budgeting and long-term liabilities and periodic reviews concerning station funding and review of retirement obligations. In keeping with past practice, the Board of Directors (Board) will continue to review and amend these policies as it deems appropriate in order to sustain the prudent financial management of the MFPD.

## Section 2: Financial Policies

### 2.1 Management of Budget

1. **Annual Budget** - The financial operations of the District will be conducted in accordance with an annual budget that has been reviewed and adopted by the Board of Directors in compliance with applicable laws and regulations.
2. **Preliminary Budget** - Each year a preliminary budget will be prepared and presented for approval by the Board in open session normally in June. A final budget will be presented for approval, normally in September for public hearing and adoption by the Board.
3. **Financial Performance** - The District's financial performance against the adopted budget will be reviewed by the Finance Committee bi-monthly.
4. **Gann Limit** - Each year, the District will perform the necessary calculations to determine if year-end proceeds of taxes subject to the Gann Limit have exceeded the Gann Limit. The compliance calculation will be completed within 90 days after the end of the fiscal year.
5. **Multi-Year Forecast** - The Fire Chief will maintain a multi-year financial forecast that will help provide an understanding of available funding; evaluate financial risk; assess the likelihood that services can be sustained; assess the level at which capital investment can be made; identify future commitments and resource demands and identify key variables that cause change in the level of revenue. The multi-year financial forecast will be used as a tool for the development of the District's annual budget and can support budget recommendations made to the Board.

### 2.2 Maintenance of Reserves

Maintaining the appropriate level of reserves is essential for sustaining the long-term financial health of the MFPD. The Reserve Policies will assist the Board in maintaining existing public assets, responding to unplanned events and emergencies, and ensure financial viability should there be an unexpected fluctuation in revenues or expenditures.

#### **2.2.1 Categories**

The MFPD shall accumulate, maintain and segregate its reserve funds into the following categories:

1. General Fund Reserve
  - a. Economic Uncertainties
  - b. Catastrophic Event
  - c. Unrestricted Residual
2. Capital Reserve
3. Land and Building Reserve



## Montecito Fire Protection District Financial Policies

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### 2.2.2 Scope

The Reserve Policy will assist the Board of Directors in establishing:

1. Periodic review requirements for each reserve
2. Target levels for reserve funds
3. Requirements for the use of reserve funds

### 2.2.3 Periodic Review

The MFPD shall review the reserve balances and targets annually as a part of the annual budget process. The Fire Chief will continue to review all reserve balances on a monthly basis, with a yearly report going to the full Board to receive and file.

### 2.2.4 General Fund Reserves

The Board will maintain the following General Fund Reserves:

1. **Economic Uncertainties Reserve** - equal to at least 3 months of operating expenditures. The Economic Uncertainties Reserve will be internally restricted and utilized for the temporary transfer of funds for annual operating cash flow purposes. Any funds transferred shall be returned to the Economic Uncertainties Reserve to sustain sufficient working capital for operations.
2. **Catastrophic Event Reserve** – equal to 10% of the District’s property tax revenues, plus 5% of total General Fund expenditures. The Catastrophic Event Reserve will be internally restricted and utilized to ensure against significant one-time outlays due to significant loss in the tax base or large-scale fire suppression.
3. **Unrestricted Residual Reserve** – equal to a minimum unrestricted reserve of \$1 million or the prior year actuarially determined retirement contribution (e.g., for FY 2019-20 this was \$2,874,115), whichever is greater. The Unrestricted Residual is utilized for providing the Board of Directors with financial flexibility to augment internally restricted reserves and funding employee actuarial determinations for pension and other post employment benefits.

### 2.2.5 Capital Reserve

The Board will maintain a Capital Reserve with an assigned funding target of \$3 million. The Capital Reserve will address expenditures for new station construction; acquisition of apparatus, vehicles and equipment; refurbishment and modernization of existing stations; replacement for apparatus, vehicles and equipment; and communication infrastructure. The assigned funding target will be maintained at a level that will allow the MFPD to acquire vehicles and apparatus on a pay-as-you go basis.

The Board may also use the Capital Reserve for the temporary transfer of funds for annual operating cash flow purposes. Any funds transferred will be returned to the Capital Reserve.

**2.2.6 Land and Building Reserve**

The MFPD will set-aside a minimum reserve of \$1 million and a target maximum reserve of \$3 million for this purpose.

If necessary, the Board may accumulate funds in excess of the target maximum in order to ensure sufficient funding for foreseeable land acquisition as well as construction and reconstruction of buildings. In the event the Board determines that it has excess funds in the Land and Building Reserve, the Board will re-allocate excess funds to prepay unfunded pension and OPEB liabilities.

The Fire Chief will submit plans for increasing or decreasing the level of unrestricted reserves in order to maintain reserve levels that are consistent with this Policy.

### **Section 3: Pension and Other Post Employment Benefit Policy**

#### **3.1 Overview**

Retirement benefits are an important factor in attracting and retaining talented personnel to the MFPD. The purpose of these policies is to reduce unfunded liabilities and sustain funding that honors the MFPD promises to its personnel while establishing a firm financial foundation for the future.

#### **3.2 Pension Benefits**

The financial objective of a defined benefit pension plan is to fund the long-term cost of benefits provided to plan participants. In order for the pension-benefit plan to be sustainable over time, the plan must accumulate adequate resources over the active service life of benefiting employees. The MFPD pension funding policy provides a strategy for attaining a funded status goal of 100% by June 30, 2026.

##### **3.2.1 CalPERS Background**

###### **CalPERS Pension Plan**

The MFPD participates in the California Public Employees Retirement System (CalPERS), an agent multiple-employer public employee defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. CalPERS acts as a common investment and administrative agent for participating public entities within California. All full-time and certain part-time MFPD employees that meet the CalPERS membership eligibility requirements can participate in CalPERS.

The employee contribution level for MFPD Miscellaneous members is 8%, while District Safety member's contribution level is 9% of reportable earnings. The MFPD makes these contributions for the employees on their behalf, and is required to contribute an actuarially determined employer contribution rate for both member groups. The contribution requirements of plan members are based upon the benefit level adopted by the MFPD Board. The employer contribution rate is established annually and may be amended by CalPERS.

On January 1, 2013, the Public Employee Pension Reform Act of 2013 (PEPRA) became effective, which limits the employer contribution for the employee's share of the contribution for employees hired on or after January 1, 2013.

In addition to employer cost contributions, the MFPD makes unfunded liability payments annually to help make up the shortfall in the pension plan. This is actuarily determined by CalPERS.

###### **CalPERS Funded Status**

The measure of funded status is an assessment of the need for future employer contributions based on the actuarial cost method to fund the plan. It is a "point in time measurement" that assesses the funding progress of the pension plan. The funded ratio is determined by dividing the Accrued Liability (AL) by the Market Value of Assets (MVA). At June 30, 2019, CalPERS reported the fund status for the Safety,

## Montecito Fire Protection District Financial Policies

Miscellaneous and PEPRAs plans and overall funded status including the market value of the PARS Pension Trust.

Plans	Accrued Liability (AL)	Market Value of Assets (MVA)	Unfunded Accrued Liability (UAL)	Funded Status
Safety Plan	\$94,643,125	\$71,666,915	\$22,976,210	75.7%
Miscellaneous Plan	\$10,715,596	\$8,155,870	\$2,559,726	76.1%
PEPRA Miscellaneous	\$32,735	\$28,870	\$3,865	88.2%
PEPRA Safety Fire	\$744,595	\$682,697	\$61,898	91.7%
PARS Pension Trust*	n/a	\$4,965,271	n/a	n/a
<b>Total CalPERS &amp; PARS</b>	<b>\$106,136,051</b>	<b>\$85,499,623</b>	<b>\$25,601,699</b>	<b>80.6%</b>

\*Most recent information available for CalPERS is as of June 30, 2019, to be consistent with CalPERS we are reporting PARS assets as of June 30, 2019. As of January 2021 PARS reports assets at \$6,458,062.

CalPERS utilizes a discount rate assumption of 7%. The discount rate is the actuarial expected investment rate of return on assets deposited at CalPERS. It is used to measure the total pension liability. The pension liability will increase if CalPERS earns less than 7% and it will decrease if CalPERS earns more than 7%.

### 3.2.2 CalPERS Policies

#### Annual and Lump Sum Payments to CalPERS

The MFPD will annually make the Actuarially Determined Contributions (ADC) including the normal cost for current service and amortization of any under-funded amount.

As part of the annual budget process, the MFPD will pay the entire fiscal year's contributions for any actuarial unfunded liabilities (UAL) in July in order to receive a discount instead of making monthly payments. The UAL is the present value of future employer contributions for service that has already been earned and is in addition to future normal cost contributions for active members.

#### Annual Review of CalPERS

The Fire Chief will annually review the actuarial valuations, including the member census data, earnings rate and net pension liability reported by CalPERS.

#### CalPERS Funding Target

The MFPD has a goal of accumulating sufficient assets held at CalPERS and in its Pension Trust to have pension benefits funded at 100%. In managing its funding goals, the MFPD will fund subject to the following parameters:

- Minimum Requirement – For assets held at CalPERS, the MFPD will maintain a minimum funded ratio of 80%
- Funding Range – For assets held at CalPERS, the MFPD will target a funding range of 85%-95%
- Maximum Requirement – The MFPD will avoid funding CalPERS above 100%

### **3.2.3 PARS Pension Trust Background**

The MFPD established a Section 115 Irrevocable Exclusive Benefit Trust in May 2017. The purpose of the Pension Trust is to maintain local control over funds set-aside exclusively to reimburse or pay pension benefits. The Board of Directors controls the PARS Pension Trust (Pension Trust). The Fire Chief serves as the Plan Administrator. The MFPD contracts with a Team of consultants to serve in the following capacities:

- Trust Administrator – provide record keeping, monitor compliance, process contributions/disbursements and provide support
- Trustee – plan fiduciary and custodian of assets
- Investment Manager – investment sub-advisor to trustee, provide investment policy assistance and provide investment management services

### **3.2.4 PARS Pension Trust Policies**

#### **Contributions to Pension Trust**

Contributions to Pension Trust are discretionary. The Fire Chief may recommend contributions from the following funding sources:

- Reserves in excess of funding targets
- Budget savings
- Bond proceeds from pension bonds

#### **Withdrawals from Pension Trust**

The Fire Chief may recommend withdrawals from the Pension Trust for the following reasons:

- Make contributions to CalPERS
- Reimburse the MFPD for contributions made to CalPERS
- Make additional catch-up payments to CalPERS to increase the funding ratio at CalPERS

Contributions to the Pension Trust will not be made if such a contribution would cause the total of pension assets at CalPERS and the market value of assets in the Pension Trust exceed Total Pension Liabilities (i.e., exceed a 100% funded ratio).

#### **Investment Strategy**

The current investment strategy consists of a moderately conservative Highmark Plus (Active) Strategy. The investment strategy should be reviewed by the Board on an annual basis.

#### **Funding Target**

The MFPD will utilize the Pension Trust and amounts held at CalPERS to reach its funding target of 100% by June 30, 2026.

### **3.3 Other Post-Employment Benefits (OPEB)**

#### **3.3.1 OPEB Background**

The MFPD provides retiree healthcare benefits for employees who retire with CalPERS pension benefits. The District contracts with CalPERS for this insured benefit plan. The plan's medical benefits and premium rates are established by CalPERS and insurance providers. The MFPD pays for medical, dental, and vision premiums for the lifetime of the retiree and their eligible dependents. The MFPD offers the same medical, dental and vision plans to its retirees as to its active employees with the exception that once a retiree becomes eligible for Medicare, they must join a Medicare HMO or a Medicare Supplement plan.

The MFPD participates in the Public Agency Retirement System (PARS) Public Agencies Post-Retirement Health Care Plan Trust Program (OPEB Trust), which is a single employer irrevocable trust to prefund OPEB. Contributions to the OPEB plan are based on pay-as-you-go financing requirements with an additional amount contributed to the OPEB Trust to prefund benefits at the discretion of the Board.

#### **Local Control by Board of Directors**

The OPEB Trust was established by the MFPD in October 2009, under the Internal Revenue Code Section 115. The MFPD maintains control over the OPEB Trust. The Fire Chief serves as the Plan Administrator. The MFPD contracts with a Team of consultants to serve in the following capacities:

- Trust Administrator – provide record keeping, monitor compliance, process contributions/disbursements and provide support
- Trustee – plan fiduciary and custodian of assets
- Investment Manager – investment sub-advisor to trustee, provide investment policy assistance and provide investment management services

Trust assets can be used to reimburse the MFPD for retiree health care benefits or pay MFPD health care benefits. The MFPD retains DFA to prepare an actuarial valuation report to comply with GASB 75 valuation requirements at least once every two years.

#### **Investment Strategy and Funded Status**

The MFPD's GASB Statement No. 75 provides the most recent measurement of the MFPD actuarial valuation for the District's retiree health insurance program. As of the June 30, 2020, measurement date, the MFPD has an OPEB liability of \$15,923,820. Plan assets are \$12,402,086. The net pension liability is \$3,521,734, which equates to a funded status of 77.8%. The discount rate used to measure the OPEB liability is 5.5%. The funded status dropped from the June 30, 2019 valuation primarily due to a change in the discount rate.

### **3.3.2 OPEB Policies**

#### **Contributions to the OPEB Trust**

Contributions to the OPEB Trust are discretionary. The Fire Chief may recommend contributions from the following funding sources:

- Reserves in excess of funding targets
- Budget savings

#### **Withdrawals from OPEB Trust**

The Fire Chief may recommend withdrawals to pay or reimburse applicable benefits. The MFPD will withdrawal pay applicable benefits when it is 100% funded.

#### **Investment Strategy**

The current investment strategy consists of a moderately conservative Highmark Plus (Active) Strategy. The investment assumption used in the OPEB Trust of 5.5% and investment strategy should be reviewed by the Board on an annual basis.

#### **Implicit Subsidy**

The valuation described in the Investment and Funded status section above, reflects the value of an implicit subsidy equal to \$1,802,961. The implicit subsidy represents the value of age-specific claims over average premiums. When claims experience of both active employees and retirees are pooled in determining healthcare premiums, a retiree pays a rate that is based on a blended pool of members that, on average, is younger and healthier. Retiree claims are covered by premiums charged to the retiree plus an added cost included in active premiums. The added cost represents an implicit cost. The implicit cost is not funded by the MFPD.

#### **Funding Target**

The MFPD has a minimum funding target of 85% with a goal of attaining a funding target of 100% or greater by June 30, 2026. The funding target excludes the implicit subsidy as described above.

## **Section 4: Debt Issuance and Management Policy**

### **4.1 Authorized Purposes for the Issuance of Debt**

The MFPD may issue debt for any of the following purposes:

1. To provide for cash flow needs
2. To fund pensions
3. To pay for the cost of capital improvements, including acquiring, constructing, reconstructing, rehabilitating, replacing, improving, extending, enlarging, and/or equipping MFPD facilities
4. To refinance existing debt

### **4.2 Authorized Types of Debt**

The Fire Chief or designee shall recommend to the Board potential financing method(s) that result in the highest benefit to the MFPD, with the cost of staff and consultants considered. Potential financing sources may include:

1. Temporary borrowings from other sources and short-term debt, such as TRANS, when necessary to allow the MFPD to meet its cash flow requirements
2. Lease financing and Installment Sale Agreements, including certificates of participation (COPs) and Lease Revenue Bonds (LRBs) and Pension Obligation Bonds (POBs)
  - a. To fund priority capital projects and equipment purchases when pay-as-you-go financing is not desirable
  - b. To fund unfunded pension liabilities

### **4.3 Relationship of Debt to MFPD Facilities Program and Budget**

Decisions regarding the issuance of debt for the purpose of financing capital improvement shall be aligned with current needs of the MFPD, including its vehicle and apparatus replacement plan, capital improvement plan, and other applicable needs subject to the assessment of the projected costs and resources of the MFPD.

When considering a debt issuance, the MFPD may evaluate both the short-term and long-term implications of the debt issuance and additional operating costs associated with the new projects involved. Such evaluation may include the effect of annual debt service secured by the general fund on general fund expenditures; the amortization structure, prepayment features, and useful life of the projects being financed (for further information see "Structure of Debt Issues" below).

For debt issued to fund pension liabilities, the MFPD will consult with actuaries and advisors regarding the estimated effects of any pension bonds on future contributions, and any applicable changes to the current budget year.

The MFPD may enter into credit enhancement agreements such as municipal bond insurance, surety bonds, letters of credit, and lines of credit with commercial banks, municipal bond insurance companies,



## Montecito Fire Protection District Financial Policies

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or other financial entities when their use is judged to lower borrowing costs, eliminate restrictive covenants, or have a net economic benefit to the financing.

### **4.4 Structure of Debt Issues**

The MFPD shall consider the overall impact of the current and future debt burden of the financing when determining the duration of the debt issue.

The MFPD shall design the financing schedule and repayment of debt so as to take best advantage of market conditions, ensure cost effectiveness, provide flexibility, and, as practical, recapture or maximize its debt capacity for future use. Principal amortization will be structured to meet resources available for debt repayment and flexibility goals.

For debt issuances for capital improvements, the MFPD shall size the debt issuance with the aim of funding capital projects as deemed appropriate by the Board and consistent with the overall financing plan.

To the extent practicable, the MFPD shall also consider credit issues, market factors, and tax law when sizing the MFPD's debt issuance. The sizing of refunding bonds shall be determined by the amount of money that will be required to cover the principal of, any accrued interest on, and any redemption premium for the debt to be paid on the call date and to cover appropriate financing costs.

The final maturity of equipment or real property lease obligations will be limited to the useful life of the assets to be financed.

### **4.5 Method of Sale**

For the sale of any district-issued debt, the MFPD's Municipal Advisor shall recommend the method of sale with the potential to achieve the lowest financing cost and/or to generate other benefits to the MFPD. Potential methods of sale include:

1. A competitive bidding process through which the award is based on, among other factors, the lowest offered true interest cost
2. Negotiated sale, subject to approval by the MFPD to ensure that interest costs are in accordance with comparable market interest rates
3. Direct loans and private placement sale. A direct loan with the MFPD's depository bank can be used when the terms, financing costs, and relationship make the direct loan the most cost effective and favorable option. A private placement may be used as an alternative when the terms of the private placement are more beneficial to the MFPD than a direct loan, or negotiated or competitive sale

### **4.6 Investment of Proceeds**

The MFPD shall actively manage the proceeds of debt issued for public purposes in a manner that is consistent with state law governing the investment of public funds and with the permitted securities covenants of related financing documents executed by the MFPD. Where applicable, the MFPD's official investment policy and legal documents for a particular debt issuance shall govern specific methods of

## Montecito Fire Protection District Financial Policies

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investment of bond-related proceeds. Preservation of principal shall be the primary goal of any investment strategy, followed by the availability of funds and then by return on investment.

The management of public funds shall enable the MFPD to respond to changes in markets or changes in payment or construction schedules so as to ensure liquidity and minimize risk.

### **4.7 Refunding/Restructuring**

The MFPD may consider refunding or restructuring outstanding debt if it will be financially advantageous or beneficial for debt repayment and/or structuring flexibility. When doing so, the MFPD shall consider the maximization of the MFPD's expected net savings over the life of the debt issuance.

### **4.8 Goals of Debt Management Policy**

The MFPD's debt issuance activities and procedures shall be aligned with the MFPD's vision and goals for providing adequate facilities and emergency services that protect the community. When issuing debt, the MFPD shall ensure that it:

1. Maintains accountability for the fiscal health of the MFPD, including prudent management and transparency of the MFPD's financing programs
2. If applicable, pursues the best possible credit rating for each debt issue in order to reduce interest costs, within the context of preserving financial flexibility and meeting capital funding requirements
3. Takes all practical precautions and proactive measures to avoid any financial decision that will negatively impact current credit ratings on existing or future debt issues
4. Maintains effective communication with rating agencies and, as appropriate, credit enhancers such as bond insurers or other providers of credit or liquidity instruments in order to enhance the creditworthiness, liquidity, or marketability of the debt
6. When determining the timing of debt issuance, considers market conditions, cash flows associated with repayment, and the MFPD's ability to expend the obtained funds in a timely, efficient, and economical manner consistent with federal tax laws
7. Determines the amortization (maturity) schedule which will fit best within the overall debt structure of the MFPD at the time the new debt is issued
8. Considers the useful lives of assets funded by the debt issue, as well as repair and replacement costs of those assets to be incurred in the future
9. Preserves the availability of the MFPD's general fund for operating purposes
10. Meets the ongoing obligations and accountability requirements associated with the issuance and management of debt under state and federal tax and securities laws

#### **4.9 Internal Controls**

The MFPD shall establish internal control procedures to ensure that the proceeds of any debt issuance are directed to the intended use. Such procedures shall assist the MFPD in maintaining the effectiveness and efficiency of operations, properly expending funds, reliably reporting debt incurred by the MFPD and the use of the proceeds, complying with all laws and regulations, preventing fraud, and avoiding conflict of interest.

The MFPD shall be vigilant in using bond proceeds in accordance with the stated purposes at the time such debt was incurred.

In addition, the MFPD shall ensure that it complies with all federal securities laws, federal tax compliance requirements, and covenants associated with the debt issuance.

#### **4.10 Records/Reports**

No later than 30 days prior to the sale of any debt issue, the MFPD shall submit a report of the proposed issuance to the California Debt and Investment Advisory Commission. The report of the proposed debt issuance shall include a certification by the MFPD that it has adopted local debt policies concerning the use of debt and that the contemplated debt issuance is consistent with those local debt policies.

No later than 21 days after the sale of the debt, the MFPD shall submit a report of final sale to the California Debt and Investment Advisory Commission. A copy of the final official statement for the issue shall accompany the report of final sale. If there is no official statement, the MFPD shall provide each of the following documents, if they exist, along with the report of final sale:

- Other disclosure document.
- Indenture.
- Installment sales agreement.
- Loan agreement.
- Promissory note.
- Bond purchase contract.
- Resolution authorizing the issue.
- Bond specimen.

The MFPD shall submit an annual report for any issue of debt for which it has submitted a report of final sale on or after January 21, 2017. The annual report shall cover a reporting period from July 1 to June 30, inclusive, and shall be submitted no later than seven months after the end of the reporting period. The annual report shall consist of the following information:

- Debt authorized during the reporting period, which shall include the following: (1) Debt authorized at the beginning of the reporting period; (2) Debt authorized and issued during the reporting period; (3) Debt authorized but not issued at the end of the reporting period; and (4) Debt authority that has lapsed during the reporting period.
- Debt outstanding during the reporting period, which shall include the following: (1) Principal balance at the beginning of the reporting period; (2) Principal paid during the reporting period; and (3) Principal outstanding at the end of the reporting period.

## Montecito Fire Protection District Financial Policies

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- The use of proceeds of issued debt during the reporting period, which shall include the following: (1) Debt proceeds available at the beginning of the reporting period; (2) Proceeds spent during the reporting period and the purposes for which it was spent; and (3) Debt proceeds remaining at the end of the reporting period.

### **4.11 Municipal Advisor**

The Fire Chief or designee shall retain a municipal advisor to assist with the issuance of debt or bank loans exceeding \$1.5 million in size. The municipal advisor will render advice, as directed, on the District's current debt, financing options for new debt including recommendations concerning the timing, structure, repayment, sizing, method of sale and other debt related issues. Municipal advisors shall be registered with the Securities & Exchange Commission (SEC) and the Municipal Securities Rulemaking Board (MSRB).

### **4.12 SB 1029 Compliance**

In September 2016, the California legislature enacted Senate Bill 2019, which amended Government Code Section 8855 by requiring debt issuers to certify that they have adopted local debt policies 30 days prior to the issuance of debt. The debt policies must include the following:

1. The purposes for which the debt proceeds may be used
2. The types of debt that may be issued
3. The relationship of the debt to, and integration with, the issuer's capital improvement program or budget, if applicable
4. Policy goals related to the issuer's planning goals and objectives
5. The internal control procedures that the issuer has implemented, or will implement, to ensure that the proceeds of the proposed debt issuance will be directed to the intended use

The above Debt Policy complies with the requirements of SB 1029 and includes best practices for issuing debt.

## **Section 5: Investment of Funds**

### **5.1 Depository of Santa Barbara County Investment Pool**

The MFPD believes in the prudent management of its funds. The MFPD is a voluntary participant in the Santa Barbara County Treasurer's Investment Pool ("Pool"). Funds held in the Pool are considered public funds and are invested in compliance with state statutes and other legal constraints, with goals of preservation funds, protection of capital, maintenance of sufficient cash flow to meet daily demands, and earning a market rate of return at minimum risk.

The Santa Barbara County Treasurer makes quarterly reports on investment activities to ensure both accuracy and transparency. These quarterly reports include charts, tables, and supporting documentation that provide a clear record of portfolio values, investment results, and general economic indicators. These reports are presented to the Board of Supervisors and can be viewed at the following link: <https://www.countyofsb.org/ttcpapg/treas/index.aspx#reports>

### **5.2 Investment of Surplus Funds**

The Government Code allows the MFPD to invest surplus money i.e., money that is not required for immediate operations, subject to specified restrictions, in certain state, local, and Federal securities as well as in specified types of bankers' acceptances, commercial paper, certificates of deposit, repurchase agreements, corporate notes, and other securities. These investment restrictions are not applicable to assets held in the MFPD's Pension Trust or Other Post Employment Benefit Trust.

At this time, the MFPD does not have plans to invest surplus monies outside of the Pool. In the event that the MFPD has surplus funds available for investment, it will consult with the Santa Barbara County Treasurer's Office and adopt appropriate additional policies that will comply with state law.

### **5.3 Investment Guidelines Pertaining to the Pension and OPEB Trust**

As stated in Section 5.2 above, investment restrictions that apply to the MFPD's General Fund and Surplus Funds, are not applicable to assets held in the MFPD's Pension Trust and OPEB Trust.

In order to prudently oversee assets held in the Pension Trust and OPEB Trust, the MFPD annually approves investment guidelines. The investment guidelines identify the respective investment goals, objectives, risk tolerance and management policies of the Trust. Both Trusts are currently invested for a long-term horizon using moderately conservative investment and risk tolerance objectives.

The Board of Directors is responsible for supervising each Trust while the investment manager is responsible for recommending appropriate investments. The investment manager may utilize a full range of investment vehicles when constructing the investment portfolio, including but not limited to individual securities, mutual funds, and exchange-traded funds. In addition, to the extent permissible, the investment manager is authorized to invest in shares of mutual funds in which the investment manager services as advisor or sub-advisor. The following investment transactions are prohibited:

- Direct investments in precious metals (precious metals mutual funds and exchange-traded funds are permissible)

## Montecito Fire Protection District Financial Policies

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- Venture Capital
- Short Sales\*
- Purchases of Letter Stock, Private Placements, or direct payments
- Leveraged Transactions\*
- Commodities Transactions Puts, calls, straddles, or other option strategies\*
- Purchases of real estate, with the exception of REITs
- Derivatives, with exception of ETFs

\*Permissible in diversified mutual funds and exchange-traded funds

## **Section 6: Financial Accountability**

### **6.1 Financial Accountability and Transparency**

The Fire Chief will ensure financial accountability by implementing this policy and annual reporting to the Board regarding any significant changes to the Budget, Capital Improvement Plans, reserve levels, and funded status of pension and other post-employment benefits.

The Fire Chief will ensure financial transparency by publishing the following information on MFPD's website:

- Annual Operating Budget showing retirement contributions
- Annual Financial Report showing the pension and OPEB liabilities
- Financial Policies

Copies of the Annual Actuarial Valuations for CalPERS plans and the OPEB actuarial valuation will also be made available to the Board of Directors, plan participants and residents.

### **6.2 Review of Policy**

Sustaining the financial health of the MFPD requires a long-term horizon. As such, the MFPD will review this policy at least every two years to determine if changes to this policy are needed.







Capitol | PFG

# Financial Policies and Potential Funding Strategies for Unfunded Liabilities



March 15, 2021

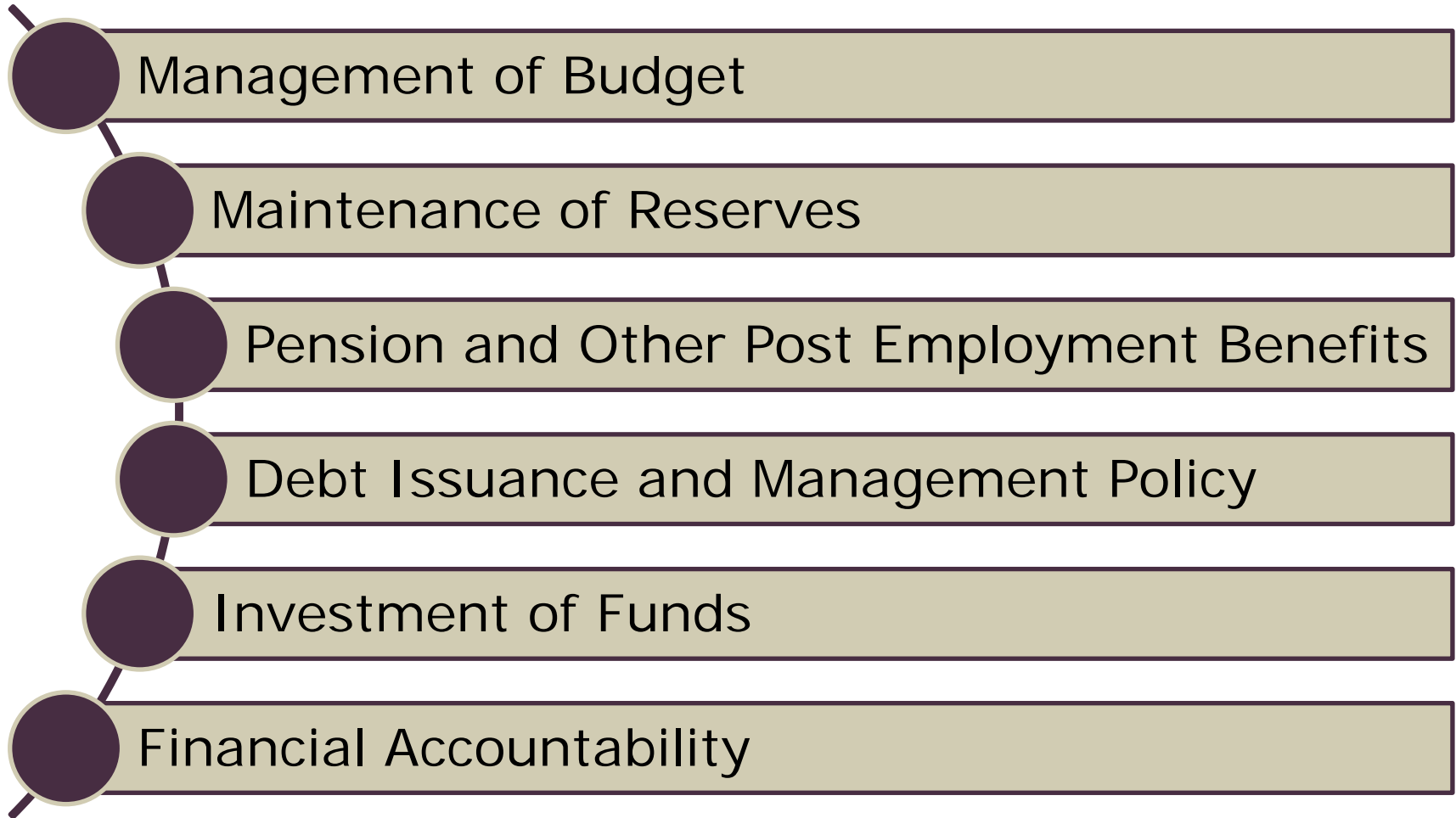
# Background

## Capitol PFG Provided Financial Analysis Relating to Budgeting and Long-Term Liabilities in 2014

- Included analysis of Reserves and Pension and Other-Post Employment Benefits
- Board approved budget and reserve policies in 2015
- Update on Pension and Other Post Employment Benefits in 2017

In late 2020, Capitol PFG was asked to incorporate existing practices and policies into a single, comprehensive financial policy document supported by MFPD business practices and financial analysis

# Comprehensive Financial Policies



# General Fund Reserves

## Economic Uncertainties

- Equal to at least 3 months of operating expenditures

## Catastrophic Event Reserve

- Equal to 10% of MFPD property tax revenues, plus 5% of total General Fund expenditures

## Unrestricted Residual Reserve

- Equal to the greater of \$1 million or the prior year actuarially determined retirement contribution (\$2.8 million for FY 2019-20)



# Capital Reserves

## Capital Reserve

- Minimum funding target of \$3 million

## Land and Building Reserve

- Minimum of \$1 million and a target maximum of \$3 million

# Pension Policy

Goal of funding 100% between funds held at CalPERS and Pension Trust

- CalPERS Minimum Funding Requirement
  - Funded ratio of 80%
- CalPERS Funding Range
  - 85-95%
- CalPERS Maximum Funding
  - 100%

Funding to be achieved by June 30, 2026

# Current Funded Status

Plans	Accrued Liability (AL)	Market Value of Assets (MVA)	Unfunded Accrued Liability (UAL)	Funded Status
Safety Plan	\$94,643,125	\$71,666,915	\$22,976,210	75.7%
Miscellaneous Plan	\$10,715,596	\$8,155,870	\$2,559,726	76.1%
PEPRA Miscellaneous	\$32,735	\$28,870	\$3,865	88.2%
PEPRA Safety Fire	\$744,595	\$682,697	\$61,898	91.7%
PARS Pension Trust*	n/a	\$4,965,271	n/a	n/a
<b>Total CalPERS &amp; PARS</b>	<b>\$106,136,051</b>	<b>\$85,499,623</b>	<b>\$25,601,699</b>	<b>80.6%</b>

\*Most recent information available for CalPERS is as of June 30, 2019, to be consistent with CalPERS we are reporting PARS assets as of June 30, 2019. As of January 2021 PARS reports assets at \$6,458,062.

# The MFPD has several options for addressing its unfunded liabilities at CalPERS

Continue with the MFPD's practice of prepaying the annual UAL payments early in the fiscal year

Utilize reserve funds and/or annual budget appropriations to prepay "layered" loans owed to CalPERS

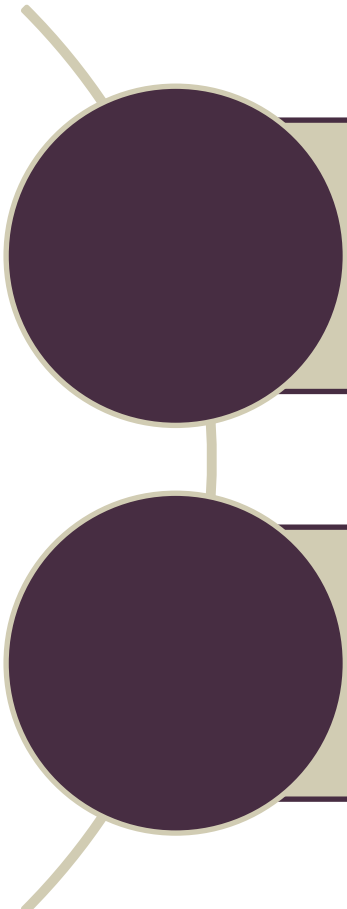
Request a "Fresh Start" with CalPERS that will result in a new payment schedule, over a shorter period of time, at the CalPERS discount rate of 7%

Restructure all or a portion of the Remaining UAL utilizing a Pension Obligation Bond (POB)





# Reserve Funds



The MFPD has approximately \$5.7 million of reserve funds that it can apply to either its Pension Trust or CalPERS.

Recommendations: apply \$5.7 million to CalPERS to reduce the high cost of funds and retain funds in the Pension Trust to preserve flexibility and local control.

<b>Reserve Funds</b>			
	<b>Proposed Budget FY 2020-21</b>	<b>Financial Policy</b>	<b>Amounts Available for One Time Prefunding of Retirement</b>
Economic Uncertainties Reserve	\$4,330,000	\$4,330,000	\$0
Catastrophic Reserve	\$2,710,000	\$2,710,000	\$0
Unrestricted Residual	\$4,526,937	\$2,824,115	\$1,702,822
Capital Reserve	\$3,014,072	\$3,000,000	\$14,072
Land and Building Reserve	\$4,995,305	\$1,000,000	\$3,995,305
<b>Total</b>	<b>\$19,576,314</b>	<b>\$13,864,115</b>	<b>\$5,712,199</b>

The MFPD has an overall funding target of 100%.

- The table below shows the amount of funding required to fund 95% of the liability at CalPERS while utilizing the Pension Trust to make up the remaining 5%.

CalPERS Plan Funding at 95% As of June 30, 2019				
Plan	Accrued Liability	Funded Status at 95%	Market Value of CalPERS Asset	Required Funding
Miscellaneous Plan	\$10,715,596	\$10,179,816.20	\$8,155,870	\$2,023,946
Safety Plan	\$94,643,125	\$89,910,968.75	\$71,666,915	\$18,244,054
Less Equity Contribution	n/a	n/a	n/a	(\$5,712,199)
<b>Total</b>	<b>\$105,358,721</b>	<b>\$100,090,785</b>	<b>\$79,822,785</b>	<b>\$14,555,801</b>

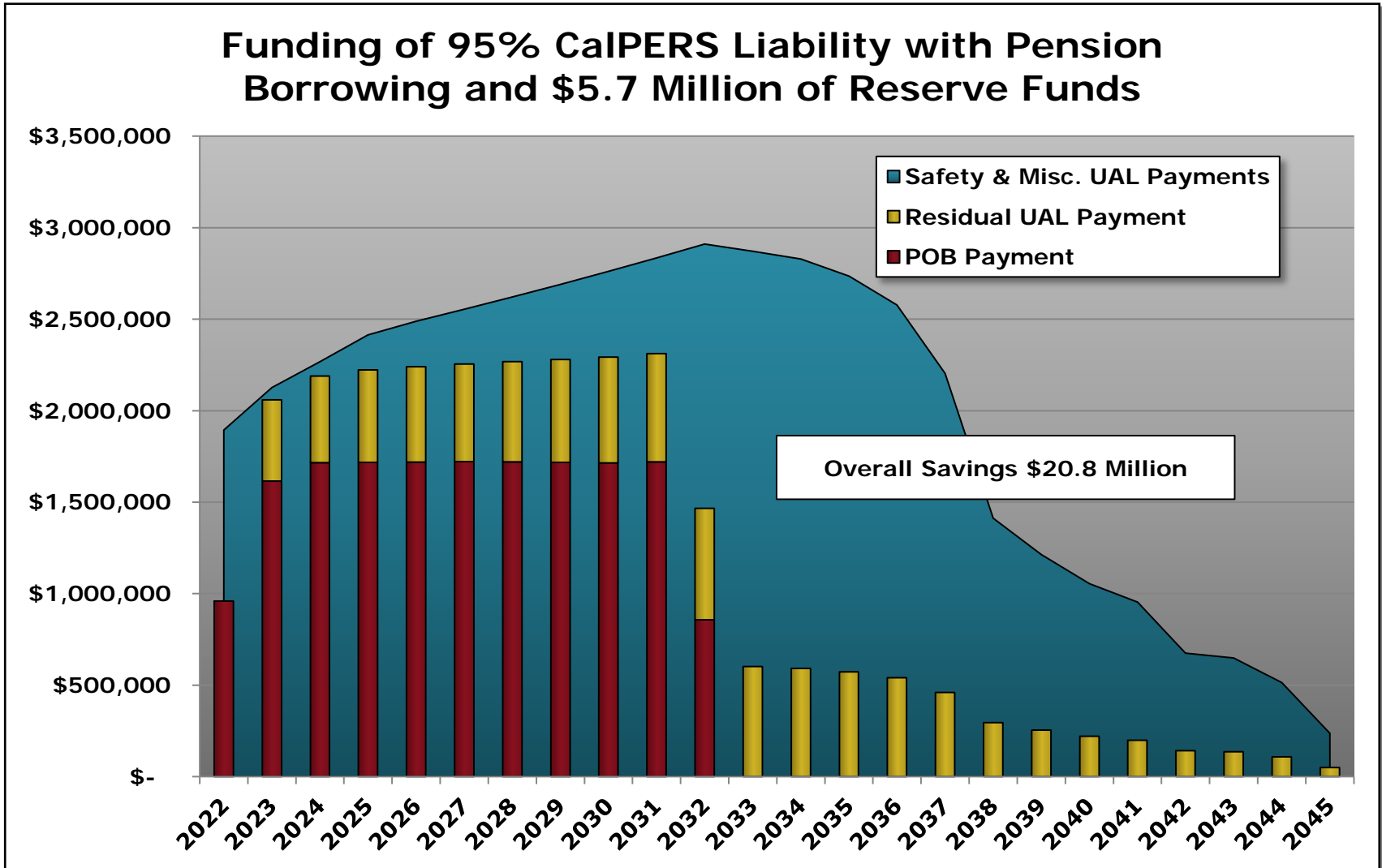
The MFPD can apply \$5.7 million to prepay the CalPERS liability and borrow approximately \$14.5 million to fund 95% of the CalPERS liability

The borrowing entails the issuance of a POB, similar to the POB the issued in 2011 and paid off in 2018.

The following charts show the current and restructured UAL Payments for the CalPERS Safety and Miscellaneous Plans.

# Option #1

## Funding of 95% CalPERS Liability with Pension Borrowing and \$5.7 Million of Reserve Funds

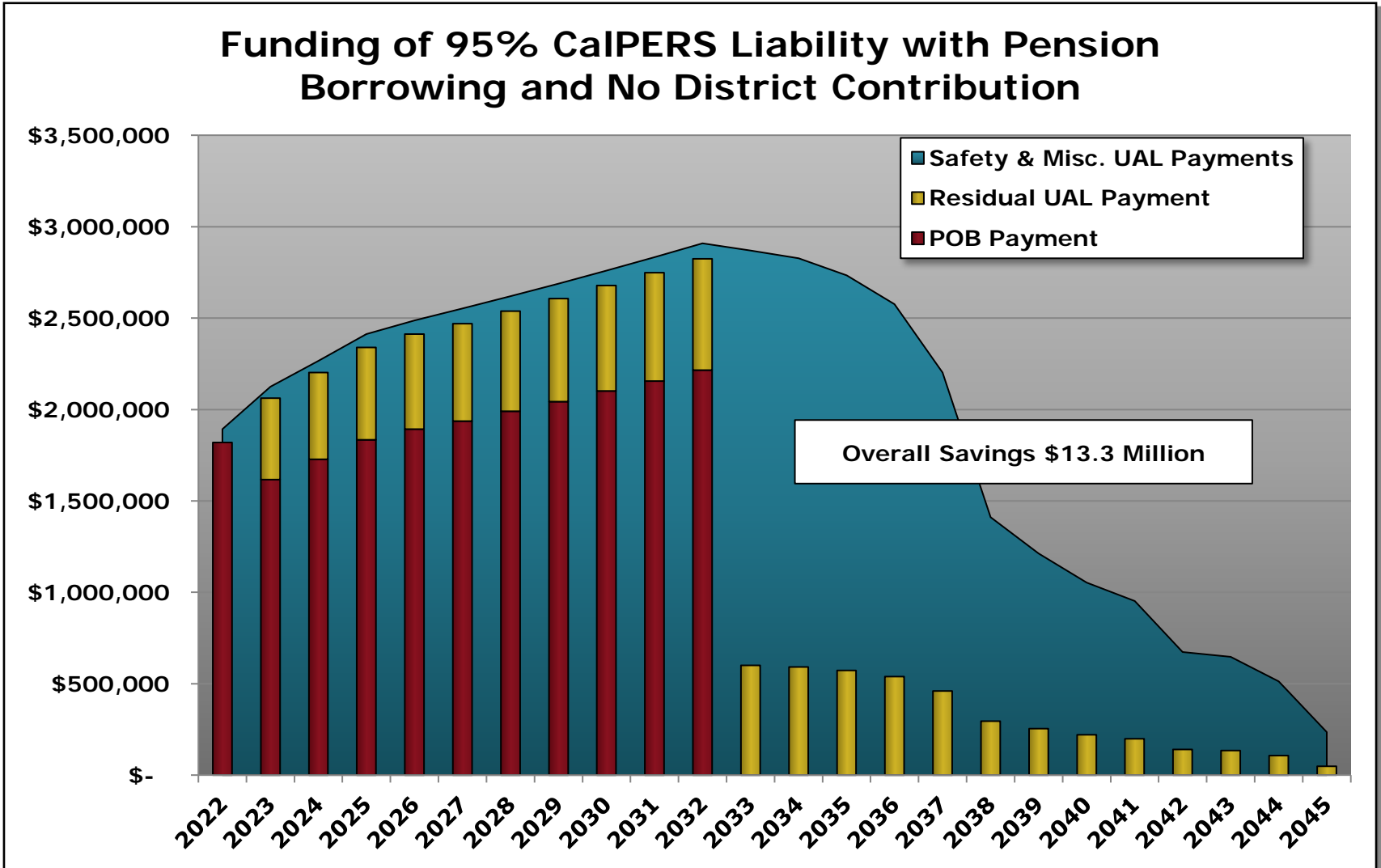


Overall Savings \$20.8 Million



# Option #2

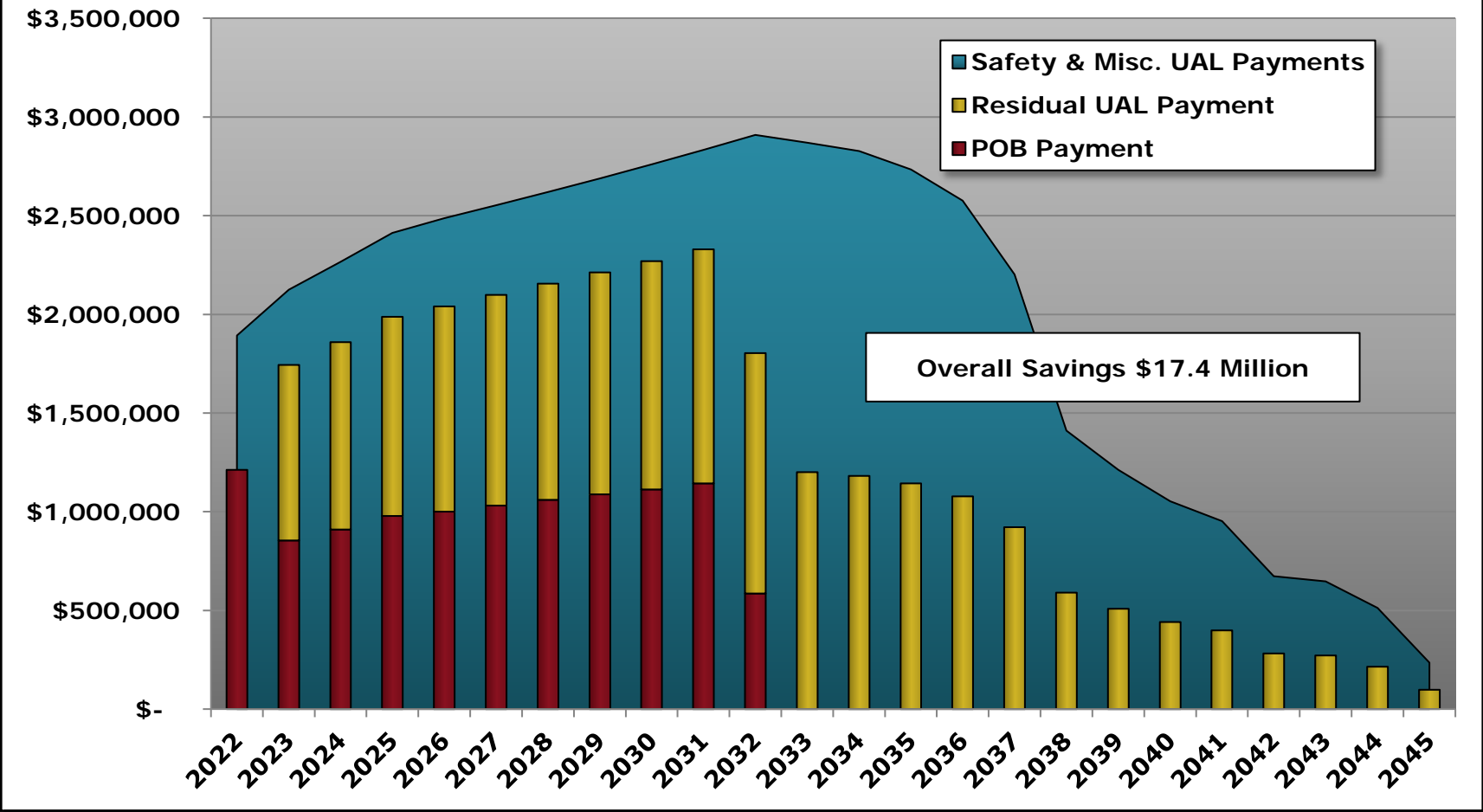
## Funding of 95% CalPERS Liability with Pension Borrowing and No District Contribution



Overall Savings \$13.3 Million

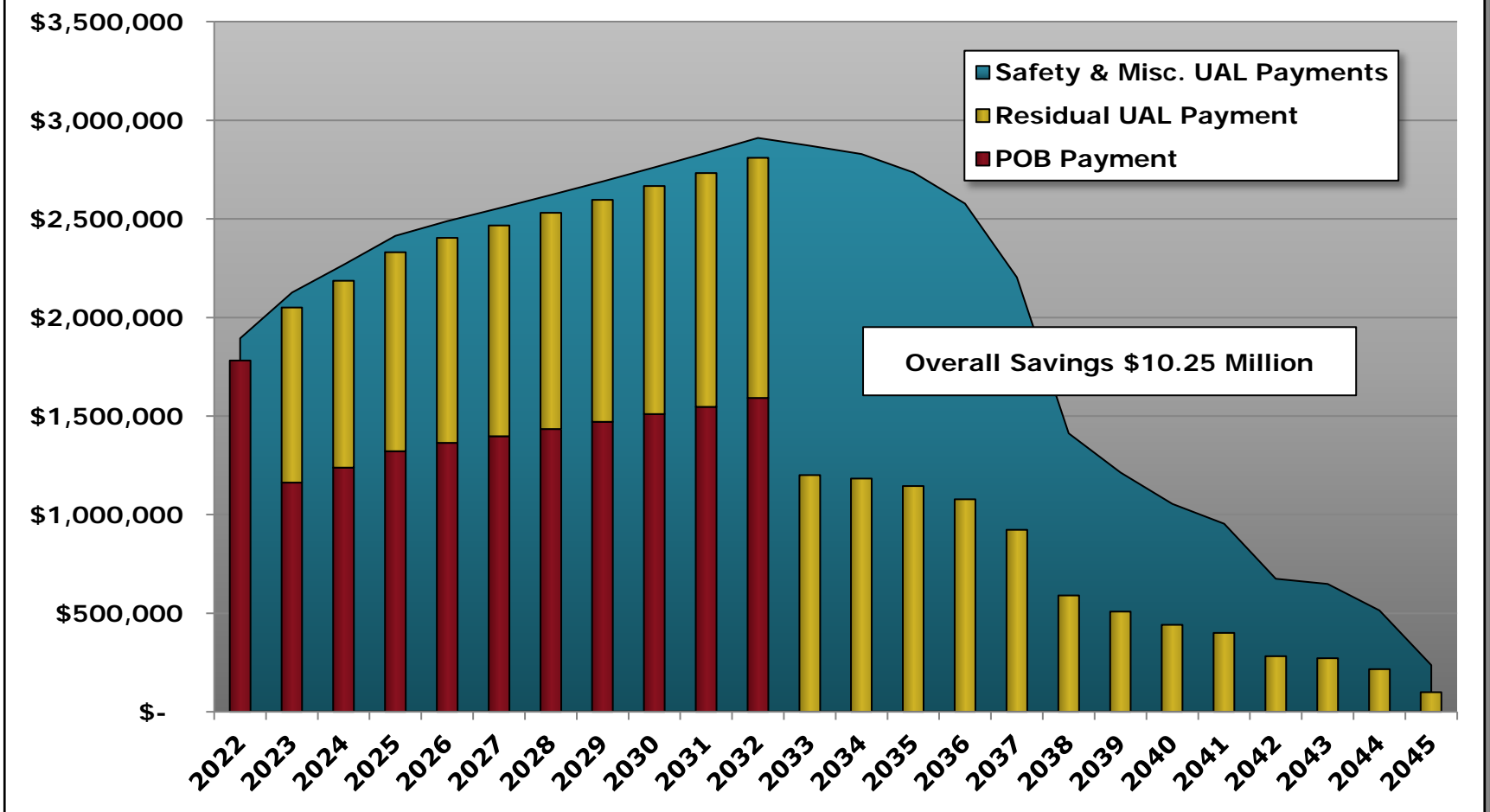
# Option #3

## Funding of 90% CalPERS Liability with Pension Borrowing and \$5.7 Million of Reserve Funds



# Option #4

## Funding of 90% CalPERS Liability with Pension Borrowing and No District Contribution



Overall Savings \$10.25 Million



<b>Summary of Estimated Savings</b>				
	<b>Option 1 95% Funded with \$5.7M Contribution</b>	<b>Option 2 95% Funded without Contribution</b>	<b>Option 3 90% Funded with \$5.7M Contribution</b>	<b>Option 4 90% Funded without Contribution</b>
Combined UAL Funded with POB	\$20,268,000	\$20,268,000	\$15,000,000	\$15,000,000
All Inclusive Borrowing Cost	3.25%	3.25%	3.25%	3.25%
Term of POB	10	13	10	13
POB Payments	\$17,171,483	\$24,598,260	\$10,978,040	\$18,154,553
Residual Payments to CalPERS	\$9,532,630	\$9,532,630	\$19,065,500	\$19,065,500
Total Payments POBS & CalPERS	\$26,704,113	\$34,130,890	\$30,043,540	\$37,220,053
Scheduled CalPERS Payments	\$47,462,753	\$47,462,753	\$47,462,753	\$47,462,753
Overall Savings	\$20,758,640.00	\$13,331,863.00	\$17,419,213.00	\$10,242,700.00

(1) Savings estimates are based on a CalPERS discount rate of 7%. A lower discount rate will reduce projected savings.

(2) Dis-savings may occur if CalPERS earns less than the borrowing cost of the POB.

(3) The interest rate on the POB is determined based on market conditions at the time of sale. The above interest rate is based on a conservative estimate.

# Next Steps

Confirm Plan



Capitol PFG Assemble Finance Team



Return with Information Item/Approval

# Agenda

## Item #4






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## STAFF REPORT

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**To:** Montecito Fire Protection District Finance Committee  
**From:** Kevin Taylor, Fire Chief *KT*  
**Prepared by:** Araceli Nahas, Accountant *AN*  
**Date:** March 15, 2021  
**Topic:** GASB 75 Actuarial Valuation Report as of June 30, 2020

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### Summary

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The Montecito Fire Protection District offers its employees and retirees a post-retirement health care benefit that is administered by CalPERS. Every two years, an actuarial valuation report is required to detail the liability associated with the post-retirement benefit. The District engaged DFA, LLC (DFA) to prepare an actuarial valuation report as of June 30, 2020. The report meets the requirements set forth by the Governmental Accounting Standards Board, Statement No. 75 (GASB 75), which requires disclosure of Other Post-Employment Benefits (OPEB).

The District's Net OPEB Liability as of June 30, 2020 is \$3,521,734, resulting in a plan funded status of 78%.

### Background

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To perform the June 30, 2020 valuation report, Staff provided the actuaries with the following information for the period of July 1, 2019 to June 30, 2020:

- Census data for active employees and retirees
- Insurance premiums and enrollment data
- PARS Trust statements and investment allocation

The detailed valuation data and actuarial assumptions start on page 15 of the report.

### Discussion

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The Total OPEB Liability as of June 30, 2020 is \$15,923,820, an increase of 18% from the July 1, 2018 valuation of \$13,538,041. A summary of the factors affecting the change is provided on page 5 of the report.

The Total OPEB Liability is offset by the assets held in the District's irrevocable trust set up for pre-funding retiree healthcare benefits. In October of 2009, the Board of Directors established the PARS OPEB Trust account. Since then, the account balance has increased significantly from \$650,000 (the initial contribution) to over \$13.5 million in assets. For purposes of this report, the

total Plan Assets on June 30, 2020 were \$12,402,086, resulting in a Net OPEB Liability of \$3,521,734.

The table on page 7 of the report details the plan's funded status as of June 30, 2020, along with a sensitivity analysis showing how the OPEB liability would change if there were +1/-1% change to the discount rate, or healthcare cost trend rates.

### Funding Progress

The following chart highlights the District's OPEB funding progress by comparing the data from the last four valuation reports.

	<b>6/30/13</b>	<b>6/30/16</b>	<b>6/30/18</b>	<b>6/30/20</b>
<b>A. Total OPEB Liability</b>	10,082,480	11,299,488	13,538,041	15,923,820
<b>B. Plan Assets</b>	2,746,320	9,247,387	11,123,664	12,402,086
<b>C. Net OPEB Liability (A-B)</b>	<b>7,336,160</b>	<b>2,052,101</b>	<b>2,414,377</b>	<b>3,521,734</b>
<b>Plan Funded Status (B/A)</b>	<b>27.2%</b>	<b>81.8%</b>	<b>82.2%</b>	<b>77.9%</b>

It is important to note that the discount rate decreased to 5.5% in this valuation report to reflect the change to the PARS Moderately Conservative Investment Strategy that went into effect December 2019. The prior three valuations used a 6.5% discount rate which was reflective of the PARS Balanced Investment Strategy expected returns.

### Conclusion

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Staff recommends that the Finance Committee recommend that the Board accept and file the GASB 75 Actuarial Valuation Report as of June 30, 2020.

### Attachments

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1. GASB 75 Valuation Report

### Strategic Plan Reference

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Strategic Plan Goal #9, Ensure Financial Accountability & Transparency



February 15, 2021

Mr. Kevin Taylor  
Fire Chief  
Montecito Fire Protection District  
595 San Ysidro Road  
Santa Barbara, CA 93108

Re: Montecito Fire Protection District ("District") GASB 75 Valuation

Dear Mr. Taylor:

This report sets forth the results of our GASB 75 actuarial valuation of the District's retiree health insurance program as of June 30, 2020.

In June 2004, the Governmental Accounting Standards Board (GASB) issued its accrual accounting standards for retiree healthcare benefits, GASB 43 and GASB 45. GASB 43/45 require public employers such as the District to perform periodic actuarial valuations to measure and disclose their retiree healthcare liabilities for the financial statements of both the employer and the trust, if any, set aside to pre-fund these liabilities. In June 2015, GASB released new accounting standards for postretirement benefit programs, GASB 74 and GASB 75, which replace GASB 43 and GASB 45, respectively.

The District selected DFA, LLC (DFA) to perform an actuarial valuation of the retiree health insurance program as of June 30, 2020. This report may be compared with the valuation performed by DFA as of July 1, 2018, to see how the liabilities have changed since the last valuation.

### **Basis for Actuarial Valuation**

To perform the valuation, we relied on the following information provided by the District:

- Census data for active employees and retirees
- Claims, premium, expense, and enrollment data
- Copies of relevant sections of healthcare documents, and
- (If applicable) trust statements prepared by the trustee

We also made certain assumptions regarding rates of employee turnover, retirement, and mortality, as well as economic assumptions regarding healthcare inflation and interest rates. Our assumptions are based on a standard set of assumptions used for similar valuations, modified as appropriate for the District.

A complete description of the actuarial assumptions used in the valuation is set forth in the Actuarial Assumptions section.

Montecito Fire Protection District  
 February 15, 2021  
 Page 2

### **Certification**

The actuarial certification, including a caveat regarding limitations of scope, if any, is contained in the Actuarial Certification section.

We have enjoyed working with the District on this project and are available to answer any questions you may have concerning any information contained herein.

### **Disclosure of Risk**

Considering recent events, it is important to call attention to the external risk factors associated with actuarial projections. An event like the COVID-19 pandemic has the potential to affect future measurements that would deviate from current long-term expectations. The following is a list of specific factors that impact OPEB liabilities:

- Census – retirement, turnover, and mortality experience different than expected.
- Medical coverage – premiums, participation, and level of coverage different than expected.
- Municipal bond rates – changes in applicable rates (rates are currently declining and may result in increased liabilities). Under GASB 75, the municipal rate may affect the discount rate. The quantitative effect of changes in the discount rate can be seen in the sensitivity results.
- Investment performance – (for funded plans) investment performance different than the long-term expected return. Investment performance may also affect the discount rate.

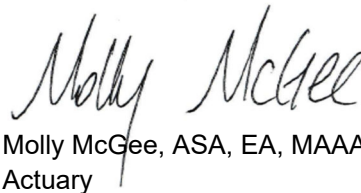
The current environment's impact on these factors will continue to unfold. We are available to discuss both short-term and long-term impact upon request.

\*\*\*\*\*

Sincerely,  
 DFA, LLC



Carlos Diaz, ASA, EA, MAAA  
 Actuary



Molly McGee, ASA, EA, MAAA  
 Actuary



## Financial Results

In this section, we present financial results based on a long-term expected return on plan investments of 5.50%. This rate is based on our best estimate of expected long-term plan experience for funded plans such as the District's. The rate reflects the District's adoption of the Moderately Conservative strategy (a change from the Balanced strategy in December 2019).

Results for purposes of GASB 75 reporting are presented in the next section.

We have determined that the present value of all benefits expected to be paid by the District for its current and future retirees is \$20,597,332 as of June 30, 2020. If the District were to place this amount in a fund earning interest at the rate of 5.50% per year, and all other actuarial assumptions were exactly met, the fund would have exactly enough to pay all expected benefits.

When we apportion the \$20,597,332 into past service and future service components under the Entry Age, Level Percent of Pay Cost Method, the Total OPEB Liability is \$15,923,820 as of June 30, 2020. This represents the present value of all benefits accrued through the valuation date if each employee's liability is expensed from hire date until retirement date as a level percentage of pay. The \$15,923,820 is comprised of liabilities of \$4,531,093 for active employees and \$11,392,727 for retirees.



The District has adopted an irrevocable trust for the pre-funding of retiree healthcare benefits. As of June 30, 2020, the trust balance, or Plan Fiduciary's Net Position (GASB 75) is \$12,402,086.

The Net OPEB Liability, equal to the Total OPEB Liability over the Plan Fiduciary's Net Position, is \$3,521,734.

This valuation includes benefits for 56 retirees and 42 active employees who may become eligible to retire and receive benefits in the future. It excludes employees hired after the valuation date.

### **ASOP 6 – Age-Specific Costs and Implicit Subsidy**

The valuation reflects the value of an implicit subsidy equal to \$1,802,961.

The implicit subsidy represents the value of age-specific claims over average premiums. To determine age-specific claims, we used an age-specific claim cost matrix fitted to the average premium charged by the District.

Actuarial Standard of Practice No. 6 (ASOP 6), revised in May 2014, provides guidance in measuring OPEB obligations and determining periodic costs or actuarially determined contributions. The standard specifies that in (almost all instances), the actuary should use age-specific costs in the development of the initial per capita costs and in the projection of future benefit plan costs.

When claims experience of both active employees and retirees are pooled in determining healthcare premiums, a retiree may pay an amount based on a blended pool of members that, on average, is younger and healthier. In a pooled environment, retiree claims are covered by premiums charged to the retiree plus an added cost included in active premiums. Blended premium charged represents an "explicit" cost, while the added cost represents an "implicit" cost.

## Financial Results (continued)

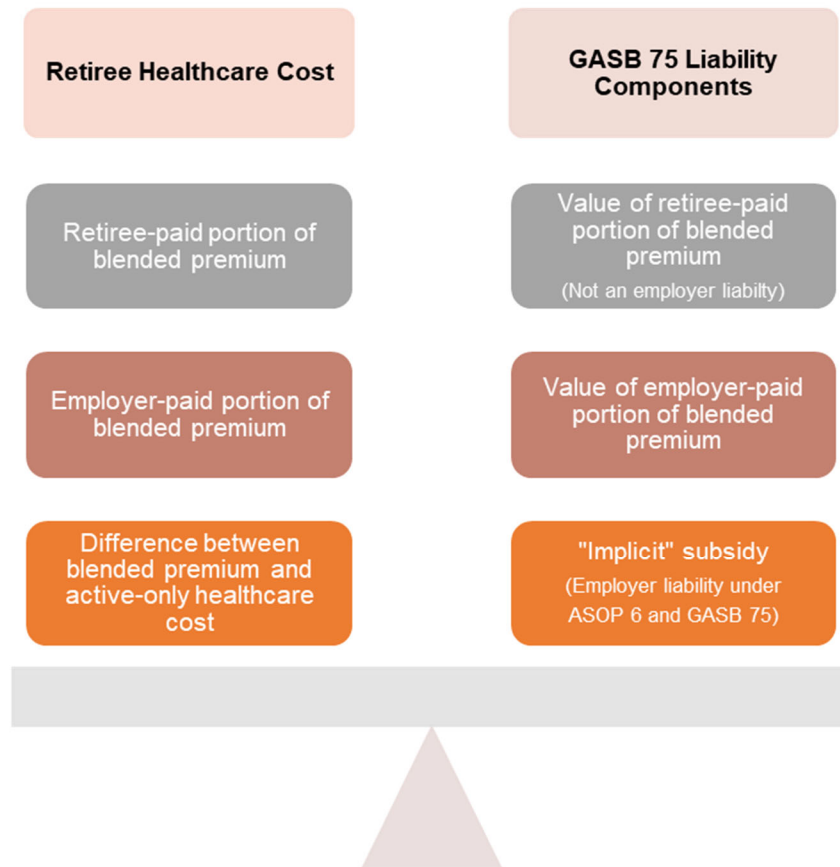
GASB 75, Paragraph B49 states:

Generally, the inclusion of inactive employees in the same pool as active employees for purposes of determining health insurance rates for the pool increases the blended premium rate charged for each active employee in the pool. This increase is a result of the relationship between healthcare claims costs and age.

However, if active and inactive employees are segregated into separate pools and premiums are calculated for each pool, the blended premium rate for active employees generally would be lower than the blended premium rate for inactive employees.

Therefore, if an employer provides inactive employees with the opportunity to participate in the same health insurance pool as active employees, the premiums paid for coverage of active employees are higher than what the premiums would be if the active employees were rated separately. The total amount by which the premiums are higher for active employees when they are pooled with inactive employees than when the active employees are separately rated, is sometimes referred to as an implicit rate subsidy in relation to the benefits for the inactive employees.

The (GASB) Board believes the difference in premiums if there is an implicit rate subsidy might be significant and that the blended premium does not reflect (a) the actual cost of providing the current benefit to the active employees (by overstating the costs incurred during the period) and (b) the cost of the OPEB (the future benefit payments) provided to active employees as part of the current period employment exchange (by not attributing any costs to the current period). Therefore, this Statement requires that claims costs, or age-adjusted premiums approximating claims costs be used to project benefit payments.



## Financial Results (continued)

### Differences from Prior Valuation

The most recent prior valuation was completed as of July 1, 2018 by DFA. The Total OPEB Liability as of that date was \$13,538,041, compared to \$15,923,820 as of June 30, 2020 (determined using a discount rate of 5.50%).

Several factors have caused the Total OPEB Liability to change since 2018:

- An increase as employees accrue more service and get closer to receiving benefits.
- A decrease from a release of benefits.
- Changes in the plan census from new employees and differences between actual and expected retirement, terminations, and deaths.
- Changes in healthcare costs from differences between actual and expected healthcare trend; and
- Changes in actuarial assumptions and methodology for the current valuation.

To summarize, the most important changes were as follows:

1. An increase of \$782,085 resulting from a passage of time (service cost and interest cost, net of benefits paid since 2018).
2. An increase of \$1,205,175 resulting from population experience (terminations, retirements, and mortality) different than expected.
3. A decrease of \$897,554 from changes in healthcare premiums different than expected.
4. An increase of \$39,343 from changes in employer-paid cap different than expected.
5. An increase of \$569 from a change in PEMHCA administrative-fee percentages different than expected.
6. A decrease of \$741,204 from a change in healthcare trend rates (pre-Medicare rates: 4.00% for 2020-2023, 5.20% for 2024-2069, and 4.00% for 2070 and after; Medicare rate: 3.50% for all years).
7. An increase of \$385,716 from an update to the mortality assumption.
8. An increase of \$1,611,649 from a change in the long-term expected rate of return from 6.50% to 5.50% (reflecting a change from the balanced to the moderately conservative strategy).

The estimated changes from July 1, 2018 to June 30, 2020 are as follows:

Total OPEB Liability as of July 1, 2018	\$13,538,041
Passage of time	782,085
Change in census	1,205,175
Change in premium rates	(897,554)
Change in employer cap	39,343
Change in statutory provisions	569
Change in trend rate	(741,204)
Change in mortality	385,716
Change in discount rate	1,611,649
Total OPEB Liability as of June 30, 2020	\$15,923,820

## GASB 75 Results

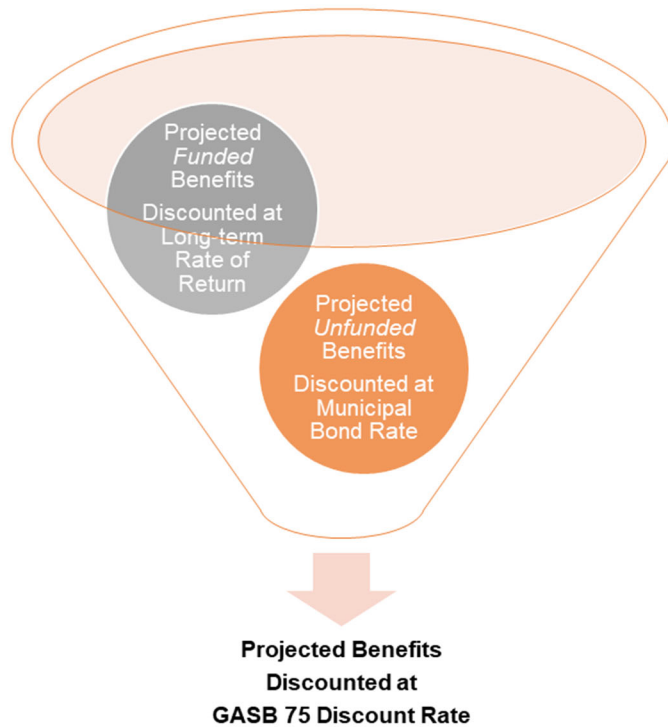
For financial reporting purposes, GASB 75 requires a discount rate that reflects the following:

- a. The long-term expected rate of return on OPEB plan investments – to the extent that the OPEB plan’s fiduciary net position is projected to be enough to make projected benefit payments and assets are expected to be invested using a strategy to achieve that return.
- b. A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher – to the extent that the conditions in (a) are not met.

The amount of the plan’s projected fiduciary net position and the amount of projected benefit payments should be compared in each period of projected benefit payments.

Based on these requirements and the following information, we have determined a discount rate of 5.50% for GASB 75 reporting purposes:

Long-Term Expected Return on Assets	5.50%
Fidelity General Obligations AA - 20 Years Index at June 30, 2020	2.45%
GASB 75 Discount Rate	5.50%



**GASB 75 Results (continued)**

**Montecito Fire Protection District  
Net OPEB Liabilities and Expense Under  
GASB 75 Accrual Accounting Standard**

	June 30, 2020 <sup>1</sup>		
	Long-Term Return	Municipal Bond Index	GASB 75 Rate
Discount Rate	5.50%	2.45%	5.50%
Present Value of Future Benefits			
Active	\$9,204,605	\$18,335,919	\$9,204,605
Retired	11,392,727	15,993,109	11,392,727
Total	\$20,597,332	\$34,329,028	\$20,597,332
Total OPEB Liability (Actuarial Liability)			
Active	\$4,531,093	\$7,270,166	\$4,531,093
Retired	11,392,727	15,993,109	11,392,727
Total	\$15,923,820	\$23,263,275	\$15,923,820
Plan Fiduciary Net Position (Plan Assets)	\$12,402,086	\$12,402,086	\$12,402,086
Net OPEB Liability (Unfunded Actuarial Liability)	\$3,521,734	\$10,861,189	\$3,521,734
Sensitivity Analysis			
1% Decrease in Discount Rate	4.50%	1.45%	4.50%
Net OPEB Liability	\$5,458,703	\$14,491,896	\$5,458,703
1% Increase in Discount Rate	6.50%	3.45%	6.50%
Net OPEB Liability	\$1,910,085	\$7,941,581	\$1,910,085
1% Decrease in Trend Rate	3.00% in 2020, 3.00% ultimate	3.00% in 2020, 3.00% ultimate	3.00% in 2020, 3.00% ultimate
Net OPEB Liability	\$1,802,911	\$7,763,916	\$1,802,911
1% Increase in Trend Rate	5.00% in 2020, 5.00% ultimate	5.00% in 2020, 5.00% ultimate	5.00% in 2020, 5.00% ultimate
Net OPEB Liability	\$5,518,819	\$14,591,570	\$5,518,819

<sup>1</sup> For the District's financial statements, DFA will provide separate schedules with supplemental GASB 75 information.

## GASB 75 Results (continued)

### Net OPEB Expense

We have determined the following components of the District's Net OPEB Expense for the measurement year ending June 30, 2021: Service Cost, Interest Cost, Expected Return on Assets, and Deferred Outflows and Inflows (determined as of the valuation date).

- Service Cost represents the present value of benefits accruing in the current year.
- Interest Cost represents the interest on the Total OPEB Obligation and interest on the Service Cost.
- Expected Return on Assets is the expected return based on a 5.50% investment rate of return.
- Deferred Outflows and Inflows of Resources (determined as of the valuation date) are changes in the Net OPEB Liability resulting from differences between projected and actual plan experience, from differences between projected and actual OPEB plan investments, and from changes in assumptions.

The Net OPEB Expense will reflect additional Deferred Outflows and Inflows that will be determined based on the Net OPEB Obligation as of June 30, 2021.

We summarize results in the table on the next page. For comparative purposes, we provide service cost and interest cost at three discount rates (the expected return on assets, the municipal bond index, and the GASB 75 rate, discussed above). We determine Deferred Outflows and Inflows solely on the applicable GASB 75 rate. All amounts are net of expected future retiree contributions, if any.

DFA will be available to assist the District and its auditors in preparing the footnotes and required supplemental information for compliance with GASB 75 (and GASB 74, if applicable). In the meantime, we are available to answer any questions the District may have concerning the report.

### Actuarially Determined Contribution and Pay-As-You-Go with Implied Subsidy

We have calculated an actuarially determined contribution representing the Service Cost and a 30-year amortization (as a level percent of pay) of the Net OPEB Liability. We include the results in the table on the next page. We provide results at three discount rates (the expected long-term expected return on assets, the municipal bond index, and the GASB 75 rate).

An actuarially determined contribution is a potential payment to the plan determined using a contribution allocation procedure. It is not a required contribution, but a measurement commonly used to prefund OPEB benefits. We provide the amounts for illustrative purposes.

The actuarially determined contribution may be compared to the pay-as-you-go payment. The table shows the pay-as-you-go payment along with the projected implied subsidy payment.

The Funding Schedules section provides additional prefunding alternatives.



**GASB 75 Results (continued)**

**Montecito Fire Protection District  
Net OPEB Liabilities and Expense Under  
GASB 75 Accrual Accounting Standard**

	<b>July 1, 2020</b>		
	<b>Long-Term Return</b>	<b>Municipal Bond Index</b>	<b>GASB 75 Rate</b>
Discount Rate	5.50%	2.45%	5.50%
Components of Net OPEB Expense for 2020-21			
Service Cost (beginning of year)	\$540,465	\$1,002,777	\$540,465
Interest Cost	880,523	583,294	880,523
Expected Return on Assets	(682,115)	(682,115)	(682,115)
Total <sup>2</sup>	\$738,873	\$903,956	\$738,873
Actuarially Determined Contribution (2020-21)			
Service Cost (mid-year)	\$555,129	\$1,014,987	\$555,129
Amortization of Net OPEB Liability <sup>3</sup>	147,268	292,274	147,268
Total <sup>4</sup>	\$702,397	\$1,307,261	\$702,397
Pay-As-You-Go Payment with Implied Subsidy (2020-21)			
Projected Pay-As-You-Go	\$817,485	\$817,485	\$817,485
Projected Implied Subsidy	104,393	104,393	104,393
Total	\$921,878	\$921,878	\$921,878

<sup>2</sup> Additional components are shown on the following pages. Deferred Outflows/Inflows of Resources will also include changes determined based on the Total OPEB Obligation and Plan Fiduciary Net Position as June 30, 2021.

<sup>3</sup> 30-year amortization (as a level percent of pay).

<sup>4</sup> Estimated Actuarially Determined Contribution for subsequent year:

	<b>Long-Term Return</b>	<b>Municipal Bond Index</b>	<b>GASB 75 Rate</b>
Actuarially Determined Contribution (2021-22)	\$730,493	\$1,359,551	\$730,493

**GASB 75 Results (continued)****Schedule of Changes in Net OPEB Liability (July 1, 2019 to June 30, 2020)**

1. Total OPEB Liability	
a. Total OPEB Liability at July 1, 2019 <sup>5</sup>	\$13,958,478
b. Service Cost <sup>6</sup>	447,974
c. Interest Cost	904,833
d. Benefit Payments <sup>7</sup>	(987,445)
e. Changes in plan provisions <sup>8</sup>	0
f. Difference between expected and actual experience <sup>9</sup>	343,819
g. Changes in assumptions and other inputs <sup>9</sup>	1,256,161
h. Total OPEB Liability at June 30, 2020	\$15,923,820
2. Plan Fiduciary Net Position	
a. Plan Fiduciary Net Position at July 1, 2019 <sup>5</sup>	\$11,754,374
b. Contributions <sup>7</sup>	987,445
c. Expected Investment Income	764,034
d. Benefit Payments <sup>7</sup>	(987,445)
e. Difference between actual and expected return on assets <sup>9</sup>	(116,322)
f. Plan Fiduciary Net Position at June 30, 2020	\$12,402,086
3. Net OPEB Liability: (1h) - (2f)	\$3,521,734
4. Discount Rate	
a. July 1, 2019	6.50%
b. June 30, 2020	5.50%
5. Long-Term Expected Return	
a. July 1, 2019	6.50%
b. June 30, 2020	5.50%

<sup>5</sup> From June 30, 2020 disclosure report, based on the July 1, 2018 actuarial valuation.

<sup>6</sup> Discounted from June 30, 2020 valuation.

<sup>7</sup> Includes credit toward implicit subsidy (if applicable).

<sup>8</sup> Included in Net OPEB Expense.

<sup>9</sup> Deferred (Outflow)/Inflow of Resources established as of June 30, 2020.



**GASB 75 Results (continued)****Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB**

<b>Type</b>	<b>Initial Amount</b>	<b>Date Established</b>	<b>Period (Years)</b>	<b>Annual Recognition<sup>10</sup></b>
Difference between expected/actual experience	0	06/30/2017	0.0	0
Difference between expected/actual return on assets	(523,817)	06/30/2017	5.0	(104,763)
Changes in assumptions or other inputs	0	06/30/2017	0.0	0
Difference between expected/actual experience	1,907,336	06/30/2018	4.7	405,816
Difference between expected/actual return on assets	(77,182)	06/30/2018	5.0	(15,436)
Changes in assumptions or other inputs	(788,898)	06/30/2018	4.7	(167,851)
Difference between expected/actual experience	0	06/30/2019	0.0	0
Difference between expected/actual return on assets	92,328	06/30/2019	5.0	18,466
Changes in assumptions or other inputs	0	06/30/2019	0.0	0
Difference between expected/actual experience	343,819	06/30/2020	4.5	76,404
Difference between expected/actual return on assets	116,322	06/30/2020	5.0	23,264
Changes in assumptions or other inputs	1,256,161	06/30/2020	4.5	279,147

<sup>10</sup> Charge/(Credit) included in Net OPEB Expense.

## Funding Schedules

There are many ways to approach the pre-funding of retiree healthcare benefits. In the previous section, we determined the annual expense for all District-paid benefits. The expense is an orderly methodology, developed by the GASB, to account for retiree healthcare benefits. However, the GASB 75 expense has no direct relation to amounts the District may set aside to pre-fund healthcare benefits.

The table on the next page provides the District with three alternative schedules for funding (as contrasted with expensing) retiree healthcare benefits. The schedules all assume that the retiree fund earns, or is otherwise credited with, 5.50% per annum on its investments, a starting Trust value of \$12,402,086 as of June 30, 2020, and that contributions and benefits are paid mid-year.

The schedules are:

1. A level contribution amount for the next 20 years.
2. A level percent of the Unfunded Accrued Liability.
3. A constant percentage (4.00%) increase for the next 20 years.

We provide these funding schedules to give the District a sense of the various alternatives available to it to pre-fund its retiree healthcare obligation. The three funding schedules are simply three different examples of how the District may choose to spread its costs.

By comparing the schedules, you can see the effect that early pre-funding has on the total amount the District will eventually have to pay. Because of investment earnings on fund assets, the earlier contributions are made, the less the District will have to pay in the long run. Of course, the advantages of pre-funding will have to be weighed against other uses of the money.

The table on the following page shows the required annual outlay under the pay-as-you-go method and each of the above schedules. **The three funding schedules include the "pay-as-you-go" costs; therefore, the amount of pre-funding is the excess over the "pay-as-you-go" amount.**

### Treatment of Implicit Subsidy

We exclude the implicit subsidy from these funding schedules because we do not recommend that the District pre-fund for the full age-adjusted costs reflected in the liabilities shown in the first section of this report. If the District's premium structure changes in the future to explicitly charge under-age 65 retirees for the full actuarial cost of their benefits, this change will be offset by a lowering of the active employee rates (all else remaining equal), resulting in a direct reduction in District operating expenses on behalf of active employees from that point forward. For this reason, among others, we believe that pre-funding of the full GASB liability would be redundant.

## Funding Schedules (continued)

### Sample Funding Schedules (Closed Group) Starting Trust Value of \$12,402,086 as of June 30, 2020

<b>Year Beginning</b>	<b>Pay-as-you-go</b>	<b>Level Contribution for 20 years</b>	<b>Level % of Unfunded Liability</b>	<b>Constant Percentage Increase for 20 years</b>
2020	\$817,485	\$465,006	\$202,265	\$334,708
2021	849,742	465,006	226,832	348,096
2022	870,758	465,006	249,984	362,020
2023	886,345	465,006	271,466	376,500
2024	898,471	465,006	291,210	391,560
2025	925,816	465,006	309,217	407,223
2026	958,001	465,006	325,897	423,512
2027	966,782	465,006	341,365	440,452
2028	996,937	465,006	355,161	458,070
2029	1,008,030	465,006	367,770	476,393
2030	1,025,216	465,006	378,852	495,449
2031	1,039,826	465,006	388,582	515,267
2032	1,083,829	465,006	396,958	535,877
2033	1,119,947	465,006	404,467	557,313
2034	1,174,440	465,006	410,932	579,605
2035	1,214,151	465,006	416,558	602,789
2036	1,238,624	465,006	421,064	626,901
2037	1,299,835	465,006	424,234	651,977
2038	1,342,699	465,006	426,454	678,056
2039	1,385,526	465,006	427,433	705,178
2040	1,425,366	0	427,114	0
2041	1,432,111	0	425,421	0
2042	1,447,726	0	422,089	0
2043	1,462,786	0	417,230	0
2044	1,388,082	0	410,870	0
2045	1,398,014	0	402,676	0
2046	1,360,551	0	393,202	0
2047	1,306,374	0	382,369	0
2048	1,242,856	0	370,314	0
2049	1,196,198	0	357,231	0
2050	1,147,367	0	337,271	0
2055	872,591	0	240,025	0
2060	688,296	0	170,830	0
2065	535,029	0	121,595	0
2070	371,007	0	86,555	0
2075	209,268	0	61,606	0
2080	87,195	0	87,195	0

Note to auditor: when calculating the employer OPEB contribution for the year ending on the statement date, we recommend multiplying the actual District-paid premiums on behalf of retirees by a factor of 1.1277 to adjust for the implicit subsidy.

## Funding Schedules (continued)

The table below provides an alternative comparison of the funding schedules. The present value (or time-value) of payments for each alternative is \$5,703,335 and represents the difference between the present value of projected pay-as-you-go payments and the current trust value.

The difference between total contributions and present value of contributions is the total interest cost associated with each alternative. As discussed above, the advantages of pre-funding should be weighed against other financial considerations.

	<b>Pay-as-you-go</b>	<b>Level Contribution for 20 years</b>	<b>Level % of Unfunded Liability</b>	<b>Constant Percentage Increase</b>
Present value of contributions <sup>a</sup>	\$5,703,335	\$5,703,335	\$5,703,335	\$5,703,335
Total interest cost	25,044,503	3,596,785	10,229,708	4,263,611
Total contributions <sup>b</sup>	\$30,747,838	\$9,300,120	\$15,933,043	\$9,966,946

<sup>a</sup> Based on a discount rate of 5.50%.

<sup>b</sup> Reflects no prefunding of implicit subsidy.

## Plan Provisions

This report analyzes the actuarially projected costs of the Montecito Fire Protection District's retiree health insurance program.

### Active Employee Coverage

Integrated medical/prescription drug coverage is provided through CalPERS under the Public Employees' Medical and Hospital Care Act (PEMHCA). Employees can choose from a variety of PPO and HMO options offered by PEMHCA, including PORAC. Delta Dental Premier and Vision Service Plan are also provided at the District's expense.

The District sets a maximum monthly contribution for medical/Rx coverage on behalf of active employees and retirees through periodic negotiations with the Montecito Firemen's Association and Staff employees. The monthly maximum is \$2,725 for 2020. The Fire Chief is entitled to the same health benefits as represented employees.

### Post-Retirement Coverage

The District offers the same medical, dental and vision plans to its retirees as to its active employees, with the exception that once a retiree becomes eligible for Medicare (that is, reaches age 65), he or she must join a Medicare HMO or a Medicare Supplement plan under PEMHCA. Dental and vision coverage (including dependent coverage) are fully District-paid for retirees. The District also pays a percentage-of-premium administrative charge for all retirees (0.24% for 2020).

### Premiums

The following table shows selected January 1, 2020 monthly PERS Health (PEMHCA) premiums for retirees within Region 2 (Central California and San Diego) and Region 3 (Los Angeles, Riverside and San Bernardino):

	Single	2-Party	Family
<b>Anthem Traditional HMO</b>			
Region 2	\$934.95	\$1,869.90	\$2,430.87
Region 3	902.63	1,805.26	2,346.84
<b>Blue Shield Access+</b>			
Region 2	909.87	1,819.74	2,365.66
Region 3	813.17	1,626.34	2,114.24
<b>PERS Choice</b>			
Region 2	736.28	1,472.56	1,914.33
Region 3	710.29	1,420.58	1,846.75
<b>PERS Select</b>			
Region 2	451.54	903.08	1,174.00
Region 3	435.74	871.48	1,132.92
<b>PERS Care</b>			
Region 2	986.66	1,973.32	2,565.32
Region 3	931.12	1,862.24	2,420.91
<b>PORAC</b>			
All Regions	699.00	1,399.00	1,894.00

## Valuation Data

### Retiree Census - Age distribution of retirees included in the valuation

Age	Total
Under 55	4
55-59	14
60-64	11
65-69	7
70-74	6
75-79	4
80-84	3
85+	7
All Ages	56
Average Age	67.8

### Active Census - Age/service distribution of active employees included in the valuation

Age	Years of Service								Total
	0-4	5-9	10-14	15-19	20-24	25-29	30-34	35+	
<25	0	0	0	0	0	0	0	0	0
25-29	1	0	0	0	0	0	0	0	1
30-34	5	1	0	0	0	0	0	0	6
35-39	3	3	2	0	0	0	0	0	8
40-44	4	3	4	1	0	0	0	0	12
45-49	1	1	0	2	2	0	0	0	6
50-54	0	1	1	1	1	0	0	0	4
55-59	1	1	0	0	1	0	0	0	3
60-64	1	0	0	1	0	0	0	0	2
65+	0	0	0	0	0	0	0	0	0
All Ages	16	10	7	5	4	0	0	0	42

Average Age: 43.7  
Average Service: 9.2

## Actuarial Assumptions

The liabilities set forth in this report are based on the actuarial assumptions described in this section.

Valuation Date: June 30, 2020

Actuarial Cost Method: Entry Age, Level Percent of Pay

Discount Rate:  
 Long-term Expected Return 5.50%  
 Municipal Bond Index 2.45%  
 GASB 75 5.50%

Salary Increases: 4.00%

Withdrawal: Crocker-Sarason Table T5 less mortality, decreased by 50% at all ages.  
 Sample Rates:

Age	Rate
25	4.0%
35	3.1
45	2.0
55	0.5

Pre-retirement Mortality:  
 Miscellaneous Pre-retirement Mortality Rates from CalPERS Experience Study (1997-2015).

Safety Pre-retirement Mortality Rates for Public Agency Fire from 2017 CalPERS Experience Study.

Post-retirement Mortality:  
 Miscellaneous Post-retirement Mortality Rates for Healthy Recipients from CalPERS Experience Study (1997-2015).

Safety Post-retirement Mortality Rates for Public Agency Fire from 2017 CalPERS Experience Study.

## Actuarial Assumptions (continued)

Retirement:

Age	Rate
50	10%
51	11%
52	12%
53	15%
54	18%
55	22%
56	25%
57	28%
58	30%
59	35%
60	40%
61	45%
62	50%
63	50%
64	50%
65	100%

Medical Claim Cost:

Annual Per Retiree or Spouse

Age	Medical	Dental and Vision
50	\$9,663	\$1,153
55	11,202	1,153
60	12,986	1,153
64	14,616	1,153
65	4,060	1,153
70	4,374	1,153
75	4,712	1,153

Percent Electing Coverage:

95%

Spouse Coverage:

Future retirees: 65%  
 Current retirees: Actual dependent data used.  
 Female spouses are assumed to be three years younger than male spouses (unless actual dependent data is used).

Medical Trend:

Sample Rates:

Year	Pre-Medicare	Medicare	Dental and Vision
2020-2023	4.00%	3.50%	3.50%
2024-2069	5.20%	3.50%	3.50%
2070+	4.00%	3.50%	3.50%

Increase in CalPERS minimum:

3.00%



## Actuarial Certification

The results set forth in this report are based on our actuarial valuation of the health and welfare benefit plans of the Montecito Fire Protection District ("District") as of June 30, 2020.

The valuation was performed in accordance with generally accepted actuarial principles and practices. We relied on census data for active employees and retirees provided to us by the District. We also made use of claims, premium, expense, and enrollment data, and copies of relevant sections of healthcare documents provided to us by the District, and (when applicable) trust statements prepared by the trustee and provided to us by the District.

The assumptions used in performing the valuation, as summarized in this report, and the results based thereupon, represent our best estimate of the actuarial costs of the program under GASB 74 and GASB 75, and the existing and proposed Actuarial Standards of Practice for measuring post-retirement healthcare benefits.

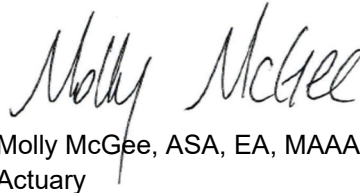
Throughout the report, we have used unrounded numbers, because rounding and the reconciliation of the rounded results would add an additional, and in our opinion unnecessary, layer of complexity to the valuation process. By our publishing of unrounded results, no implication is made as to the degree of precision inherent in those results. Clients and their auditors should use their own judgment as to the desirability of rounding when transferring the results of this valuation report to the clients' financial statements.

Each undersigned actuary meets the Qualification Standards of the American Academy of Actuaries to render the actuarial opinion contained in this report.

Certified by:



Carlos Diaz, ASA, EA, MAAA  
Actuary



Molly McGee, ASA, EA, MAAA  
Actuary



# Agenda

## Item #5



**Variance Report**  
**Finance Committee - March 15, 2021**

<b>Report</b>	<b>Line Item</b>	<b>Variance Explanation</b>
1 Balance Sheet	0115	Fair market value adjustments posted by the County on a quarterly basis. The balancing entry falls under Equity in line item 2120 Fund Balance - Restricted for all funds.
2 Balance Sheet	0211	Property tax revenue impounded by the Auditor-Controller's Office due to large assessment appeals that have not been settled. The receivable amount is expected to be released this fiscal year.
3 Balance Sheet	1015 & 1210	The EFT and accounts payable accounts reflect expenses entered by month-end, but disbursement payment wasn't completed until the next month.
4 Balance Sheet	2110	Fund Balance - Nonspendable is for property tax impounds posted by the Auditor-Controller's Office.
5 Balance Sheet	2130	Fund Balance - Committed maintains the District's Catastrophic and Economic Uncertainties reserve balances of \$7,040,000.
6 Financial Status	Taxes	Property tax revenue is in line with past years - we expect to collect 55% of total budgeted revenue by December month-end, and 95% by April month-end.
7 Financial Status	3750 & 4476	The State- and Federal-Emergency Assistance line items include all fire assignment revenue. The Mutual Aid Billing report details the cumulative \$3.2 million in revenue expected this fiscal year.
Financial Status	5768	This line item is used to capture funds received from the worker's compensation administrators on behalf of employees out on work injuries.
8 Financial Status	5769	This account is showing a negative amount of \$11k because in the prior year we accounted for a reimbursement from CalOES Communications in the amount of \$195k for the Emergency 9-1-1 phone system in Dispatch, but the actual reimbursed amount was \$184k, a difference of \$11k.
9 Financial Status	6301	Overtime - Reimbursable is significantly higher this fiscal year because of a busy fire season. This expense is offset by the \$3.2 million in fire assignment revenue, as mentioned in Note #7 above.
10 Financial Status	7546	Property Tax Administration fees paid to the County of SB, will be collected in April/May. The total expense for this FY will be approx. \$200,000.
11 Financial Status	8200	Budgeted projects which have not been completed include new flooring and updates to the HVAC system.
12 Financial Status	8300	Expenses totaling \$516,000 were incurred in March for the SCBA equipment and the ALS cardiac monitor. Additional budgeted equipment which has not been purchased includes the Radio Communication Simulcast System (\$590k) and Thermal Imager Cameras (\$20k).
13 Revenue Transactions	3750 & 4476	Fire reimbursements received for assignments from this fiscal year. The Mutual Aid Billing report details all payments received year-to-date.

**Variance Report**  
**Finance Committee - March 15, 2021**

	<b>Report</b>	<b>Line Item</b>	<b>Variance Explanation</b>
<b>14</b>	Financial Trend	7205	The Wildland Specialists adjusted their schedule this fiscal year to engage in more projects earlier in the fiscal year, which explains the higher than average expense year-to-date. Additionally, the revenue from Cal Fire grant has allowed for the expansion of various mitigation projects.
<b>15</b>	Financial Trend	7363	Year to date expenses are higher this fiscal year due to major repairs to engines and significantly higher usage of all apparatus and staff vehicles due to a busy fire season.
<b>16</b>	Expenditure Trend	7030	PPE expenses for February included \$47,000 in turnout sets budgeted for this fiscal year.

# Balance Sheet

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

	Beginning Balance 7/1/2020	Year-To-Date Debits	Year-To-Date Credits	Ending Balance 2/28/2021
<b>Assets &amp; Other Debits</b>				
<b>Assets</b>				
0110 -- Cash in Treasury	12,357,871.12	22,871,679.31	25,861,567.78	9,367,982.65
0115 -- Treasury FMV Adjustment	85,919.27	10,847.52	58,600.30	38,166.49 <b>1</b>
0120 -- Imprest Cash	500.00	0.00	0.00	500.00
0130 -- Cash with Fiscal Agents	8,981.46	0.00	1,258.45	7,723.01
0211 -- Prop Tax Impounds Receivable	206,229.00	0.00	0.00	206,229.00 <b>2</b>
0230 -- Accounts Receivable	323,696.00	0.00	323,696.00	0.00
0240 -- Interest Receivable	38,966.76	22,879.42	61,846.18	0.00
Total Assets	13,022,163.61	22,905,406.25	26,306,968.71	9,620,601.15
Total Assets & Other Debits	13,022,163.61	22,905,406.25	26,306,968.71	9,620,601.15
<b>Liabilities, Equity &amp; Other Credits</b>				
<b>Liabilities</b>				
1010 -- Warrants Payable	0.00	564,010.71	564,010.71	0.00
1015 -- EFT Payable	0.00	6,142,100.95	6,248,851.91	106,750.96 <b>3</b>
1020 -- Salaries & Benefits Payable	29,424.00	29,424.00	0.00	0.00
1210 -- Accounts Payable	353,360.99	6,819,524.20	6,493,849.00	27,685.79 <b>3</b>
1240 -- Accrued Expenses	5,262.00	5,262.00	0.00	0.00
1730 -- Unidentified Deposits	0.00	1,063,955.82	1,063,955.82	0.00
Total Liabilities	388,046.99	14,624,277.68	14,370,667.44	134,436.75
<b>Equity</b>				
2110 -- Fund Balance-Nonspendable	123,260.00	0.00	0.00	123,260.00 <b>4</b>
2120 -- Fund Balance-Restricted	85,919.27	58,600.30	10,847.52	38,166.49 <b>1</b>
2130 -- Fund Balance-Committed	7,878,500.00	1,058,000.00	220,000.00	7,040,500.00 <b>5</b>
2200 -- Fund Balance-Residual	4,546,437.35	52,548,634.84	50,286,435.40	2,284,237.91
Total Equity	12,634,116.62	53,665,235.14	50,517,282.92	9,486,164.40

# Balance Sheet

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

	<b>Beginning Balance 7/1/2020</b>	<b>Year-To-Date Debits</b>	<b>Year-To-Date Credits</b>	<b>Ending Balance 2/28/2021</b>
Total Liabilities, Equity & Other Credits	13,022,163.61	68,289,512.82	64,887,950.36	9,620,601.15



# Balance Sheet

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund; Page Break At = Fund

## Fund 3652 -- Montecito Fire Cap Outlay Res

	Beginning Balance 7/1/2020	Year-To-Date Debits	Year-To-Date Credits	Ending Balance 2/28/2021
<b>Assets &amp; Other Debits</b>				
<b>Assets</b>				
0110 -- Cash in Treasury	2,612,109.87	49,579.76	116,475.55	2,545,214.08
0115 -- Treasury FMV Adjustment	18,160.94	0.00	8,888.10	9,272.84
0240 -- Interest Receivable	6,902.44	7,827.32	14,729.76	0.00
Total Assets	2,637,173.25	57,407.08	140,093.41	2,554,486.92
Total Assets & Other Debits	2,637,173.25	57,407.08	140,093.41	2,554,486.92
<b>Liabilities, Equity &amp; Other Credits</b>				
<b>Liabilities</b>				
1010 -- Warrants Payable	0.00	45.47	45.47	0.00
1015 -- EFT Payable	0.00	103,201.19	103,201.19	0.00
1210 -- Accounts Payable	18,440.44	103,246.66	84,806.22	0.00
1730 -- Unidentified Deposits	0.00	4,850.00	4,850.00	0.00
Total Liabilities	18,440.44	211,343.32	192,902.88	0.00
<b>Equity</b>				
2120 -- Fund Balance-Restricted	18,160.94	8,888.10	0.00	9,272.84
2140 -- Fund Balance-Assigned	2,600,571.87	0.00	0.00	2,600,571.87
2200 -- Fund Balance-Residual	0.00	623,312.21	567,954.42	-55,357.79
Total Equity	2,618,732.81	632,200.31	567,954.42	2,554,486.92
Total Liabilities, Equity & Other Credits	2,637,173.25	843,543.63	760,857.30	2,554,486.92

# Balance Sheet

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund; Page Break At = Fund

## Fund 3653 -- Montecito Fire Land & Building

	Beginning Balance 7/1/2020	Year-To-Date Debits	Year-To-Date Credits	Ending Balance 2/28/2021
<b>Assets &amp; Other Debits</b>				
<b>Assets</b>				
0110 -- Cash in Treasury	6,362,372.09	38,810.76	103,376.64	6,297,806.21
0115 -- Treasury FMV Adjustment	44,235.00	0.00	21,734.50	22,500.50
0240 -- Interest Receivable	19,607.41	19,203.35	38,810.76	0.00
Total Assets	6,426,214.50	58,014.11	163,921.90	6,320,306.71
Total Assets & Other Debits	6,426,214.50	58,014.11	163,921.90	6,320,306.71
<b>Liabilities, Equity &amp; Other Credits</b>				
<b>Liabilities</b>				
1010 -- Warrants Payable	0.00	56,867.89	56,867.89	0.00
1015 -- EFT Payable	0.00	11,233.75	11,233.75	0.00
1210 -- Accounts Payable	2,175.00	68,101.64	69,045.27	3,118.63
Total Liabilities	2,175.00	136,203.28	137,146.91	3,118.63
<b>Equity</b>				
2120 -- Fund Balance-Restricted	44,235.00	21,734.50	0.00	22,500.50
2140 -- Fund Balance-Assigned	6,379,804.50	0.00	0.00	6,379,804.50
2200 -- Fund Balance-Residual	0.00	1,627,289.77	1,542,172.85	-85,116.92
Total Equity	6,424,039.50	1,649,024.27	1,542,172.85	6,317,188.08
Total Liabilities, Equity & Other Credits	6,426,214.50	1,785,227.55	1,679,319.76	6,320,306.71

# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget
<b>Revenues</b>				
<b>Taxes</b>				
3010 -- Property Tax-Current Secured	17,631,000.00	9,822,668.39	-7,808,331.61	55.71 %
3011 -- Property Tax-Unitary	159,000.00	92,912.07	-66,087.93	58.44 %
3015 -- PT PY Corr/Escapes Secured	0.00	57,684.86	57,684.86	--
3020 -- Property Tax-Current Unsecd	669,500.00	612,811.73	-56,688.27	91.53 %
3023 -- PT PY Corr/Escapes Unsecured	0.00	6,661.90	6,661.90	--
3040 -- Property Tax-Prior Secured	0.00	-2,158.49	-2,158.49	--
3050 -- Property Tax-Prior Unsecured	65,000.00	11,915.33	-53,084.67	18.33 %
3054 -- Supplemental Pty Tax-Current	165,500.00	52,904.15	-112,595.85	31.97 %
3056 -- Supplemental Pty Tax-Prior	0.00	-369.83	-369.83	--
Taxes	18,690,000.00	10,655,030.11	-8,034,969.89	57.01 % <b>6</b>
<b>Fines, Forfeitures, and Penalties</b>				
3057 -- PT-506 Int, 480 CIOS/CIC Pen	0.00	695.12	695.12	--
Fines, Forfeitures, and Penalties	0.00	695.12	695.12	--
<b>Use of Money and Property</b>				
3380 -- Interest Income	150,000.00	22,879.42	-127,120.58	15.25 %
3381 -- Unrealized Gain/Loss Invstmnts	-47,753.00	-47,752.78	0.22	100.00 %
3409 -- Other Rental of Bldgs and Land	10,000.00	0.00	-10,000.00	0.00 %
Use of Money and Property	112,247.00	-24,873.36	-137,120.36	-22.16 %
<b>Intergovernmental Revenue-State</b>				
3750 -- State-Emergency Assistance	1,315,000.00	-21,877.83	-1,336,877.83	-1.66 % <b>7</b>
4220 -- Homeowners Property Tax Relief	79,500.00	38,494.07	-41,005.93	48.42 %
4310 -- State Grant	150,000.00	60,289.88	-89,710.12	40.19 %
Intergovernmental Revenue-State	1,544,500.00	76,906.12	-1,467,593.88	4.98 %

# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget	
<b>Intergovernmental Revenue-Federal</b>					
4476 -- Federal Emergency Assistance	1,895,000.00	561,545.38	-1,333,454.62	29.63 %	7
4610 -- Federal Aid for Disaster	82,500.00	0.00	-82,500.00	0.00 %	
Intergovernmental Revenue-Federal	1,977,500.00	561,545.38	-1,415,954.62	28.40 %	
<b>Charges for Services</b>					
5105 -- Reimb for District Services	208,500.00	109,250.68	-99,249.32	52.40 %	
Charges for Services	208,500.00	109,250.68	-99,249.32	52.40 %	
<b>Miscellaneous Revenue</b>					
5768 -- Safety Member Reimbursement	60,000.00	40,151.68	-19,848.32	66.92 %	
5769 -- State Reimbursements	0.00	-10,877.56	-10,877.56	--	8
5895 -- Other-Donations	0.00	1,255.00	1,255.00	--	
5909 -- Other Miscellaneous Revenue	8,500.00	6,531.42	-1,968.58	76.84 %	
Miscellaneous Revenue	68,500.00	37,060.54	-31,439.46	54.10 %	
Revenues	22,601,247.00	11,415,614.59	-11,185,632.41	50.51 %	
<b>Expenditures</b>					
<b>Salaries and Employee Benefits</b>					
6100 -- Regular Salaries	8,464,000.00	5,274,156.78	3,189,843.22	62.31 %	
6300 -- Overtime	184,000.00	55,175.49	128,824.51	29.99 %	
6301 -- Overtime - Reimbursable	2,000,000.00	1,898,079.30	101,920.70	94.90 %	9
6310 -- Overtime - Constant Staffing	950,000.00	484,935.29	465,064.71	51.05 %	
6400 -- Retirement Contribution	3,280,000.00	2,601,746.13	678,253.87	79.32 %	
6450 -- Supp Retirement Contribution	1,000,000.00	1,000,000.00	0.00	100.00 %	
6550 -- FICA/Medicare	152,000.00	104,007.07	47,992.93	68.43 %	
6600 -- Health Insurance Contrib	2,126,000.00	1,321,214.69	804,785.31	62.15 %	
6700 -- Unemployment Ins Contribution	6,000.00	-3,817.67	9,817.67	-63.63 %	
6900 -- Workers Compensation	550,000.00	550,867.83	-867.83	100.16 %	

# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget
Salaries and Employee Benefits	18,712,000.00	13,286,364.91	5,425,635.09	71.00 %
Services and Supplies				
7030 -- Clothing and Personal	153,000.00	65,686.14	87,313.86	42.93 %
7050 -- Communications	132,500.00	73,099.59	59,400.41	55.17 %
7060 -- Food	2,500.00	1,827.82	672.18	73.11 %
7070 -- Household Supplies	33,000.00	18,330.12	14,669.88	55.55 %
7090 -- Insurance	42,000.00	41,784.00	216.00	99.49 %
7120 -- Equipment Maintenance	50,000.00	27,662.04	22,337.96	55.32 %
7200 -- Structure & Ground Maintenance	103,500.00	13,116.72	90,383.28	12.67 %
7205 -- Fire Defense Zone	385,000.00	211,268.34	173,731.66	54.87 %
7322 -- Consulting & Mgmt Fees	2,000.00	420.00	1,580.00	21.00 %
7324 -- Audit and Accounting Fees	30,000.00	8,085.00	21,915.00	26.95 %
7348 -- Instruments & Equip. < \$5000	132,000.00	58,711.98	73,288.02	44.48 %
7363 -- Equipment Maintenance	140,000.00	144,582.71	-4,582.71	103.27 %
7400 -- Medical, Dental and Lab	83,000.00	25,427.10	57,572.90	30.64 %
7430 -- Memberships	14,000.00	9,913.45	4,086.55	70.81 %
7450 -- Office Expense	84,500.00	27,045.07	57,454.93	32.01 %
7460 -- Professional & Special Service	460,500.00	268,703.25	191,796.75	58.35 %
7507 -- ADP Payroll Fees	8,500.00	4,164.89	4,335.11	49.00 %
7510 -- Contractual Services	140,000.00	87,581.61	52,418.39	62.56 %
7530 -- Publications & Legal Notices	6,000.00	4,066.35	1,933.65	67.77 %
7540 -- Rents/Leases-Equipment	4,000.00	2,717.21	1,282.79	67.93 %
7546 -- Administrative Expense	245,000.00	0.00	245,000.00	0.00 % <b>10</b>
7580 -- Rents/Leases-Structure	9,500.00	7,160.52	2,339.48	75.37 %
7630 -- Small Tools & Instruments	14,000.00	10,781.07	3,218.93	77.01 %
7650 -- Special Departmental Expense	65,500.00	14,384.22	51,115.78	21.96 %
7671 -- Special Projects	17,500.00	0.00	17,500.00	0.00 %

# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget
7730 -- Transportation and Travel	35,000.00	30,942.89	4,057.11	88.41 %
7731 -- Gasoline-Oil-Fuel	60,000.00	33,041.46	26,958.54	55.07 %
7732 -- Training	40,000.00	19,780.54	20,219.46	49.45 %
7760 -- Utilities	45,500.00	46,920.80	-1,420.80	103.12 %
Services and Supplies	2,538,000.00	1,257,204.89	1,280,795.11	49.54 %
<b>Capital Assets</b>				
8200 -- Structures&Struct Improvements	135,000.00	19,997.01	115,002.99	14.81 % <b>11</b>
8300 -- Equipment	1,142,000.00	0.00	1,142,000.00	0.00 % <b>12</b>
Capital Assets	1,277,000.00	19,997.01	1,257,002.99	1.57 %
Expenditures	22,527,000.00	14,563,566.81	7,963,433.19	64.65 %
<b>Other Financing Sources &amp; Uses</b>				
<b>Other Financing Uses</b>				
7901 -- Oper Trf (Out)	475,000.00	0.00	475,000.00	0.00 %
Other Financing Uses	475,000.00	0.00	475,000.00	0.00 %
Other Financing Sources & Uses	-475,000.00	0.00	475,000.00	0.00 %
<b>Changes to Fund Balances</b>				
<b>Decrease to Restricted</b>				
9797 -- Unrealized Gains	58,601.00	58,600.30	-0.70	100.00 %
Decrease to Restricted	58,601.00	58,600.30	-0.70	100.00 %
<b>Decrease to Committed</b>				
9850 -- Salary & Retirement Offset	1,000,000.00	1,000,000.00	0.00	100.00 %
Decrease to Committed	1,000,000.00	1,000,000.00	0.00	100.00 %
<b>Increase to Restricted</b>				
9797 -- Unrealized Gains	10,848.00	10,847.52	0.48	100.00 %

# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget
Increase to Restricted	10,848.00	10,847.52	0.48	100.00 %
Changes to Fund Balances	1,047,753.00	1,047,752.78	-0.22	100.00 %
Montecito Fire Protection Dist	647,000.00	-2,100,199.44	-2,747,199.44	-324.61 %

# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3652 -- Montecito Fire Cap Outlay Res

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget
<b>Revenues</b>				
Use of Money and Property				
3380 -- Interest Income	32,500.00	7,827.32	-24,672.68	24.08 %
3381 -- Unrealized Gain/Loss Invstmnts	-8,889.00	-8,888.10	0.90	99.99 %
Use of Money and Property	23,611.00	-1,060.78	-24,671.78	-4.49 %
Revenues	23,611.00	-1,060.78	-24,671.78	-4.49 %
<b>Expenditures</b>				
Capital Assets				
8200 -- Structures&Struct Improvements	0.00	13,228.89	-13,228.89	--
8300 -- Equipment	94,000.00	54,806.22	39,193.78	58.30 %
Capital Assets	94,000.00	68,035.11	25,964.89	72.38 %
Expenditures	94,000.00	68,035.11	25,964.89	72.38 %
<b>Other Financing Sources &amp; Uses</b>				
Other Financing Sources				
5910 -- Oper Trf (In)-General Fund	475,000.00	0.00	-475,000.00	0.00 %
5919 -- Sale Capital Assets-Prsnl Prop	0.00	4,850.00	4,850.00	--
Other Financing Sources	475,000.00	4,850.00	-470,150.00	1.02 %
Other Financing Sources & Uses	475,000.00	4,850.00	-470,150.00	1.02 %
<b>Changes to Fund Balances</b>				
Decrease to Restricted				
9797 -- Unrealized Gains	8,889.00	8,888.10	-0.90	99.99 %
Decrease to Restricted	8,889.00	8,888.10	-0.90	99.99 %
Changes to Fund Balances	8,889.00	8,888.10	-0.90	99.99 %
Montecito Fire Cap Outlay Res	413,500.00	-55,357.79	-468,857.79	-13.39 %



# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3652 -- Montecito Fire Cap Outlay Res

<u>Line Item Account</u>	<u>6/30/2021 Fiscal Year Adjusted Budget</u>	<u>2/28/2021 Year-To-Date Actual</u>	<u>6/30/2021 Fiscal Year Variance</u>	<u>6/30/2021 Fiscal Year Pct of Budget</u>
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# Financial Status

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3653 -- Montecito Fire Land & Building

Line Item Account	6/30/2021 Fiscal Year Adjusted Budget	2/28/2021 Year-To-Date Actual	6/30/2021 Fiscal Year Variance	6/30/2021 Fiscal Year Pct of Budget
Revenues				
Use of Money and Property				
3380 -- Interest Income	95,000.00	19,203.35	-75,796.65	20.21 %
3381 -- Unrealized Gain/Loss Invstmnts	-21,735.00	-21,734.50	0.50	100.00 %
Use of Money and Property	73,265.00	-2,531.15	-75,796.15	-3.45 %
Revenues	73,265.00	-2,531.15	-75,796.15	-3.45 %
Expenditures				
Capital Assets				
8100 -- Land	200,000.00	0.00	200,000.00	0.00 %
8200 -- Structures&Struct Improvements	1,279,500.00	104,320.27	1,175,179.73	8.15 %
Capital Assets	1,479,500.00	104,320.27	1,375,179.73	7.05 %
Expenditures	1,479,500.00	104,320.27	1,375,179.73	7.05 %
Changes to Fund Balances				
Decrease to Restricted				
9797 -- Unrealized Gains	21,735.00	21,734.50	-0.50	100.00 %
Decrease to Restricted	21,735.00	21,734.50	-0.50	100.00 %
Decrease to Assigned				
9901 -- Purpose of Fund	1,384,500.00	0.00	-1,384,500.00	0.00 %
Decrease to Assigned	1,384,500.00	0.00	-1,384,500.00	0.00 %
Changes to Fund Balances	1,406,235.00	21,734.50	-1,384,500.50	1.55 %
Montecito Fire Land & Building	0.00	-85,116.92	-85,116.92	--
Net Financial Impact	1,060,500.00	-2,240,674.15	-3,301,174.15	-211.28 %

# Revenue Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Document	Post On	Dept	Description	Amount
Line Item Account 3010 -- Property Tax-Current Secured				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Annual 1% Tax (3010)	9,882,466.63
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Pipeline 1% Tax (3010)	519.43
AUT - PT03549	2/6/2021	894	RVS Est Sec 1% Apportion 7-1-20 to 12-15-20 (3010)	-9,708,954.65
Total Property Tax-Current Secured				174,031.41
Line Item Account 3011 -- Property Tax-Unitary				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Unitary 1% Tax (3011)	90,820.26
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Unitary RR 1% Tax (3011)	2,091.81
Total Property Tax-Unitary				92,912.07
Line Item Account 3015 -- PT PY Corr/Escapes Secured				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Escape 1% Tax (3015)	29,906.58
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Escape 1% Tax (3015)	199.26
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Sec Annual 1% Tax (3015)	-13,037.63
Total PT PY Corr/Escapes Secured				17,068.21
Line Item Account 3020 -- Property Tax-Current Unsecd				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Unsec Annual 1% Tax (3020)	15,463.10
Total Property Tax-Current Unsecd				15,463.10
Line Item Account 3023 -- PT PY Corr/Escapes Unsecured				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Unsec Escape 1% Tax (3023)	3,610.29
Total PT PY Corr/Escapes Unsecured				3,610.29
Line Item Account 3040 -- Property Tax-Prior Secured				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 PY Sec 1% Tax (3040)	-1,117.15
Total Property Tax-Prior Secured				-1,117.15
Line Item Account 3050 -- Property Tax-Prior Unsecured				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 PY Unsec 1% Tax (3050)	6,570.44
Total Property Tax-Prior Unsecured				6,570.44

Lines 3010 to 3057 are property tax revenue entries posted by the County Auditor-Controller's Office.

# Revenue Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineltemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Document	Post On	Dept	Description	Amount
Line Item Account 3054 -- Supplemental Pty Tax-Current				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Neg Sup 1% Tax (3054)	-35,424.13
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 CY Suppl 1% Tax (3054)	40,932.57
Total Supplemental Pty Tax-Current				5,508.44
Line Item Account 3056 -- Supplemental Pty Tax-Prior				
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 PY Neg Sup Sec 1% Tax (3056)	101.74
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 PY Sup Unsec 1% Tax (3056)	191.16
AUT - PT03546	2/6/2021	894	10/01/20-12/31/20 PY Sup Sec 1% Tax (3056)	-207.17
Total Supplemental Pty Tax-Prior				85.73
Line Item Account 3057 -- PT-506 Int, 480 CIOS/CIC Pen				
AUT - PT03548	2/6/2021	894	Unsec 506 IntPEN 10-1-2020 to 12-31-2020 (3057)	261.93
Total PT-506 Int, 480 CIOS/CIC Pen				261.93
Line Item Account 3750 -- State-Emergency Assistance				
DJE - 0138294	2/3/2021	894	Mineral Fire, 7/15-7/23/20	20,117.92
Total State-Emergency Assistance				20,117.92 <b>13</b>
Line Item Account 4476 -- Federal Emergency Assistance				
DJE - 0137728	1/29/2021	894	Stagecoach Fire, 8/4-8/14/20	155,835.25
DJE - 0138088	2/11/2021	894	LPF Support, 8/14-8/18/20	38,306.97
DJE - 0138717	2/11/2021	894	LPF Support, 8/14-8/18/20 (remove)	-38,306.97
DJE - 0138717	2/11/2021	894	LPF Support, 8/14-8/18/20 (corrected)	38,306.97
DJE - 0138155	2/12/2021	894	Dolan Fire, 8/18-10/23/20	367,403.16
Total Federal Emergency Assistance				561,545.38 <b>13</b>
Line Item Account 5105 -- Reimb for District Services				
JE - 0213223	1/20/2021	894	INVOICE# 2021-02 STATION LOCATION STUDY	6,715.50
DJE - 0138294	2/3/2021	894	AMR Holdco Inc, First response pmt - 12/2020	26,872.09
Total Reimb for District Services				33,587.59

# Revenue Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Document	Post On	Dept	Description	Amount
Line Item Account 5768 -- Safety Member Reimbursement				
DJE - 0138294	2/3/2021	894	WC disability payments, 11/10/20-1/4/21	10,395.44
Total Safety Member Reimbursement				10,395.44
Line Item Account 5895 -- Other-Donations				
DJE - 0138294	2/3/2021	894	Community member donations	1,255.00
Total Other-Donations				1,255.00
Line Item Account 5909 -- Other Miscellaneous Revenue				
DJE - 0138294	2/3/2021	894	CalCard rebate, Dec 2020	760.93
JE - 0210384	2/15/2021	894	'20MFD, BOS Res. 94-526, Westmont Annex, TRA 02113	4,920.12
Total Other Miscellaneous Revenue				5,681.05
Total Montecito Fire Protection Dist				946,976.85

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Line Item Account 6100 -- Regular Salaries					
01/01/2021	MIC - 0145598	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Employee retirement contribution, M/D/YY	0.00	39,125.09
01/04/2021	CLM - 0616343	AFLAC	Employee paid insurance, December 2020	0.00	914.22
01/06/2021	EFC - 0028589	MASSMUTUAL	Employer/employee 457 plan contributions, 12/31/20	0.00	30,570.00
01/14/2021	EFC - 0028911	WAGWORKS INC	Montecito Fire FSA plan pmts, 12/29/20-1/13/21	0.00	9,654.43
01/15/2021	CLM - 0619302	MONTECITO FIREMENS ASSOC	Employee association dues, 1/15/21	0.00	5,850.00
01/15/2021	CLM - 0619302	MONTECITO FIREMENS ASSOC	Employee paid disability insurance, 1/15/21	0.00	1,263.50
01/15/2021	EFC - 0028794	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll Dir Deposits, 1/15/21	0.00	275,006.72
01/15/2021	EFC - 0028794	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll Taxes, 1/15/21	0.00	100,071.92
01/15/2021	EFC - 0028912	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 1/15/21	0.00	313.20
01/15/2021	MIC - 0146836	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Employee retirement contribution, 1/15/21	0.00	41,851.22
01/19/2021	EFC - 0028913	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 1/19/21	0.00	318.54
01/21/2021	EFC - 0028796	MASSMUTUAL	Employer/employee 457 plan contributions, 1/15/21	0.00	26,495.50
01/25/2021	EFC - 0028922	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 1/25/21	0.00	2,750.00
01/25/2021	EFC - 0028923	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 1/25/21	0.00	10.00
01/26/2021	EFC - 0028924	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 1/26/21	0.00	105.00
01/29/2021	CLM - 0620073	AFLAC	Employee paid insurance, January 2021	0.00	974.28
02/01/2021	EFC - 0028925	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/1/21	0.00	9.33
02/01/2021	EFC - 0028977	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll Dir Deposits, 2/1/21	0.00	255,546.47
02/01/2021	EFC - 0028977	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll Taxes, 2/1/21	0.00	75,009.96
02/01/2021	JE - 0214900		Overtime adjustment, 1/15/21	0.00	-19,520.82
02/01/2021	JE - 0214935		Overtime adjustment, 2/1/21	0.00	-66,232.48
02/01/2021	MIC - 0146840	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Employee retirement contribution, 2/1/21	0.00	43,141.59
02/04/2021	EFC - 0029193	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/3/21	0.00	30.00
02/08/2021	EFC - 0028978	MASSMUTUAL	Employer/employee 457 plan contributions, 2/1/21	0.00	26,495.50

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
02/08/2021	EFC - 0029194	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/5/21	0.00	185.00
02/09/2021	EFC - 0029195	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/9/21	0.00	39.93
02/16/2021	CLM - 0623196	MONTECITO FIREMENS ASSOC	Employee association dues, 2/16/21	0.00	5,850.00
02/16/2021	CLM - 0623196	MONTECITO FIREMENS ASSOC	Employee paid disability insurance, 2/16/21	0.00	1,268.50
02/16/2021	EFC - 0029129	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll Dir Deposits, 2/16/21	0.00	234,888.65
02/16/2021	EFC - 0029129	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll Taxes, 2/16/21	0.00	69,850.42
02/16/2021	EFC - 0029196	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/16/21	0.00	46.20
02/16/2021	MIC - 0147716	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Employee retirement contribution, 2/16/21	0.00	42,980.24
02/17/2021	EFC - 0029197	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/16/21	0.00	266.68
02/19/2021	EFC - 0029198	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/19/21	0.00	50.00
02/22/2021	EFC - 0029199	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/22/21	0.00	80.00
02/23/2021	EFC - 0029100	MASSMUTUAL	Employer/employee 457 plan contributions, 2/16/21	0.00	26,345.50
02/23/2021	EFC - 0029200	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/23/21	0.00	80.33
02/25/2021	EFC - 0029204	WAGEWORKS INC	Montecito Fire FSA 2020 plan payments, 2/25/21	0.00	106.00
02/25/2021	EFC - 0029204	WAGEWORKS INC	Montecito Fire FSA 2020 plan payments, 2/4/21	0.00	798.50
02/26/2021	EFC - 0029201	WAGE WORKS INC	Montecito Fire FSA 2021 plan payments, 2/26/21	0.00	54.58
Total Regular Salaries				0.00	1,232,643.70
Line Item Account 6300 -- Overtime					
02/01/2021	JE - 0214900		Overtime adjustment, 1/15/21	0.00	2,217.71
02/01/2021	JE - 0214935		Overtime adjustment, 2/1/21	0.00	5,751.53
Total Overtime				0.00	7,969.24
Line Item Account 6301 -- Overtime - Reimbursable					
02/01/2021	JE - 0214935		Overtime adjustment, 2/1/21	0.00	14,178.96
Total Overtime - Reimbursable				0.00	14,178.96
Line Item Account 6310 -- Overtime - Constant Staffing					
02/01/2021	JE - 0214900		Overtime adjustment, 1/15/21	0.00	17,303.11

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
02/01/2021	JE - 0214935		Overtime adjustment, 2/1/21	0.00	46,301.99
			Total Overtime - Constant Staffing	0.00	63,605.10
Line Item Account 6400 -- Retirement Contribution					
01/01/2021	MIC - 0145598	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	District retirement contributions, M/D/YY	0.00	59,884.31
01/15/2021	MIC - 0146836	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	District retirement contributions, 1/15/21	0.00	62,030.22
02/01/2021	MIC - 0146840	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	District retirement contributions, 2/1/21	0.00	63,957.36
02/12/2021	CLM - 0621635	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	2021 RBF Contribution, initial	0.00	11,537.61
02/16/2021	MIC - 0147716	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	District retirement contributions, 2/16/21	0.00	63,770.72
			Total Retirement Contribution	0.00	261,180.22
Line Item Account 6550 -- FICA/Medicare					
01/15/2021	EFC - 0028794	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll SS/Medicare, 1/15/21	0.00	6,442.50
02/01/2021	EFC - 0028977	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll SS/Medicare, 2/1/21	0.00	5,775.66
02/16/2021	EFC - 0029129	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll SS/Medicare, 2/16/21	0.00	5,416.68
			Total FICA/Medicare	0.00	17,634.84
Line Item Account 6600 -- Health Insurance Contrib					
01/04/2021	CLM - 0616468	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance - active, January 2021	0.00	81,220.54
01/04/2021	CLM - 0616468	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance - retirees, January 2021	0.00	68,844.88
01/04/2021	CLM - 0616468	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance admin fee - active, January 2021	0.00	194.93
01/04/2021	CLM - 0616468	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance admin fee - retirees January 2021	0.00	165.23
01/04/2021	CLM - 0616606	LINCOLN NATIONAL LIFE INS	Life Insurance, January 2021	0.00	707.41
01/05/2021	CLM - 0616916	DELTA DENTAL	Dental insurance - active, January 2021	0.00	7,167.90



# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineltemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/05/2021	CLM - 0616916	DELTA DENTAL	Dental insurance - retirees, January 2021	0.00	6,464.04
01/08/2021	MIC - 0145583	Vision Service Plan-CA	Vision insurance - active, January 2021	0.00	1,398.79
01/08/2021	MIC - 0145583	Vision Service Plan-CA	Vision insurance - retirees, January 2021	0.00	1,789.15
01/13/2021	CLM - 0618169	WAGeworks INC	FSA administrative fee, December 2020	0.00	93.50
01/27/2021	CLM - 0619989	WAGE WORKS INC	FSA administrative fee, January 2021	0.00	85.00
02/01/2021	CLM - 0619391	LINCOLN NATIONAL LIFE INS	Life Insurance, February 2021	0.00	707.41
02/01/2021	CLM - 0619979	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance - active, February 2021	0.00	83,180.54
02/01/2021	CLM - 0619979	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance - retirees, February 2021	0.00	68,844.88
02/01/2021	CLM - 0619979	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance admin fee - active, February 2021	0.00	199.63
02/01/2021	CLM - 0619979	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	Health insurance admin fee - retirees, Feb 2021	0.00	165.23
02/01/2021	CLM - 0620122	DELTA DENTAL	Dental insurance - active, February 2021	0.00	7,271.68
02/01/2021	CLM - 0620122	DELTA DENTAL	Dental insurance - retirees, February 2021	0.00	6,953.20
02/01/2021	MIC - 0146641	Vision Service Plan-CA	Vision insurance - active, February 2021	0.00	1,398.79
02/01/2021	MIC - 0146641	Vision Service Plan-CA	Vision insurance - retirees, February 2021	0.00	1,724.09
02/03/2021	DJE - 0138294		Dental insurance premium holiday, October 2020	0.00	-13,702.34
02/16/2021	CLM - 0621882	WAGeworks INC	FSA administrative fee, January 2021	0.00	68.00
02/23/2021	CLM - 0623045	LINCOLN NATIONAL LIFE INS	Life Insurance, March 2021	0.00	707.41
Total Health Insurance Contrib				0.00	325,649.89
Line Item Account 6700 -- Unemployment Ins Contribution					
01/15/2021	EFC - 0028794	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll SUI Taxes, 1/15/21	0.00	4,771.99
02/01/2021	EFC - 0028977	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll SUI Taxes, 2/1/21	0.00	103.10
02/16/2021	EFC - 0029129	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll FFCRA PSL Credit, 2/16/21	0.00	-9,018.01
02/16/2021	EFC - 0029129	STATE/FEDERAL TAXES & DIRECT DEPOSITS	Montecito Fire Payroll SUI Taxes, 2/16/21	0.00	14.05
Total Unemployment Ins Contribution				0.00	-4,128.87

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Line Item Account 7030 -- Clothing and Personal					
01/15/2021	CLM - 0618651	ON DUTY UNIFORMS	Ties/Tie Bars: Neels and Hudley	0.00	29.09
01/15/2021	MIC - 0146102	FASTENAL	COVID-19: PPE - Masks	0.00	1,071.96
01/15/2021	MIC - 0146132	Life Assist Inc	COVID-19: PPE - gloves	0.00	948.20
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Helmet shields, Div91 & BC95	0.00	254.00
01/28/2021	MIC - 0146614	LINEGEAR FIRE & RESCUE EQUIPMENT	PPE: Black cargo pants (4)	0.00	948.20
01/28/2021	MIC - 0146614	LINEGEAR FIRE & RESCUE EQUIPMENT	PPE: Yellow shirts (2)	0.00	492.30
01/31/2021	AUT - SUTAXJE		SUTAX JE - January 2021	0.00	18.29
02/03/2021	DJE - 0138294		SDRMA reimb. for purchasing protection equipment	0.00	-1,000.00
02/17/2021	MIC - 0147229	ALLSTAR FIRE EQUIPMENT INC	13 Turnout sets (budgeted)	0.00	41,868.42
02/17/2021	MIC - 0147229	ALLSTAR FIRE EQUIPMENT INC	2 Turnout sets (budgeted)	0.00	5,261.43
02/22/2021	CLM - 0622369	FASTENAL	COVID-19: PPE Gowns and Masks	0.00	1,496.04
02/22/2021	CLM - 0622976	ALLSTAR FIRE EQUIPMENT INC	12 Bib Style Fire Hoods (budgeted)	0.00	1,296.37
02/22/2021	CLM - 0623022	ON DUTY UNIFORMS	Uniform bugles	0.00	202.57
02/22/2021	MIC - 0147490	Life Assist Inc	COVID-19: PPE - Respirator mask (3)	0.00	1,477.90
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Helmet shields	0.00	16.20
Total Clothing and Personal				0.00	54,380.97
Line Item Account 7050 -- Communications					
01/05/2021	CLM - 0616898	VERIZON WIRELESS	Wireless service, 11/20-12/13/20	0.00	1,809.88
01/06/2021	MIC - 0145648	TURN WIRELESS	Redundant internet Station 1: February 2021	0.00	88.25
01/06/2021	MIC - 0145648	TURN WIRELESS	Redundant internet Station 2: February 2021	0.00	88.25
01/11/2021	MIC - 0145882	FRONTIER	209/097-2953.0	0.00	668.35
01/11/2021	MIC - 0145882	FRONTIER	209/111-1529.0	0.00	140.47
01/11/2021	MIC - 0145882	FRONTIER	805-565-9618	0.00	68.40
01/11/2021	MIC - 0145882	FRONTIER	805-969-0318	0.00	72.14
01/11/2021	MIC - 0145882	FRONTIER	Circuit ID: 05/RTNB/002320	0.00	46.25

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/11/2021	MIC - 0145882	FRONTIER	Circuit ID: 05/RTNB/655155	0.00	46.25
01/11/2021	MIC - 0145882	FRONTIER	Circuit ID: 05/RTNB/974343	0.00	46.25
01/11/2021	MIC - 0145882	FRONTIER	Circuit ID: 05/RTNB/974365	0.00	46.25
01/11/2021	MIC - 0145882	FRONTIER	Circuit ID: 11/RTNB/566142	0.00	115.71
01/11/2021	MIC - 0145882	FRONTIER	Circuit ID: 20/PLNB/200447	0.00	46.25
01/15/2021	CLM - 0618656	SATCOM GLOBAL INC	Satellite phone charges	0.00	169.03
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	iPad vehicle mounts and accessories	0.00	325.84
01/20/2021	MIC - 0146187	COX COMMUNICATIONS - BUSINESS	CAD connectivity & Internet: January 2021	0.00	1,779.97
01/20/2021	MIC - 0146187	COX COMMUNICATIONS - BUSINESS	Internet Station 2: January 2021	0.00	450.00
01/27/2021	CLM - 0619600	IMPULSE INTERNET SERVICES	Phone services, 2/25/21-3/24/21	0.00	1,595.38
02/01/2021	CLM - 0619991	VERIZON WIRELESS	Wireless service, 12/14/20-1/13/21	0.00	2,806.89
02/03/2021	CLM - 0620735	SATCOM GLOBAL INC	Satellite phone charges	0.00	169.03
02/03/2021	MIC - 0146849	TURN WIRELESS	Redundant internet Station 1: March 2021	0.00	88.25
02/03/2021	MIC - 0146849	TURN WIRELESS	Redundant internet Station 2: March 2021	0.00	88.25
02/08/2021	MIC - 0146927	FRONTIER	209/097-2953.0	0.00	668.35
02/08/2021	MIC - 0146927	FRONTIER	209/111-1529.0	0.00	140.47
02/08/2021	MIC - 0146927	FRONTIER	805-565-9618	0.00	69.26
02/08/2021	MIC - 0146927	FRONTIER	805-969-0318	0.00	73.06
02/08/2021	MIC - 0146927	FRONTIER	Circuit ID: 05/RTNB/002320	0.00	46.25
02/08/2021	MIC - 0146927	FRONTIER	Circuit ID: 05/RTNB/655155	0.00	46.25
02/08/2021	MIC - 0146927	FRONTIER	Circuit ID: 05/RTNB/974343	0.00	46.25
02/08/2021	MIC - 0146927	FRONTIER	Circuit ID: 05/RTNB/974365	0.00	46.25
02/08/2021	MIC - 0146927	FRONTIER	Circuit ID: 11/RTNB/566142	0.00	115.71
02/08/2021	MIC - 0146927	FRONTIER	Circuit ID: 20/PLNB/200447	0.00	46.25
02/16/2021	MIC - 0147224	COX COMMUNICATIONS - BUSINESS	CAD connectivity & Internet: February 2021	0.00	1,779.97
02/16/2021	MIC - 0147224	COX COMMUNICATIONS - BUSINESS	Internet Station 2: February 2021	0.00	450.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	iPad vehicle mounts, radio programming software	0.00	151.23
Total Communications				0.00	14,434.64

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Line Item Account 7060 -- Food					
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Weather upstaffing dinner for shift employees	0.00	111.80
				Total Food	111.80
Line Item Account 7070 -- Household Supplies					
01/15/2021	MIC - 0146166	READY REFRESH BY NESTLE	Bottled water, Sta. 1	0.00	332.51
01/15/2021	MIC - 0146166	READY REFRESH BY NESTLE	Bottled water, Sta. 2	0.00	90.38
01/19/2021	CLM - 0618496	Montecito Village Hardware	Electric timer, Christmas lights, tape	0.00	61.37
01/19/2021	CLM - 0618496	Montecito Village Hardware	Fill caulk	0.00	25.85
01/19/2021	CLM - 0618496	Montecito Village Hardware	Glue and nails	0.00	8.60
01/19/2021	CLM - 0618496	Montecito Village Hardware	Tank lever	0.00	17.23
01/19/2021	MIC - 0146164	MARBORG INDUSTRIES	Refuse disposal, Sta. 1	0.00	522.80
01/19/2021	MIC - 0146164	MARBORG INDUSTRIES	Refuse disposal, Sta. 2	0.00	235.56
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Household supplies	0.00	83.45
02/01/2021	MIC - 0146731	MISSION LINEN SUPPLY	Shop towels, Sta. 1 (Dec 2020-Jan 2021)	0.00	765.50
02/01/2021	MIC - 0146731	MISSION LINEN SUPPLY	Shop towels, Sta. 2 (Dec 2020-Jan 2021)	0.00	505.64
02/17/2021	CLM - 0622037	MARBORG INDUSTRIES	Refuse disposal, Sta. 1	0.00	522.80
02/23/2021	MIC - 0147515	READY REFRESH BY NESTLE	Bottled water, Sta. 1	0.00	312.53
02/23/2021	MIC - 0147515	READY REFRESH BY NESTLE	Bottled water, Sta. 2	0.00	78.89
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Dump fee - Station 2 cleanup	0.00	53.25
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Household supplies	0.00	332.10
				Total Household Supplies	3,948.46
Line Item Account 7120 -- Equipment Maintenance					
01/07/2021	CLM - 0616983	RUGGIERO PLUMBING	Plumbing svc: Replace water heater pump	0.00	660.00
01/20/2021	CLM - 0618638	SANTA BARBARA LOCKSMITHS INC	Service entry lock	0.00	145.00
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Maintenance: Gen. coolant, appliance rep, hydrants	0.00	473.86

# Cost Transactions

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Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/21/2021	CLM - 0619153	SAFETY KLEEN INC	Waste oil	0.00	113.50
01/22/2021	MIC - 0146354	Pauletto Electric	Change fluorescent bulbs in sta. 1 kitchen to LED	0.00	644.28
01/22/2021	MIC - 0146354	Pauletto Electric	Check power to HVAC system at station 2	0.00	115.00
01/22/2021	MIC - 0146354	Pauletto Electric	Remove faulty photo cell from exterior lighting	0.00	280.75
01/22/2021	MIC - 0146354	Pauletto Electric	Replace lights in dispatch	0.00	211.70
02/08/2021	CLM - 0621190	SOUTHWESTERN BAG CO	8,000 sand bags: storm prep	0.00	2,474.80
02/09/2021	CLM - 0621250	ROGER L FORTIER DBA RLF TRUCKING	Sand for sand bags, storm prep	0.00	2,485.90
02/12/2021	MIC - 0147153	JOY EQUIPMENT PROTECTION INC	Backflow testing, Station 1	0.00	295.00
02/12/2021	MIC - 0147153	JOY EQUIPMENT PROTECTION INC	Backflow testing, Station 2	0.00	525.00
02/16/2021	CLM - 0621912	RUGGIERO PLUMBING	Toilet and coffee maker repair, Station 1	0.00	319.00
02/16/2021	MIC - 0147172	ANCHOR AIR SYSTEMS	Exhaust duct installation, Station 2	0.00	3,285.00
02/16/2021	MIC - 0147172	ANCHOR AIR SYSTEMS	Regular HVAC maintenance, Station 1	0.00	491.10
02/16/2021	MIC - 0147172	ANCHOR AIR SYSTEMS	Regular HVAC maintenance, Station 2	0.00	325.85
02/23/2021	CLM - 0623032	SANTA BARBARA LOCKSMITHS INC	Door lock maintenance, Station 1	0.00	130.00
Total Equipment Maintenance				0.00	12,975.74
Line Item Account 7200 -- Structure & Ground Maintenance					
01/25/2021	MIC - 0146363	ENVIROSCAPING INC	Landscape maintenance, Sta. 1 January 2021	0.00	930.00
01/25/2021	MIC - 0146363	ENVIROSCAPING INC	Landscape maintenance, Sta. 2 January 2021	0.00	290.00
02/12/2021	MIC - 0147155	Santa Barbara Steam Cleaning	Dryer vent cleaning, Sta. 1	0.00	405.00
02/12/2021	MIC - 0147155	Santa Barbara Steam Cleaning	Dryer vent cleaning, Sta. 2	0.00	245.00
02/22/2021	MIC - 0147492	ENVIROSCAPING INC	Landscape maintenance, Sta. 1 February 2021	0.00	930.00
02/22/2021	MIC - 0147492	ENVIROSCAPING INC	Landscape maintenance, Sta. 2 February 2021	0.00	290.00
02/23/2021	MIC - 0147507	O'CONNOR PEST CONTROL-SB	Quarterly pest control maint., Sta. 1	0.00	208.00
02/23/2021	MIC - 0147507	O'CONNOR PEST CONTROL-SB	Quarterly pest control maint., Sta. 2	0.00	75.00
Total Structure & Ground Maintenance				0.00	3,373.00
Line Item Account 7205 -- Fire Defense Zone					
01/11/2021	MIC - 0145918	MCPHERSON TREE CARE INC	Dead tree removal: Cold Spring Rd	0.00	20,275.00
01/19/2021	CLM - 0618645	ECO TREE WORKS	Tag and trim - Romero Cyn/Lower Hyde Rds.	0.00	5,100.00

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/21/2021	CLM - 0619087	ON DUTY UNIFORMS	Fuel treatment network:Cal Fire Crew like for kind	0.00	1,470.67
01/21/2021	MIC - 0146300	MCPHERSON TREE CARE INC	Dead tree removal: Ashley Rd	0.00	9,450.00
01/21/2021	MIC - 0146300	MCPHERSON TREE CARE INC	Dead tree removal: East Mountain Dr	0.00	1,800.00
01/21/2021	MIC - 0146300	MCPHERSON TREE CARE INC	Fuel treatment network: Bella Vista	0.00	1,755.00
01/25/2021	CLM - 0619449	FREEDOM SIGNS	Neighborhood chipping: dates for signs	0.00	1,303.26
02/24/2021	CLM - 0623226	FREEDOM SIGNS	Prevention signs for bonfires info (6)	0.00	782.02
Total Fire Defense Zone				0.00	41,935.95

### Line Item Account 7348 -- Instruments & Equip. < \$5000

01/05/2021	CLM - 0616898	VERIZON WIRELESS	Replacement devices (2)	0.00	31.00
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Equipment for new E91: small tools	0.00	73.17
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	RAWS unit upgrade (budgeted)	0.00	3,164.00
02/01/2021	CLM - 0619991	VERIZON WIRELESS	Cell phones: Hudley, Moran	0.00	441.45
02/12/2021	CLM - 0621933	L N CURTIS & SONS	New E91: Equipment (budgeted)	0.00	3,429.58
02/17/2021	MIC - 0147229	ALLSTAR FIRE EQUIPMENT INC	New E91: Equipment (budgeted)	0.00	101.75
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	New E91 equipment: Auto extrication bag	0.00	103.59
Total Instruments & Equip. < \$5000				0.00	7,344.54

### Line Item Account 7363 -- Equipment Maintenance

01/05/2021	CLM - 0616925	Kimball Midwest Corp	Shop supply: Cloth roll	0.00	332.95
01/15/2021	MIC - 0146085	SM TIRE	E191: Labor to swap tires around	0.00	130.86
01/15/2021	MIC - 0146085	SM TIRE	E92: Labor to install rear tires	0.00	290.94
01/20/2021	CLM - 0618654	PERRY FORD LINCOLN MAZDA	U91: Service parts	0.00	488.04
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Mechanic repair parts: emergency shutoff - E92	0.00	464.97
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Mechanic repair parts: various	0.00	524.31
01/20/2021	CLM - 0619055	Kimball Midwest Corp	E92: Air fittings	0.00	345.21
01/21/2021	MIC - 0146308	SOUTH COAST EMERGENCY	E91: Filter	0.00	344.40

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/21/2021	MIC - 0146308	VEHICLE SERVICE SOUTH COAST EMERGENCY	E91: Service parts	0.00	462.90
01/21/2021	MIC - 0146308	VEHICLE SERVICE SOUTH COAST EMERGENCY	E92: Brake light switches	0.00	362.55
01/21/2021	MIC - 0146308	VEHICLE SERVICE SOUTH COAST EMERGENCY	E92: Pump air shift cylinder	0.00	2,147.62
01/21/2021	MIC - 0146315	VELOCITY TRUCK CENTER VENTURA COUNTY	E191: Brake part/clamps	0.00	79.70
01/21/2021	MIC - 0146315	VELOCITY TRUCK CENTER VENTURA COUNTY	E91: Filters	0.00	265.51
01/21/2021	MIC - 0146315	VELOCITY TRUCK CENTER VENTURA COUNTY	E91: Oil (15 gallons)	0.00	1,337.46
01/21/2021	MIC - 0146315	VELOCITY TRUCK CENTER VENTURA COUNTY	Returned 12 gallons of oil	0.00	-1,069.97
01/25/2021	CLM - 0619396	SOUTH COAST EMERGENCY VEHICLE SERVICE	Pumper: Door switch	0.00	52.74
01/28/2021	MIC - 0146620	SOUTH COAST EMERGENCY VEHICLE SERVICE	E91: door switches	0.00	98.90
01/28/2021	MIC - 0146620	SOUTH COAST EMERGENCY VEHICLE SERVICE	E91: Repair parts	0.00	160.66
01/28/2021	MIC - 0146637	SNAP-ON INDUSTRIAL	Tool (budgeted)	0.00	33.42
01/28/2021	MIC - 0146637	SNAP-ON INDUSTRIAL	Tools (budgeted)	0.00	264.05
02/01/2021	MIC - 0146769	HUGO'S AUTO DETAILING	Car wash service, December 2020	0.00	555.00
02/01/2021	MIC - 0146769	HUGO'S AUTO DETAILING	Car wash service, January 2021	0.00	170.00
02/08/2021	CLM - 0621101	McMaster-Carr Supply Co	E391: Clevis pins	0.00	16.74
02/08/2021	CLM - 0621183	SOUTH COAST EMERGENCY VEHICLE SERVICE	Pumper: Rear axle recall and various repairs	0.00	5,632.55
02/12/2021	CLM - 0621842	IRON HORSE AUTO BODY OF SANTA BARBARA	U91: Accident repair, left bed side and bumper	0.00	5,390.29
02/12/2021	CLM - 0621933	L N CURTIS & SONS	Engine nozzles (budgeted)	0.00	9,741.02
02/19/2021	CLM - 0622542	Kimball Midwest Corp	E392: Shop supplies	0.00	236.54
02/22/2021	MIC - 0147339	AUTOZONE PARTS INC	D91: Head light bulbs	0.00	120.01
02/22/2021	MIC - 0147339	AUTOZONE PARTS INC	Shop supplies	0.00	49.21

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
02/22/2021	MIC - 0147339	AUTOZONE PARTS INC	Shop supply returned, sealant	0.00	-4.88
02/22/2021	MIC - 0147339	AUTOZONE PARTS INC	UTV 91: Battery returned	0.00	-125.18
02/22/2021	MIC - 0147344	VELOCITY TRUCK CENTER VENTURA COUNTY	Exhaust clamps	0.00	13.79
02/22/2021	MIC - 0147344	VELOCITY TRUCK CENTER VENTURA COUNTY	Parts: E391, E392	0.00	192.12
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Helmets/supplies for headsets for UTV91	0.00	697.71
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Mechanic fleet repair parts	0.00	673.73
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Mechanic fleet repair parts: batteries (4)	0.00	1,074.51
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Mechanic shop stock supplies	0.00	800.10
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Repairs: Inverter - Medic91	0.00	341.74
Total Equipment Maintenance				0.00	32,692.22
Line Item Account 7400 -- Medical, Dental and Lab					
01/06/2021	CLM - 0616932	TELEFLEX LLC	Patient medical supplies	0.00	605.13
01/06/2021	MIC - 0145575	Life Assist Inc	Patient medical supplies	0.00	2,824.82
01/11/2021	CLM - 0617801	STRYKER SALES CORPORATION	Patient medical supplies	0.00	1,881.38
01/15/2021	MIC - 0146099	Life Assist Inc	Patient medical supplies	0.00	348.38
01/15/2021	MIC - 0146132	Life Assist Inc	Patient medical supplies	0.00	153.10
02/01/2021	CLM - 0620400	STRYKER SALES CORPORATION	New E91 cardiac monitor data line (budgeted)	0.00	1,310.44
02/12/2021	CLM - 0622055	TELEFLEX LLC	Patient medical supplies	0.00	605.13
02/17/2021	MIC - 0147228	Life Assist Inc	Patient medical supplies	0.00	1,395.75
02/22/2021	MIC - 0147490	Life Assist Inc	Patient medical supplies	0.00	131.43
Total Medical, Dental and Lab				0.00	9,255.56
Line Item Account 7450 -- Office Expense					
01/11/2021	CLM - 0617806	STAPLES BUSINESS CREDIT	Office supplies	0.00	380.45
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Website domain fee and CalCard admin charge	0.00	325.53





# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/25/2021	CLM - 0619361	SANTA BARBARA NEWS PRESS	Subscription: 52 weeks	0.00	233.25
02/02/2021	CLM - 0620535	IRON MOUNTAIN	Shredding service, bi-monthly fee	0.00	101.70
02/08/2021	CLM - 0621069	STAPLES BUSINESS CREDIT	Office supplies	0.00	406.83
02/24/2021	CLM - 0623473	BOONE PRINTING & GRAPHICS	MFD notepads (25)	0.00	150.66
02/25/2021	CLM - 0623534	The UPS Store	Montecito Fire Shipping Charges December 2020	0.00	82.52
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	GoodReader apps for engines, Annotation app (BC94)	0.00	55.91
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	IT supplies: webcams, headsets, portable monitor	0.00	595.30
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Office supplies, postage and CalCard admin fee	0.00	355.36
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Website domain fees, 2 years (credit)	0.00	-159.98
Total Office Expense				0.00	2,527.53
Line Item Account 7460 -- Professional & Special Service					
01/05/2021	CLM - 0616919	ATKINS NORTH AMERICA INC	Debris flow map update, payment 2 of 2 (budgeted)	0.00	28,647.00
01/05/2021	CLM - 0616942	ZWORLD GIS	Mapping services, December 2020	0.00	1,250.00
01/05/2021	CLM - 0616951	SANSUM CLINIC OCCUPATIONAL MEDICINE	Vaccination (1)	0.00	26.00
01/06/2021	CLM - 0616978	LIEBERT CASSIDY WHITMORE	Attorney fees, November 2020	0.00	38.00
01/11/2021	CLM - 0617865	ROBERT D TENYCK	Community Risk Survey - Professional Services	0.00	3,000.00
01/15/2021	CLM - 0618564	NORM KATZ PSY D	Pre-employment screening, 1 new hire	0.00	450.00
01/15/2021	CLM - 0618627	SANSUM CLINIC OCCUPATIONAL MEDICINE	Vaccination (1)	0.00	67.00
01/20/2021	CLM - 0619022	PTRUTNER FIRE PROTECTION ENGINEERING INC	Fire sprinkler system plans review (2)	0.00	850.00
01/20/2021	CLM - 0619063	PRICE POSTEL & PARMA	Legal services, December 2020	0.00	2,692.50
01/22/2021	MIC - 0146312	UNDERWOOD MANAGEMENT RESOURCES INC	Extractor project, Station 2	0.00	28.00
01/22/2021	MIC - 0146312	UNDERWOOD MANAGEMENT RESOURCES INC	Flooring project management, Dec 2020	0.00	255.00
01/27/2021	CLM - 0619596	LATITUDE 34 TECHNOLOGIES INC	IT support, February 2021	0.00	4,600.00

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
01/28/2021	CLM - 0620053	SANTA BARBARA CO FIRE CHIEF ASSOC	Peer Support Coordinator, Oct-Dec 2020	0.00	664.83
01/28/2021	CLM - 0620156	AP TRITON	Strategic Plan Outreach Survey (bilingual)	0.00	5,242.00
01/28/2021	MIC - 0146655	SANSUM CLINIC OCCUPATIONAL MEDICINE	Employee physicals (2)	0.00	2,436.00
01/28/2021	MIC - 0146655	SANSUM CLINIC OCCUPATIONAL MEDICINE	Pre-employment physical (1)	0.00	1,203.00
02/02/2021	CLM - 0620534	ZWORLD GIS	Mapping services, January 2021	0.00	1,250.00
02/05/2021	CLM - 0621000	AP TRITON	Fire Station Location Study, payment 3 of 3	0.00	13,430.00
02/12/2021	CLM - 0621656	ADASTRAGOV	Costing software, annual fee	0.00	5,000.00
02/12/2021	CLM - 0621834	NORM KATZ PSY D	Pre-employment screening, 4 new hires	0.00	1,800.00
02/16/2021	CLM - 0621881	SHAUN P DAVIS	S. Davis Reimb: Rapid PCR COVID test	0.00	475.00
02/16/2021	CLM - 0621914	PTRUTNER FIRE PROTECTION ENGINEERING INC	Fire sprinkler system plan review	0.00	300.00
02/16/2021	CLM - 0621932	PRICE POSTEL & PARMA	Legal services, January 2021	0.00	1,512.00
02/16/2021	CLM - 0622050	SANSUM CLINIC OCCUPATIONAL MEDICINE	Employee physicals (4)	0.00	3,202.00
02/19/2021	CLM - 0622555	DEMSEY FILLIGER & ASSOCIATES	GASB 75 Valuation Report for 6/30/20	0.00	3,000.00
02/23/2021	CLM - 0622905	DONNOE & ASSOCIATES	Fire Captain custom exam	0.00	418.00
02/23/2021	MIC - 0147510	UNDERWOOD MANAGEMENT RESOURCES INC	Extractor project, Station 2	0.00	140.00
02/23/2021	MIC - 0147510	UNDERWOOD MANAGEMENT RESOURCES INC	Flooring project management, Jan 2021	0.00	180.00
02/23/2021	MIC - 0147510	UNDERWOOD MANAGEMENT RESOURCES INC	HVAC project management, Jan 2021	0.00	64.00
02/23/2021	MIC - 0147510	UNDERWOOD MANAGEMENT RESOURCES INC	Solar project management, Jan 2021	0.00	150.00
02/23/2021	MIC - 0147518	SANSUM CLINIC OCCUPATIONAL MEDICINE	Employee physicals (3)	0.00	3,216.00
02/23/2021	MIC - 0147518	SANSUM CLINIC OCCUPATIONAL MEDICINE	Employee physicals (7)	0.00	6,604.50
02/24/2021	CLM - 0623222	LATITUDE 34 TECHNOLOGIES INC	IT support, March 2021	0.00	4,600.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Community Risk Survey - Mailing and printing costs	0.00	6,453.61

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Community Risk Survey - Phone survey, 2/3 deposit	0.00	6,067.00
02/28/2021	CLM - 0623982	DOCUMENT SYSTEMS	Accounting processing software	0.00	5,450.00
Total Professional & Special Service				0.00	114,761.44
Line Item Account 7507 -- ADP Payroll Fees					
01/08/2021	EFC - 0028581	ADP INC	ADP fees, December 2020	0.00	545.14
02/05/2021	EFC - 0028906	ADP INC	ADP fees, January 2021	0.00	523.26
Total ADP Payroll Fees				0.00	1,068.40
Line Item Account 7510 -- Contractual Services					
01/01/2021	CLM - 0616182	AMERAVANT	Website hosting fee, 1/1-7/1/21	0.00	534.00
01/06/2021	CLM - 0617005	CREWSENSE LLC	Online scheduling program, 1/1-12/31/21	0.00	2,913.36
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Evernote annual subscription, A. Nahas	0.00	69.99
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Fax, Zoom and apps, monthly fees	0.00	304.84
01/21/2021	CLM - 0619059	LATITUDE 34 TECHNOLOGIES INC	Acrobat Pro License subscription, A. Broumand	0.00	152.91
01/27/2021	CLM - 0619596	LATITUDE 34 TECHNOLOGIES INC	Cloud back up for 2 servers, monthly fee	0.00	320.00
01/27/2021	CLM - 0619596	LATITUDE 34 TECHNOLOGIES INC	Exchange Online; tablet command email accts	0.00	96.00
01/27/2021	CLM - 0619596	LATITUDE 34 TECHNOLOGIES INC	Office 365 E1/E3 license subscription	0.00	756.00
02/01/2021	CLM - 0620418	CREWSENSE LLC	Monthly support plan: February 2021	0.00	99.00
02/17/2021	CLM - 0621915	INFORMATION STATION SPECIALISTS	Am radio 1 year service contract	0.00	359.40
02/23/2021	CLM - 0622911	REAL TIME NETWORKS INC	EMS Vending Machine annual software license	0.00	1,000.00
02/24/2021	CLM - 0623222	LATITUDE 34 TECHNOLOGIES INC	Cloud back up for 2 servers, monthly fee	0.00	280.00
02/24/2021	CLM - 0623222	LATITUDE 34 TECHNOLOGIES INC	Exchange Online; tablet command email accts	0.00	96.00
02/24/2021	CLM - 0623222	LATITUDE 34 TECHNOLOGIES INC	Office 365 E1/E3 license subscription	0.00	976.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	ESRI ArcGIS desktop license, annual	0.00	400.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Fax, Zoom and apps, monthly fees	0.00	305.67
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	SimUshare Platinum training app, BCs	0.00	224.85

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
SYSTEM					
Total Contractual Services				0.00	8,888.02
Line Item Account 7530 -- Publications & Legal Notices					
02/17/2021	CLM - 0622049	SANTA BARBARA NEWS PRESS	Public notice: RFP #2021-001	0.00	84.36
Total Publications & Legal Notices				0.00	84.36
Line Item Account 7540 -- Rents/Leases-Equipment					
01/22/2021	CLM - 0619298	WELLS FARGO VENDOR FINANCIAL SERVICES LLC	Copier lease, January 2021	0.00	179.44
02/22/2021	CLM - 0622855	WELLS FARGO VENDOR FINANCIAL SERVICES LLC	Copier lease, February 2021	0.00	179.44
Total Rents/Leases-Equipment				0.00	358.88
Line Item Account 7580 -- Rents/Leases-Structure					
01/05/2021	CLM - 0616936	Community Radio Inc	Gibraltar space rental qtrly, Jan-Mar 2021	0.00	2,397.60
Total Rents/Leases-Structure				0.00	2,397.60
Line Item Account 7630 -- Small Tools & Instruments					
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Chainsaw and saw repair parts	0.00	1,576.37
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Portable radio repairs, glucometer batteries	0.00	261.74
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Radiological dosimeters for USAR91 (6)	0.00	6,150.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Portable radio batteries (6)	0.00	341.72
Total Small Tools & Instruments				0.00	8,329.83
Line Item Account 7650 -- Special Departmental Expense					
02/01/2021	JE - 0214039		ProRata Share of LAFCO 20-21 Budget: Montecito FPD	0.00	9,391.00
02/03/2021	DJE - 0138294		J. Villarreal reimb to MFD: shift calendars	0.00	-9.50
02/08/2021	JE - 0213884		APCD Emission fees for generators, FY 20-21	0.00	918.62
02/25/2021	JE - 0214623		IN0054409, FA0014438, Business Plan, Sta. 2	0.00	757.00
02/25/2021	JE - 0214623		IN0059442, FA0014308, Business Plan, Sta. 1	0.00	464.00

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineltemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Total Special Departmental Expense				0.00	11,521.12
Line Item Account 7730 -- Transportation and Travel					
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	B. Bennewate: Red Salmon Complex lodging (1nt)	0.00	107.52
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: AP Triton FS Location (2 days)	0.00	257.00
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: Engineer exam cadre (2 days)	0.00	249.78
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: K. Taylor, MFA L. Grant	0.00	9.05
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: Prevention department	0.00	58.17
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: Prevention re: evac study/grant	0.00	48.05
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	E. Hamaker: Creek Fire asgmt lodging (1nt)	0.00	100.53
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	J. Moran: Creek Fire asgmt meal	0.00	8.78
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	L. Muller: Luna Fire asgmt travel expenses (NM)	0.00	1,224.11
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: BC orientation	0.00	77.52
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: Firefighter oral boards (3)	0.00	171.07
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: Paramedic assessments (3)	0.00	405.27
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: PIO interview panel (3)	0.00	359.83
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Business meeting: Prevention re: FireWise planning	0.00	56.24
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	COVID-19: LCW OSHA-compliant CPP template	0.00	299.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	J. Moran: Rental car to transport engine from shop	0.00	55.59
Total Transportation and Travel				0.00	3,487.51

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

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## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Line Item Account 7731 -- Gasoline-Oil-Fuel					
01/05/2021	CLM - 0616940	McCormix Corporation	Diesel fuel, 12/29/20	0.00	2,475.18
01/13/2021	CLM - 0618166	FUEL SMART	Gasoline charges, December 2020	0.00	182.84
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Gasoline charges	0.00	1,629.71
01/21/2021	CLM - 0619071	McCormix Corporation	Diesel fuel, 1/13/21	0.00	1,114.08
02/01/2021	CLM - 0620432	FUEL SMART	Gasoline charges, January 2021	0.00	207.92
02/05/2021	CLM - 0621055	McCormix Corporation	Diesel fuel, 2/3/21	0.00	1,326.82
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Gasoline charges	0.00	1,023.23
Total Gasoline-Oil-Fuel				0.00	7,959.78
Line Item Account 7732 -- Training					
01/05/2021	CLM - 0616352	City of Santa Barbara - Fire Dept	Training cost-share with City of SB Fire Dept	0.00	5,000.00
01/07/2021	CLM - 0617024	SHAUN P DAVIS	S. Davis Reimb: Allan Hancock PSY 117 & BUS 130	0.00	670.09
01/11/2021	CLM - 0617019	BENJAMIN HAUSER	B. Hauser Reimb: Allan Hancock GEOG 101	0.00	197.99
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	CPR/AED recertification for shift personnel	0.00	715.00
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	T. Ederer: Human resources webinar	0.00	50.00
01/20/2021	CLM - 0619033	US BANK CORPORATE PAYMENT SYSTEM	Training laptop IT supplies	0.00	77.70
01/25/2021	CLM - 0619093	ROBERT GALBRAITH	R. Galbraith Reimb: Paramedic Recertification	0.00	225.00
01/25/2021	CLM - 0619121	SHAWN WHILT	S. Whilt Reimb: Paramedic Recertification	0.00	225.00
01/25/2021	CLM - 0619378	ACROSS THE STREET PRODUCTIONS	Blue Card on-line training program, Hudley	0.00	346.50
02/16/2021	CLM - 0620998	TRAVIS EDERER	T. Ederer Reimb: Paramedic recertification	0.00	225.00
02/22/2021	CLM - 0622738	TREVOR BURCH	T. Burch Reimb: Paramedic recertification	0.00	225.00
02/22/2021	CLM - 0622981	NICHOLAS EUBANK	N. Eubank Reimb: Company Officer 2B	0.00	292.77
02/23/2021	CLM - 0623033	WILLIAM WRENN	W. Wrenn Reimb: Mastering the Fire Svc Assessment	0.00	459.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	Academy supplies: training equipment	0.00	592.64
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	T. Ederer: LCW HR webinar	0.00	200.00

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3650 -- Montecito Fire Protection Dist

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
		SYSTEM			
			Total Training	0.00	9,501.69
Line Item Account 7760 -- Utilities					
01/15/2021	MIC - 0146162	THE GAS COMPANY	Gas service, Sta. 1 - 01/05/21	0.00	220.95
01/15/2021	MIC - 0146162	THE GAS COMPANY	Gas service, Sta. 2 - 01/06/21	0.00	192.85
01/15/2021	MIC - 0146165	MONTECITO WATER DISTRICT	Water service, Sta. 1	0.00	917.96
01/15/2021	MIC - 0146165	MONTECITO WATER DISTRICT	Water service, Sta. 2	0.00	209.10
01/22/2021	CLM - 0619309	SOUTHERN CALIFORNIA EDISON	Electricity service, Sta. 1 & 2	0.00	1,938.04
01/28/2021	CLM - 0620128	SOUTHERN CALIFORNIA EDISON	Electricity service, 1259 E Valley Rd	0.00	15.00
02/12/2021	MIC - 0147122	MONTECITO WATER DISTRICT	Water service, Sta. 1	0.00	801.58
02/12/2021	MIC - 0147122	MONTECITO WATER DISTRICT	Water service, Sta. 2	0.00	272.58
02/22/2021	CLM - 0622909	SOUTHERN CALIFORNIA EDISON	Electricity service, Sta. 1 & 2	0.00	2,026.42
02/22/2021	MIC - 0147489	THE GAS COMPANY	Gas service, Sta. 1 - 02/03/21	0.00	140.35
02/22/2021	MIC - 0147489	THE GAS COMPANY	Gas service, Sta. 2 - 02/04/21	0.00	216.75
02/24/2021	CLM - 0623531	SOUTHERN CALIFORNIA EDISON	Electricity service, 1259 E Valley Rd	0.00	13.30
			Total Utilities	0.00	6,964.88
Line Item Account 8200 -- Structures&Struct Improvements					
02/05/2021	CLM - 0621021	TIMBER & WOOL CUSTOM FLOORS	Flooring, Sta. 1 - 50% material deposit	0.00	14,171.61
			Total Structures&Struct Improvements	0.00	14,171.61
			Total Montecito Fire Protection Dist	0.00	2,291,208.61

# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund

## Fund 3652 -- Montecito Fire Cap Outlay Res

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Line Item Account 8300 -- Equipment					
02/01/2021	CLM - 0620390	TRUCKVAULT INC	BC96 Vehicle: Command Box (budgeted)	0.00	5,486.65
02/24/2021	CLM - 0622590	NATIONAL AUTO FLEET GROUP	BC96 Vehicle: 2021 Dodge Ram 1500	0.00	49,319.57
			Total Equipment	0.00	54,806.22
			Total Montecito Fire Cap Outlay Res	0.00	54,806.22



# Cost Transactions

From 1/1/2021 to 2/28/2021

Selection Criteria: Fund = 3650, 3652, 3653

Layout Options: Summarized By = Fund, LineltemAccount; Page Break At = Fund

## Fund 3653 -- Montecito Fire Land & Building

Post On	Document	Vendor/Employee Name	Description	Hours	Amount
Line Item Account 8200 -- Structures&Struct Improvements					
01/06/2021	CLM - 0616580	MONTECITO WATER DISTRICT	Rental property rebuild: 1255 E Valley Rd	0.00	180.00
01/07/2021	CLM - 0616979	KEVIN L VANDERVORT STRUCTURAL ENGINEERING INC	Rental property rebuild: Engineering	0.00	537.50
01/21/2021	CLM - 0619076	Pacific Materials Lab Inc	Plan review for rental rebuild	0.00	180.00
01/22/2021	MIC - 0146311	UNDERWOOD MANAGEMENT RESOURCES INC	1257 East Valley Rd project management, Dec 2020	0.00	1,278.00
01/22/2021	MIC - 0146311	UNDERWOOD MANAGEMENT RESOURCES INC	1259 East Valley Rd project management, Dec 2020	0.00	30.00
01/25/2021	CLM - 0619426	ASHLEY & VANCE ENGINEERING INC	Civil Engineer for 1257 E Valley Rd rebuild	0.00	750.00
01/25/2021	CLM - 0619594	KEVIN L VANDERVORT STRUCTURAL ENGINEERING INC	Engineering for rental rebuild	0.00	287.50
02/05/2021	CLM - 0621027	LITCHFIELD BUILDERS	Cost estimate for repairs at 1257 E Valley Rd	0.00	332.50
02/12/2021	CLM - 0621907	PACIFIC ARC INC ARCHITECTS	Architect for 1257 East Valley Road rebuild	0.00	4,690.00
02/12/2021	CLM - 0621911	AG MECHANICAL ENGINEERS	Engineering for 1255 East Valley Rd rebuild	0.00	340.00
02/12/2021	JE - 0213955		20GRD-00155 MONT FIRE DIST INV#326360	0.00	1,343.00
02/23/2021	MIC - 0147509	UNDERWOOD MANAGEMENT RESOURCES INC	1257 East Valley Rd project management, Jan 2021	0.00	1,237.50
02/23/2021	MIC - 0147509	UNDERWOOD MANAGEMENT RESOURCES INC	1259 East Valley Rd project management, Jan 2021	0.00	45.00
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	MSD sanitary service inspection - 1255 EVR rebuild	0.00	178.94
02/28/2021	CLM - 0623981	US BANK CORPORATE PAYMENT SYSTEM	MSD sewer replacement permit - 1255 EVR rebuild	0.00	2,939.69
Total Structures&Struct Improvements				0.00	14,349.63
Total Montecito Fire Land & Building				0.00	14,349.63

# Financial Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 3yr

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	2/28/2019 Year-To-Date Actual	2/29/2020 Year-To-Date Actual	2/28/2021 Year-To-Date Actual
<b>Revenues</b>			
<b>Taxes</b>			
3010 -- Property Tax-Current Secured	8,959,331.02	9,303,385.73	9,822,668.39
3011 -- Property Tax-Unitary	142.13	2,569.89	92,912.07
3015 -- PT PY Corr/Escapes Secured	-355.45	4,007.98	57,684.86
3020 -- Property Tax-Current Unsecd	569,419.53	629,358.17	612,811.73
3023 -- PT PY Corr/Escapes Unsecured	2,834.18	5,481.36	6,661.90
3040 -- Property Tax-Prior Secured	61.95	712.29	-2,158.49
3050 -- Property Tax-Prior Unsecured	-6,491.45	79,546.46	11,915.33
3054 -- Supplemental Pty Tax-Current	-18,223.07	53,485.81	52,904.15
3056 -- Supplemental Pty Tax-Prior	2,058.29	2,125.20	-369.83
Taxes	9,508,777.13	10,080,672.89	10,655,030.11
<b>Fines, Forfeitures, and Penalties</b>			
3057 -- PT-506 Int, 480 CIOS/CIC Pen	-4,266.11	26.87	695.12
Fines, Forfeitures, and Penalties	-4,266.11	26.87	695.12
<b>Use of Money and Property</b>			
3380 -- Interest Income	42,818.39	56,163.69	22,879.42
3381 -- Unrealized Gain/Loss Invstmnts	28,427.50	-24,954.11	-47,752.78
3409 -- Other Rental of Bldgs and Land	0.00	7,740.00	0.00
Use of Money and Property	71,245.89	38,949.58	-24,873.36
<b>Intergovernmental Revenue-State</b>			
3750 -- State-Emergency Assistance	-418,421.04	57,847.84	-21,877.83
4160 -- State Aid for Disaster	1,854,358.01	0.00	0.00
4220 -- Homeowners Property Tax Relief	39,767.39	38,871.33	38,494.07
4310 -- State Grant	0.00	0.00	60,289.88
Intergovernmental Revenue-State	1,475,704.36	96,719.17	76,906.12

# Financial Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 3yr

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	2/28/2019 Year-To-Date Actual	2/29/2020 Year-To-Date Actual	2/28/2021 Year-To-Date Actual
Intergovernmental Revenue-Federal			
4476 -- Federal Emergency Assistance	136,965.65	73,242.70	561,545.38
4610 -- Federal Aid for Disaster	4,651,941.00	0.00	0.00
Intergovernmental Revenue-Federal	4,788,906.65	73,242.70	561,545.38
Charges for Services			
5105 -- Reimb for District Services	97,862.69	100,200.22	109,250.68
Charges for Services	97,862.69	100,200.22	109,250.68
Miscellaneous Revenue			
5768 -- Safety Member Reimbursement	0.00	62,745.43	40,151.68
5769 -- State Reimbursements	0.00	0.00	-10,877.56
5894 -- Other-Payment for Damages	0.00	1,176,284.41	0.00
5895 -- Other-Donations	300.00	0.00	1,255.00
5909 -- Other Miscellaneous Revenue	23,814.67	6,664.26	6,531.42
Miscellaneous Revenue	24,114.67	1,245,694.10	37,060.54
Revenues	15,962,345.28	11,635,505.53	11,415,614.59
Expenditures			
Salaries and Employee Benefits			
6100 -- Regular Salaries	5,285,395.79	6,349,794.97	5,274,156.78
6300 -- Overtime	70,415.68	48,217.53	55,175.49
6301 -- Overtime - Reimbursable	842,267.17	76,413.47	1,898,079.30
6310 -- Overtime - Constant Staffing	244,349.79	428,960.38	484,935.29
6400 -- Retirement Contribution	1,913,573.31	2,320,404.34	2,601,746.13
6450 -- Supp Retirement Contribution	0.00	0.00	1,000,000.00
6550 -- FICA/Medicare	89,980.86	99,473.74	104,007.07
6600 -- Health Insurance Contrib	1,242,321.85	1,322,479.18	1,321,214.69
6700 -- Unemployment Ins Contribution	5,875.18	5,698.34	-3,817.67

# Financial Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 3yr

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	2/28/2019 Year-To-Date Actual	2/29/2020 Year-To-Date Actual	2/28/2021 Year-To-Date Actual
6900 -- Workers Compensation	486,157.87	457,133.80	550,867.83
Salaries and Employee Benefits	10,180,337.50	11,108,575.75	13,286,364.91
Services and Supplies			
7030 -- Clothing and Personal	45,346.94	46,043.40	65,686.14
7050 -- Communications	79,967.83	82,971.11	73,099.59
7060 -- Food	445.01	132.95	1,827.82
7070 -- Household Supplies	17,568.15	19,426.96	18,330.12
7090 -- Insurance	32,017.00	32,345.00	41,784.00
7120 -- Equipment Maintenance	48,876.59	30,238.76	27,662.04
7200 -- Structure & Ground Maintenance	25,151.97	22,553.16	13,116.72
7205 -- Fire Defense Zone	71,517.59	65,359.26	211,268.34 <b>14</b>
7322 -- Consulting & Mgmt Fees	0.00	630.00	420.00
7324 -- Audit and Accounting Fees	14,265.00	12,237.00	8,085.00
7348 -- Instruments & Equip. < \$5000	13,737.06	29,194.59	58,711.98
7363 -- Equipment Maintenance	59,649.35	73,404.39	144,582.71 <b>15</b>
7400 -- Medical, Dental and Lab	21,907.73	22,994.81	25,427.10
7430 -- Memberships	11,605.45	13,007.09	9,913.45
7450 -- Office Expense	12,058.91	19,806.51	27,045.07
7460 -- Professional & Special Service	181,047.10	304,366.69	268,703.25
7507 -- ADP Payroll Fees	4,369.18	7,754.63	4,164.89
7510 -- Contractual Services	43,878.24	108,125.56	87,581.61
7530 -- Publications & Legal Notices	1,372.54	1,350.04	4,066.35
7540 -- Rents/Leases-Equipment	0.00	17,409.41	2,717.21
7546 -- Administrative Expense	0.00	0.00	0.00
7580 -- Rents/Leases-Structure	3,897.63	7,085.04	7,160.52
7630 -- Small Tools & Instruments	654.37	6,436.90	10,781.07
7650 -- Special Departmental Expense	46,470.61	18,381.35	14,384.22

# Financial Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 3yr

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	2/28/2019 Year-To-Date Actual	2/29/2020 Year-To-Date Actual	2/28/2021 Year-To-Date Actual
7671 -- Special Projects	1,702.01	2,283.76	0.00
7730 -- Transportation and Travel	21,518.33	26,759.26	30,942.89
7731 -- Gasoline-Oil-Fuel	40,826.00	35,731.56	33,041.46
7732 -- Training	30,586.79	51,890.40	19,780.54
7760 -- Utilities	35,795.64	32,308.17	46,920.80
Services and Supplies	866,233.02	1,090,227.76	1,257,204.89
<b>Capital Assets</b>			
8200 -- Structures&Struct Improvements	0.00	226,178.61	19,997.01
8300 -- Equipment	61,452.08	96,923.02	0.00
Capital Assets	61,452.08	323,101.63	19,997.01
Expenditures	11,108,022.60	12,521,905.14	14,563,566.81
<b>Other Financing Sources &amp; Uses</b>			
<b>Other Financing Uses</b>			
7901 -- Oper Trf (Out)	0.00	0.00	0.00
Other Financing Uses	0.00	0.00	0.00
Other Financing Sources & Uses	0.00	0.00	0.00
<b>Changes to Fund Balances</b>			
<b>Decrease to Restricted</b>			
9797 -- Unrealized Gains	0.00	35,941.19	58,600.30
Decrease to Restricted	0.00	35,941.19	58,600.30
<b>Decrease to Committed</b>			
9850 -- Salary & Retirement Offset	0.00	0.00	1,000,000.00
Decrease to Committed	0.00	0.00	1,000,000.00
<b>Increase to Restricted</b>			
9797 -- Unrealized Gains	0.00	10,987.09	10,847.52

# Financial Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 3yr

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	2/28/2019 Year-To-Date Actual	2/29/2020 Year-To-Date Actual	2/28/2021 Year-To-Date Actual
Increase to Restricted	0.00	10,987.09	10,847.52
Increase to Committed			
9850 -- Salary & Retirement Offset	0.00	0.00	0.00
Increase to Committed	0.00	0.00	0.00
Changes to Fund Balances	0.00	24,954.10	1,047,752.78
Montecito Fire Protection Dist	4,854,322.68	-861,445.51	-2,100,199.44
Net Financial Impact	4,854,322.68	-861,445.51	-2,100,199.44

# Expenditure Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 6mo, MTDActual

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	9/30/2020 Month-To-Date Actual	10/31/2020 Month-To-Date Actual	11/30/2020 Month-To-Date Actual	12/31/2020 Month-To-Date Actual	1/31/2021 Month-To-Date Actual	2/28/2021 Month-To-Date Actual
<b>Expenditures</b>						
<b>Salaries and Employee Benefits</b>						
6100 -- Regular Salaries	733,523.17	1,345,632.72	12,261.43	978,507.27	535,273.62	697,370.08
6300 -- Overtime	145.13	0.00	17,023.70	24,649.51	0.00	7,969.24
6301 -- Overtime - Reimbursable	652,290.52	0.00	925,550.79	58,362.05	0.00	14,178.96
6310 -- Overtime - Constant Staffing	110,433.00	0.00	121,695.03	107,249.64	0.00	63,605.10
6400 -- Retirement Contribution	190,426.23	64,257.63	191,234.27	247,767.48	121,914.53	139,265.69
6450 -- Supp Retirement Contribution	500,000.00	0.00	0.00	500,000.00	0.00	0.00
6550 -- FICA/Medicare	20,364.27	15,352.54	14,843.13	17,744.18	6,442.50	11,192.34
6600 -- Health Insurance Contrib	167,504.99	179,979.82	152,118.77	165,277.58	168,131.37	157,518.52
6700 -- Unemployment Ins Contribution	21.28	15.20	89.76	169.76	4,771.99	-8,900.86
6900 -- Workers Compensation	0.00	0.00	-81.55	0.00	0.00	0.00
<b>Total Salaries and Employee Benefits</b>	<b>2,374,708.59</b>	<b>1,605,237.91</b>	<b>1,434,735.33</b>	<b>2,099,727.47</b>	<b>836,534.01</b>	<b>1,082,199.07</b>
<b>Services and Supplies</b>						
7030 -- Clothing and Personal	220.82	4,894.50	2,514.11	499.48	3,762.04	50,618.93
7050 -- Communications	7,347.33	14,013.10	8,260.26	8,493.61	7,602.92	6,831.72
7060 -- Food	0.00	182.96	1,394.85	0.00	0.00	111.80
7070 -- Household Supplies	2,085.76	3,855.03	3,890.91	1,711.05	1,377.75	2,570.71
7090 -- Insurance	0.00	0.00	0.00	0.00	0.00	0.00
7120 -- Equipment Maintenance	1,017.62	6,997.07	4,232.56	1,710.98	2,644.09	10,331.65
7200 -- Structure & Ground Maintenance	2,193.21	1,226.84	1,975.84	1,220.00	1,220.00	2,153.00
7205 -- Fire Defense Zone	5,660.00	28,798.02	56,405.08	36,166.34	41,153.93	782.02
7322 -- Consulting & Mgmt Fees	0.00	0.00	420.00	0.00	0.00	0.00
7324 -- Audit and Accounting Fees	0.00	0.00	0.00	8,085.00	0.00	0.00
7348 -- Instruments & Equip. < \$5000	0.00	29,357.33	253.04	15,818.54	3,268.17	4,076.37
7363 -- Equipment Maintenance	26,588.29	32,769.23	10,037.18	8,247.85	7,117.22	25,575.00
7400 -- Medical, Dental and Lab	2,209.15	3,458.98	356.11	1,964.93	5,812.81	3,442.75
7430 -- Memberships	500.00	7,955.00	898.45	0.00	0.00	0.00

# Expenditure Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 6mo, MTDActual

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	9/30/2020 Month-To-Date Actual	10/31/2020 Month-To-Date Actual	11/30/2020 Month-To-Date Actual	12/31/2020 Month-To-Date Actual	1/31/2021 Month-To-Date Actual	2/28/2021 Month-To-Date Actual
7450 -- Office Expense	517.59	425.62	20,637.30	1,392.39	939.23	1,588.30
7460 -- Professional & Special Service	13,062.98	16,257.50	26,221.83	63,526.00	51,449.33	63,312.11
7507 -- ADP Payroll Fees	508.38	518.96	521.33	518.96	545.14	523.26
7510 -- Contractual Services	99.00	11,525.59	8,075.26	13,222.76	5,147.10	3,740.92
7530 -- Publications & Legal Notices	0.00	635.70	844.32	82.65	0.00	84.36
7540 -- Rents/Leases-Equipment	254.44	506.67	576.94	1,020.28	179.44	179.44
7546 -- Administrative Expense	0.00	0.00	0.00	0.00	0.00	0.00
7580 -- Rents/Leases-Structure	0.00	2,381.46	0.00	0.00	2,397.60	0.00
7630 -- Small Tools & Instruments	0.00	2,270.87	0.00	0.00	7,988.11	341.72
7650 -- Special Departmental Expense	7,552.76	-126.16	-6,006.96	1,026.35	0.00	11,521.12
7671 -- Special Projects	0.00	0.00	0.00	0.00	0.00	0.00
7730 -- Transportation and Travel	1,367.00	13,981.44	6,685.92	5,107.14	2,062.99	1,424.52
7731 -- Gasoline-Oil-Fuel	0.00	7,476.57	7,527.95	3,697.09	5,401.81	2,557.97
7732 -- Training	863.93	206.00	4,475.00	997.85	7,507.28	1,994.41
7760 -- Utilities	14,090.99	3,501.39	3,230.83	12,209.16	3,493.90	3,470.98
Total Services and Supplies	86,139.25	193,069.67	163,428.11	186,718.41	161,070.86	197,233.06
Capital Assets						
8200 -- Structures&Struct Improvements	4.13	0.00	0.00	0.00	0.00	14,171.61
8300 -- Equipment	0.00	0.00	0.00	0.00	0.00	0.00
Total Capital Assets	4.13	0.00	0.00	0.00	0.00	14,171.61
Total Expenditures	2,460,851.97	1,798,307.58	1,598,163.44	2,286,445.88	997,604.87	1,293,603.74
Other Financing Sources & Uses						
Other Financing Uses						
7901 -- Oper Trf (Out)	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Financing Uses	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Financing Sources & Uses	0.00	0.00	0.00	0.00	0.00	0.00



# Expenditure Trend

Selection Criteria: Fund = 3650

Layout Options: Summarized By = Fund, LineItemAccount; Page Break At = Fund; Columns = 6mo, MTDActual

## Fund 3650 -- Montecito Fire Protection Dist

Line Item Account	9/30/2020 Month-To-Date Actual	10/31/2020 Month-To-Date Actual	11/30/2020 Month-To-Date Actual	12/31/2020 Month-To-Date Actual	1/31/2021 Month-To-Date Actual	2/28/2021 Month-To-Date Actual
Changes to Fund Balances						
Changes to Restricted						
9797 -- Unrealized Gains	0.00	0.00	0.00	10,847.52	0.00	0.00
Total Changes to Restricted	0.00	0.00	0.00	10,847.52	0.00	0.00
Total Changes to Fund Balances	0.00	0.00	0.00	10,847.52	0.00	0.00
Total Montecito Fire Protection Dist	2,460,851.97	1,798,307.58	1,598,163.44	2,297,293.40	997,604.87	1,293,603.74
Total Report	2,460,851.97	1,798,307.58	1,598,163.44	2,297,293.40	997,604.87	1,293,603.74

**Montecito Fire Department  
Mutual Aid Billing Detail  
FY 2020-21**

Fire Name, #	Period Covered	Invoice #	Invoice Date	Agency	Total Due	Date Received	Amount Received
Camp Fire US&R Assist, CA-OES-054807 (FEMA)	11/17-11/25/18	O-20185330	01/24/19	CalOES	470.41	07/01/20	470.41
Saddle Ridge, CA-LFD-001582 (from FY19-20)	10/11-10/15/19	O-20190786	02/03/20	CalOES	9,540.53	07/15/20	9,540.53
Apple, CA-RRU-096640	08/01-08/10/20	U-20200495	10/05/20	CalOES	164,563.27		
Apple, CA-RRU-096640 (M. Juarez)	08/01-08/10/20	U-20200998	11/07/20	CalOES	53,682.10	03/01/21	53,682.10
August Complex, CA-MNF-000753	08/18-08/28/20	F-20200266	10/27/20	USFS	63,151.56		
Bobcat, CA-ANF-003687	09/07-10/02/20	F-20201189	12/03/20	USFS	138,537.69		
Bond, CA-ORC-136890	12/03-12/05/20	U-20202331	02/02/21	CalOES	30,785.02		
Branch, CA-SLU-009669	07/29-07/31/20	U-20200399	09/23/20	CalOES	29,443.69		
BTU Lightning, CA-BTU-009692	09/03-09/09/20	U-20201661	11/24/20	CalOES	70,781.82	03/01/21	70,781.82
BTU North Complex, CA-BTU-010751	09/13-09/28/20	U-20201366	12/21/20	CalOES	265,624.57		
Castle, CA-SQF-002541 (BB only)	08/23-08/31/20	F-20200769	11/13/20	USFS	21,482.56		
Castle, CA-SQF-002541 (EK only)	08/26-09/13/20	F-20200616	11/04/20	USFS	50,142.55		
Castle, CA-SQF-002541	08/26-10/10/20	F-20201506	12/16/20	USFS	164,968.47		
Castle, CA-SQF-002541	09/20-10/07/20	F-20201711	01/19/21	USFS	64,202.26		
Creek, CA-SNF-001391	10/25-11/22/20	F-20201735	01/28/21	USFS	107,649.77		
Creek South Zone, CA-SNF-001391	10/02-10/17/20	F-20201373	12/10/20	USFS	324,261.61		
Dolan, CA-LPF-002428 (MJ and SC only)	08/19-09/03-20	F-20200375	10/28/20	USFS	126,376.18		
Dolan, CA-LPF-002428 (NE)	09/21-10/06/20	F-20201068	12/02/20	USFS	58,221.90		
Dolan, CA-LPF-002428 (FSLA)	08/18-10/23/20	2020-12	11/30/20	USFS	367,403.16	02/12/21	367,403.16
Dome, CA-MFP-012356	08/17-08/23/20			CalOES	14,752.82		
El Dorado, CA-BDU-012925	09/14-09/29/20	U-20201588	12/09/20	CalOES	35,522.34		
Glass, CA-LNU-15947	09/29-10/14/20	U-20201928	12/02/20	CalOES	45,616.16		
Holser, CA-VNC-066767	08/17-08/21/20	U-20200705	11/10/20	CalOES	67,834.95	03/01/21	67,834.95
July Complex, CA-MDF-000487	07/23-08/09/20	F-20201043	11/24/20	USFS	64,063.03		
Lake, CA-ANF-003273	08/12-08/22/20	F-20200458	11/10/20	USFS	98,744.74		
LPF Support, CA-LPF-000003	08/14-08/18/20	2020-11	11/30/20	USFS	38,306.97	02/11/21	38,306.97
Luna, NM-CAF-000631	10/25-10/29/20	F-20201563	12/28/20	USFS	8,835.96		
Mineral, CA-FKU-010219	07/15-07/23/20	U-20200100	08/12/20	CalOES	20,117.92	01/12/21	20,117.92
Moc, CA-TCU-009457	08/21-08/26/20	U-20200668	10/20/20	CalOES	90,589.25	03/01/21	90,589.25
North Complex USAR, CA-OES-000015	09/21-09/28/20	O-20200174	11/23/20	CalOES	38,754.66		
OES Pre-position, CA-XSB-200104	12/07-12/09/20	O-20200551	02/12/21	CalOES	19,652.97		
ONC Staging (7/23), CA-ONC-000002	7/23/2020	F-20201046	11/24/20	USFS	822.00		
OSC Staging (7/31), CA-OSC-000031	07/31-08/01/20	F-20200121	09/28/20	USFS	3,854.47		
OSC Staging (8/15), CA-OSC-000004	08/15-08/17/20	F-20200677	11/06/20	USFS	5,944.36		
OSC Staging (9/4), CA-OSC-000031	09/04-09/05/20	F-20201022	11/19/20	USFS	18,199.44		
Pond, CA-SLU-009866	08/01-08/05/20	U-20200386	09/22/20	CalOES	32,050.37		
Red Salmon Complex, CA-SRF-000656	10/12-10/29/20	F-20201581	12/29/20	USFS	44,040.93		
SCU Lightning Complex, CA-SCU-005740	08/26-09/03/20	U-20201054	11/09/20	CalOES	133,827.97	03/01/21	133,827.97
Silverado, CA-ORC-121364	10/28-10/30/20	U-20202220	01/07/21	CalOES	36,811.58		
Stagecoach, CA-CND-002309	08/04-08/14/20	I-20200072	09/29/20	USFS	155,713.43	01/29/21	155,835.25
Towsley, CA-LAC-023140	01/20-01/22/21			CalOES	32,571.20		
Valley, CA-CNF-002833	09/05-09/16/20	F-20200747	11/13/20	USFS	127,413.18		
					<b>\$ 3,245,329.82</b>		<b>\$ 1,008,390.33</b>

# Agenda

## Item #6



**MONTECITO FIRE PROTECTION DISTRICT  
PARS Post-Employment Benefits Trust**

**OPEB Account**

Month	Beginning Balance	Contributions	Earnings	Expenses	Ending Balance	1-M % (net)	3-M % (net)
February 2020	12,389,550.00	-	(185,791.44)	4,827.52	12,198,931.04	-1.54%	0.13%
March 2020	12,198,931.04	-	(886,580.40)	4,778.63	11,307,572.01	-7.31%	-7.90%
April 2020	11,307,572.01	-	586,080.88	4,547.58	11,889,105.31	5.14%	-4.04%
May 2020	11,889,105.31	-	305,386.02	4,687.46	12,189,803.87	2.53%	-0.07%
June 2020	12,189,803.87	-	217,042.41	4,760.78	12,402,085.50	1.74%	9.68%
July 2020	12,402,085.50	-	331,142.75	4,810.83	12,728,417.42	2.63%	7.06%
August 2020	12,728,417.42	-	219,074.87	4,890.46	12,942,601.83	1.68%	6.18%
September 2020	12,942,601.83	-	(127,806.98)	4,953.35	12,809,841.50	-1.03%	3.29%
October 2020	12,809,841.50	-	(86,440.21)	4,959.37	12,718,441.92	-0.71%	-0.08%
November 2020	12,718,441.92	-	634,110.62	4,895.82	13,347,656.72	4.95%	3.13%
December 2020	13,347,656.72	-	266,560.19	5,051.48	13,609,165.43	1.96%	6.24%
January 2021	13,609,165.43	-	(37,477.22)	5,075.82	13,566,612.39	-0.31%	6.67%
<b>Total</b>		<b>-</b>	<b>1,235,301.49</b>	<b>58,239.10</b>			

Total Contributions to the Plan = 8,376,000

Total OPEB Liability at 6/30/2020 = 15,923,820

PARS OPEB balance at 6/30/2020 = 12,402,086

Net OPEB Liability at 6/30/2020 = **3,521,734**

Funded status = 77.9%

**Pension Account**

Month	Beginning Balance	Contributions	Earnings	Expenses	Ending Balance	1-M % (net)	3-M % (net)
February 2020	4,960,201.46	-	(74,376.41)	1,932.62	4,883,892.43	-1.54%	0.35%
March 2020	4,883,892.43	-	(354,899.31)	1,913.05	4,527,080.07	-7.31%	-7.90%
April 2020	4,527,080.07	-	234,807.24	1,820.64	4,760,066.67	5.15%	-4.03%
May 2020	4,760,066.67	-	122,265.78	1,876.70	4,880,455.75	2.53%	-0.07%
June 2020	4,880,455.75	-	86,721.57	1,906.05	4,965,271.27	1.74%	9.68%
July 2020	4,965,271.27	-	132,577.99	1,926.07	5,095,923.19	2.63%	7.06%
August 2020	5,095,923.19	-	87,709.41	1,957.95	5,181,674.65	1.68%	6.17%
September 2020	5,181,674.65	500,000.00	(51,583.04)	1,983.12	5,628,108.49	-1.03%	3.28%
October 2020	5,628,108.49	-	(39,739.79)	2,041.64	5,586,327.06	-0.74%	-0.19%
November 2020	5,586,327.06	-	278,063.23	2,153.26	5,862,237.03	4.94%	3.48%
December 2020	5,862,237.03	500,000.00	118,270.78	2,221.39	6,478,286.42	1.98%	6.22%
January 2021	6,478,286.42	-	(17,807.76)	2,416.60	6,458,062.06	-0.31%	6.65%
<b>Total</b>		<b>1,000,000.00</b>	<b>522,009.69</b>	<b>24,149.09</b>			

Total Contributions to the Plan = 5,600,000

Total Accrued Pension Liability at 6/30/2019 = 106,136,051

CalPERS and PARS total assets at 6/30/2019 = 85,499,623

Net Pension Liability at 6/30/2019 = **20,636,428**

Funded status = 80.6%

**MONTECITO FIRE PROTECTION DISTRICT**  
**PARS Post-Employment Benefits Trust**

**Account Report for the Period**  
**1/1/2021 to 1/31/2021**

Kevin Taylor  
Fire Chief  
Montecito Fire Protection District  
595 San Ysidro Rd.  
Santa Barbara, CA 93108

## Account Summary

Source	Balance as of 1/1/2021	Contributions	Earnings	Expenses	Distributions	Transfers	Balance as of 1/31/2021
OPEB	\$13,609,165.43	\$0.00	-\$37,477.22	\$5,075.82	\$0.00	\$0.00	\$13,566,612.39
PENSION	\$6,478,286.42	\$0.00	-\$17,807.76	\$2,416.60	\$0.00	\$0.00	\$6,458,062.06
<b>Totals</b>	<b>\$20,087,451.85</b>	<b>\$0.00</b>	<b>-\$55,284.98</b>	<b>\$7,492.42</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$20,024,674.45</b>

## Investment Selection

Source	
OPEB	Montecito Fire Protection District - OPEB
PENSION	Montecito Fire Protection District - PENSION

## Investment Objective

Source	
OPEB	Individual account based on Moderately Conservative HighMark PLUS. The dual goals of the Moderately Conservative Strategy are current income and moderate capital appreciation. The major portion of the assets is committed to income-producing securities. Market fluctuations should be expected.
PENSION	Individual account based on Moderately Conservative HighMark PLUS. The dual goals of the Moderately Conservative Strategy are current income and moderate capital appreciation. The major portion of the assets is committed to income-producing securities. Market fluctuations should be expected.

## Investment Return

Source	1-Month	3-Months	1-Year	Annualized Return			Plan's Inception Date
				3-Years	5-Years	10-Years	
OPEB	-0.28%	6.79%	10.00%	6.50%	9.73%	7.28%	1/19/2010
PENSION	-0.27%	6.75%	9.92%	6.77%	-	-	6/29/2017

Information as provided by US Bank, Trustee for PARS; Not FDIC Insured; No Bank Guarantee; May Lose Value

Past performance does not guarantee future results. Performance returns may not reflect the deduction of applicable fees, which could reduce returns. Information is deemed reliable but may be subject to change.  
Investment Return: Annualized rate of return is the return on an investment over a period other than one year multiplied or divided to give a comparable one-year return.  
Account balances are inclusive of Trust Administration, Trustee and Investment Management fees