

MINUTES ORANGE COUNTY FIRE AUTHORITY

Budget and Finance Committee Regular Meeting
Wednesday, May 8, 2019
12:00 Noon

Regional Fire Operations and Training Center
Room AE117
1 Fire Authority Road
Irvine, CA 92602

CALL TO ORDER

A regular meeting of the Orange County Fire Authority Budget and Finance Committee was called to order on May 8, 2019, at 12:00 p.m. by Chair Hasselbrink.

PLEDGE OF ALLEGIANCE

Chair Hasselbrink led the assembly in the Pledge of Allegiance to our Flag.

ROLL CALL

Present: Shelley Hasselbrink, Los Alamitos
Don Sedgwick, Laguna Hills
Sergio Farias, San Juan Capistrano
Gene Hernandez, Yorba Linda
Joseph Muller, Dana Point
Tri Ta, Westminster

Absent: Ed Sachs, Mission Viejo

Also present were:

Fire Chief Brian Fennessy	Assistant Chief Randy Black
Deputy Chief Lori Zeller	Assistant Chief Robert Cortez
Deputy Chief Dave Anderson	Assistant Chief Jim Ruane
General Counsel David Kendig	Clerk of the Authority Sherry Wentz

PUBLIC COMMENTS (F: 12.02B3)

Chair Hasselbrink opened the Public Comments portion of the meeting. Chair Hasselbrink closed the Public Comments portion of the meeting without any comments from the general public.

1. PRESENTATIONS

No items.

2. MINUTES

A. Minutes for the April 10, 2019, Budget and Finance Committee Regular Meeting (F: 12.02B2)

On motion of Director Farias and second by Director Hernandez, the Budget and Finance Committee voted unanimously to approve the Minutes of the April 10, 2019, regular meeting as submitted. Director Ta was recorded as an abstention, due to his absence from the meeting.

3. CONSENT CALENDAR

A. Monthly Investment Report (F: 11.10D2)

On motion of Director Hernandez and second by Vice Chair Sedgwick, the Committee voted unanimously by those present to direct staff to place the item on the agenda for the Executive Committee meeting of May 23, 2019, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the reports.

B. Third Quarter Financial Newsletter (F: 15.07)

On motion of Director Hernandez and second by Vice Chair Sedgwick, the Committee voted unanimously to receive and file the report.

4. DISCUSSION CALENDAR

A. Updated Cost Reimbursement Rates (F: 15.12)

Assistant Chief Jim Ruane provided an overview for the Updated Cost Reimbursement Rates.

On motion of Vice Chair Sedgwick and second by Director Hernandez, the Committee voted unanimously by those present to direct staff to place the item on the agenda for the Board of Directors meeting of May 23, 2019, with the Budget and Finance Committee's recommendation that the Board of Directors approve and adopt the proposed Cost Reimbursement Rate schedules to be effective July 1, 2019.

B. Rosenow Spevacek Group, Inc. Final Property Tax Revenue Projections (F: 15.10)

Assistant Chief Robert Cortez provided an overview of the Final Property Tax Revenue Projections. Chief Cortez introduced Senior Accountant Alma Penalosa who presented a PowerPoint presentation on the Secured Property Tax Revenue Forecast.

By consensus, the Committee received and filed the report.

C Review of the Fiscal Year 2019/20 Proposed Budget (F: 15.04 19/20)

Deputy Chief Lori Zeller provided a PowerPoint presentation outlining the proposed budget. Chief Jim Ruane highlighted the Capital Improvement Program portion of the presentation.

On motion of Director Ta and second by Director Hernandez, the Committee voted unanimously by those present to direct staff to place the item on the agenda for the Board of Directors meeting of May 23, 2019, with the Budget and Finance Committee's recommendation that the Board of Directors take the following actions:

1. Conduct a Public Hearing.
2. Adopt the proposed FY 2019/20 Budget as submitted.
3. Adopt the resolution entitled A RESOLUTION OF THE ORANGE COUNTY FIRE AUTHORITY BOARD OF DIRECTORS ADOPTING AND APPROVING THE APPROPRIATIONS BUDGET FOR THE ORANGE COUNTY FIRE AUTHORITY FOR FISCAL YEAR 2019/20.
4. Approve and authorize the temporary transfer of up to \$75 million from the following funds to cover a projected temporary cash flow shortfall for FY 2019/20:
 - a. Fund 123 Fire Stations and Facilities - \$10 million
 - b. Fund 133 Fire Apparatus - \$10 million
 - c. Fund 190 Workers' Compensation Reserve Fund - \$55 million
5. Approve and authorize the repayment of \$75 million borrowed funds from Fund 121 to the above funds along with interest when General Fund revenues become available in FY 2019/20.
6. Approve changes to the Master Position Control list to unfreeze, reclassify and/or add 127 positions as detailed in Attachment 3.
7. Approve transfers from the General Fund 121 and Fund 123 Fire Stations and Facilities to General Fund CIP Fund 12110, Fund 133 Fire Apparatus, and Fund 139 Settlement Agreement totaling \$36,568,000.
8. Approve and authorize FY 2018/19 budget adjustments to increase General Fund (121) revenues by net \$145,770 and General Fund (121) expenditures by \$38,014.

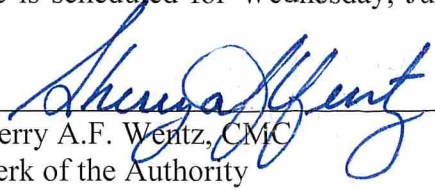
REPORTS (F: 12.02B6)

No items.

COMMITTEE MEMBER COMMENTS (F: 12.02B4)

There were no Committee Member comments.

ADJOURNMENT – Chair Hasselbrink adjourned the meeting at 1:03 p.m. The next regular meeting of the Budget and Finance Committee is scheduled for Wednesday, June 12, 2019, at 12:00 noon.



Sherry A.F. Wentz, CMC
Clerk of the Authority