



ORANGE COUNTY FIRE AUTHORITY AGENDA

BUDGET AND FINANCE COMMITTEE SPECIAL MEETING

Wednesday, January 15, 2025
11:00 a.m.

Orange County Fire Authority
Regional Fire Operations and Training Center
Classroom 1

1 Fire Authority Road
Irvine, California 92602

Committee Members

Troy Bourne, Chair • Austin Lombard, Vice Chair
Shelley Hasselbrink • Chi Charlie Nguyen • Nitesh Patel • Joshua Sweeney
Jennifer Cervantez, Ex Officio

NOTICE REGARDING PUBLIC ACCESS AND PARTICIPATION

This meeting is open to the public. Committee members will participate in person. There are several alternative ways to make comments including:

In Person Comments at Meeting: Resolution No. 97-024 established rules of decorum for public meetings held by the Orange County Fire Authority. Resolution No. 97-024 is available from the Clerk of the Authority.

Any member of the public may address the Committee on items within their subject matter jurisdiction, but which are not listed on this agenda during PUBLIC COMMENTS. However, no action may be taken on matters that are not part of the posted agenda. We request comments made on the agenda be made at the time the item is considered and that comments be limited to three minutes per person. Please address your comments to the Committee and do not engage in dialogue with individual Board Members, Authority staff, or members of the audience.

If you wish to speak, please complete a Speaker Form identifying which item(s) you wish to address. Please return the completed form to the Clerk of the Authority prior to the item being considered. Speaker Forms are available at the entryway of the meeting location.

E-Comments: Alternatively, you may email your written comments to coa@ocfa.org. E-comments will be provided to the Committee members upon receipt and will be part of the meeting record as long as they are received during or before the Committee takes action on an item. Emails related to an item that are received after the item has been acted upon by the Committee will not be considered.

This Agenda contains a brief general description of each item to be considered. Except as otherwise provided by law, no action or discussion shall be taken on any item not appearing on the following Agenda. Unless legally privileged, all supporting documents, including staff reports, and any writings or documents provided to a majority of the Committee members after the posting of this agenda are available for review at the Orange County Fire Authority Regional Fire Operations & Training Center, 1 Fire Authority Road, Irvine, CA 92602 or you may contact the Clerk of the Authority at (714) 573-6040 Monday through Thursday, and every other Friday from 8 a.m. to 5 p.m. and available online at <http://www.ocfa.org> under Board & Committee Agendas/Minutes.



In compliance with the Americans with Disabilities Act and [Board of Directors policy](#), if you need reasonable accommodations to participate in this meeting, please complete the [ADA Reasonable Accommodation Form](#) available on the Agency's website and email to COA@ocfa.org, or you may contact the Clerk of the Authority at (714) 573-6040 during regular business hours to submit your request orally. Please notify us at least 48 hours prior to the meeting to enable the Authority to make reasonable arrangements to assure accessibility to the meeting.

CALL TO ORDER - Chair Bourne

PLEDGE OF ALLEGIANCE - Director Hasselbrink

ROLL CALL - Clerk of the Authority

PUBLIC COMMENTS

Please refer to instructions on how to submit a public comment on Page 1 of this Agenda.

1. PRESENTATION

No items.

2. CONSENT CALENDAR

All matters on the consent calendar are considered routine and are to be approved with one motion unless a director or a member of the public requests separate action on a specific item.

A. Minutes for the Budget and Finance Committee Meeting

Submitted by: Maria D. Huizar, Clerk of the Authority

The record will show that any Director not in attendance at the meeting of the Minutes will be registered as an abstention, unless otherwise indicated.

Recommended Action:

Approve the Minutes for the November 13, 2024, Regular Meeting as submitted.

B. Annual Grant Priorities for 2025

Submitted by: Robert C. Cortez, Assistant Chief/Business Services Department and Olina Wibroe-Benson, Legislative Affairs Program Manager

Recommended Action

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors approve OCFA's Annual Grant Priorities for 2025.

C. Monthly Investment Reports

Submitted by: Robert C. Cortez, Assistant Chief/Business Services Department and James Slobojan, Treasurer/Treasury & Financial Planning

Recommended Action:

Review the proposed agenda item and direct staff to place the item on the agenda for the Executive Committee meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the reports.

D. Homeland Security Grant Program Award

Submitted by: TJ McGovern, Deputy Chief/Emergency Operations Bureau, Tim Perkins, Assistant Chief/Field Operations South and Nick Freeman, Division Chief

Recommended Action

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with Budget and Finance Committee's recommendations that the Board of Directors approve a Budget Adjustment in Fund 121 to increase revenue and expenditures by \$180,000.

E. Revised Personnel Cost Reimbursement Rates

Submitted by: Robert C. Cortez, Assistant Chief/Business Services Department and Alicea Caccavo, Finance Division Manager

Recommended Action:

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting on January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors approve and adopt the revised Cost Reimbursement Rates for the personnel to be effective and retroactive to July 1, 2024.

3. DISCUSSION CALENDAR**A. FY 2024/2025 Mid-Year Financial Report**

Submitted by: Robert C. Cortez, Assistant Chief/Business Services Department, James Slobojan, Treasurer/Treasury & Financial Planning and Stuart Lam, Budget Manager/Treasury & Financial Planning

Recommended Action:

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors take the following actions: Direct staff to return to the Board of Directors on March 27, 2025, for approval of the budget adjustments discussed herein for the FY 2024/25 budget.

B. Contract Amendments and Budget Adjustment for Quick Reaction Force (QRF) 2024 Program

Submitted by: Brian Fennessy, Fire Chief and Tim Perkins, Assistant Chief/Field Operations South

Recommended Action:

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors:

1. Approve and authorize an FY 2024/25 General Fund (121) budget adjustment to recognize an additional increase in QRF related reimbursement revenue of \$4,932,989 and to increase appropriations by the same amount, due to additional incident activity (bringing the new Total Spending Cap from \$21,344,772 to \$26,277,761).
2. Approve and authorize the Purchasing Manager to amend the 2024 QRF-related vendor blanket order contracts by the individual amounts needed in support of the QRF

Program so long as the aggregate value / does not exceed the new program budget total of \$26,277,761.

REPORTS

None.

COMMITTEE MEMBER COMMENTS

ADJOURNMENT – The next meeting of the Budget and Finance Committee is scheduled for Tuesday, February 11, 2025, at 11 a.m.

AFFIDAVIT OF POSTING

I hereby certify under penalty of perjury and as required by the State of California, Government Code § 54956, that the foregoing Agenda was posted in the lobby and front gate public display case of the Orange County Fire Authority, Regional Fire Operations and Training Center, 1 Fire Authority Road, Irvine, CA, not less than 24 hours prior to the meeting.

Maria D. Huizar, CMC
 Clerk of the Authority

FUTURE B&FC AGENDA ITEMS – THREE-MONTH OUTLOOK:

- Monthly Investment Report
- Annual Long-Term Liability Report
- Election of Chair and Vice Chair

UPCOMING MEETINGS:

Executive Committee	Thursday, January 23, 2025, 5:30 p.m.
Board of Directors	Thursday, January 23, 2025, 6:00 p.m.
Human Resources Committee	Tuesday, February 4, 2025, 12 noon
Budget and Finance Committee	Tuesday, February 11, 2025, 11 a.m.
Operations Committee	Tuesday, February 11, 2025, 12 noon

MINUTES ORANGE COUNTY FIRE AUTHORITY

Budget and Finance Committee Regular Meeting
Wednesday, November 13, 2024
12 noon

Regional Fire Operations and Training Center
Classroom One
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 November 13, 2024, at 12.01 p.m. by Chair Bourne.

PLEDGE OF ALLEGIANCE

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

ROLL CALL

Present: Troy Bourne, San Juan Capistrano, Chair
Austin Lumbard, Tustin, Vice Chair
Shelley Hasselbrink, Los Alamitos
John O'Neill, Garden Grove
Vince Rossini, Villa Park

Absent: Chi Charlie Nguyen, Westminster
Nitesh Patel, La Palma
Ross Chun, Aliso Viejo
Joshua Sweeney, Laguna Hills

Staff present:

Fire Chief Brian Fennessy
Deputy Chief TJ McGovern
Assistant Chief Rob Capobianco
Assistant Chief Lori Smith
Director of Communications Matt Olson
Assistant General Counsel Michael Daudt

Deputy Chief Lori Zeller
Assistant Chief Robert C. Cortez
Assistant Chief Jim Ruane
Assistant Chief Baryic Hunter
Assistant Chief Tim Perkins
Assistant Clerk Martha Halvorson

PUBLIC COMMENTS

None.

1. PRESENTATION

None.

2. CONSENT CALENDAR

On motion of Director O'Neill and second by Director Rossini, approved 5-0 Agenda Item Nos. 2A-2E (Directors Chun, Patel, Sweeney and Nguyen absent).

A. Minutes for the Budget and Finance Committee Meeting (FILE 12.02B2)

The record will show that any Director not in attendance at the meeting of the Minutes will be registered as an abstention, unless otherwise indicated.

Action: Approve the Minutes for the October 9, 2024, Regular Meeting as submitted.

B. Monthly Investment Reports (FILE 11.10D1)

Action: Review the proposed agenda item and direct staff to place the item on the agenda for the Executive Committee meeting of November 21, 2024, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the reports.

C. First Quarter Purchasing Report (FILE 11.10H1)

Action: Review the proposed agenda item and direct staff to place the item on the agenda for the Executive Committee meeting of November 21, 2024, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the report.

D. First Quarter Financial Newsletter (FILE 15.07)

Action: Review the proposed agenda item and direct staff to place the item on the agenda for the Executive Committee meeting of November 21, 2024, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the report.

E. Approval of Annual Statement of Investment Policy and Investment Authorization (FILE 15.07)

Action: Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of November 21, 2024, with the Budget and Finance Committee's recommendation that the Board of Directors take the following actions:

1. Review and approve the submitted Investment Policy of the Orange County Fire Authority, to be effective January 1, 2025.
2. Pursuant to Government Code Sections 53601 and 53607, renew delegation of investment authority to the Treasurer for a one-year period, to be effective January 1, 2025.

3. DISCUSSION CALENDAR

A. Audited Financial Reports for the Fiscal Year Ended June 30, 2024 (FILE 15.06)

Finance Division Manager Alicea Caccavo presented the report.

On motion of Director O'Neill and second by Director Hasselbrink, approved 5-0 (Directors Chun, Patel, Sweeney and Nguyen absent) to review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of November 21, 2024, with the Budget and Finance Committee's recommendation that the Board of Directors:

1. Receive and approve the reports.
2. Review the calculations used to determine the fund balance amounts assigned to the capital improvement program and workers' compensation, and confirm the calculations consistency with the OCFA's Assigned Fund Balance Policy.

B. Cal OES Fire Integrated Real-time Intelligence System (FIRIS) Program Mission Commander Contract Management Extension of FY 2024/25 (FILE 18.09D)

Assistant Chief Perkins presented the report.

On motion of Director Lumbard and second by Director Rossini, approved 5-0 (Directors Chun, Patel, Sweeney and Nguyen absent) to review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of November 21, 2024, with the Budget and Finance Committee's recommendation that the Board of Directors:

1. Approve and authorize the Fire Chief to enter into a reimbursement agreement with the State of California Governor's Office of Emergency Services (Cal OES) for an additional amount of \$1,666,666 for the provision of Airborne Mission Commanders and Mission Commander administrative support services.
2. Approve and authorize a budget adjustment to increase revenue and appropriations in the FY 2024/25 General Fund (121) budget by \$1,666,666 for Mission Commander (MC) contracts and MC administrative support services for the Cal OES FIRIS Program Extension through April 30, 2025.
3. Approve and authorize the Purchasing Manager to extend the Professional Services Agreements by the individual amounts needed in support of the Cal OES FIRIS Program Mission Commanders for a four-month period through April 30, 2025 so long as the aggregate value of the agreements does not exceed the program budget.

C. Quick Reaction Force (QRF) 2025 Program (FILE 18.09D)

Assistant Chief Perkins presented the report.

On motion of Director O'Neill and second by Director Rossini, approved 5-0 (Directors Chun, Patel, Sweeney and Nguyen absent) to review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of November 21,

2024, with the Budget and Finance Committee's recommendation that the Board of Directors:

1. Approve the Funding Agreement with Southern California Edison in the attached form to accept funding in the amount of \$17,099,820 to fund the fixed-cost portion of the 365-day 2025 Quick Reaction Force Program.
2. Approve and authorize the Purchasing Manager to extend the QRF-related vendor contracts, in the forms attached, by the individual amounts needed in support of the QRF Program so long as the aggregate value does not exceed the program budget (see table).
3. Approve and authorize a FY 2024/25 General Fund (121) budget adjustment to recognize 2025 Program funding from SCE for a revenue increase of \$17,099,820 and to increase appropriations by the same amount. The 2025 Program funding will be reflected in the 2024-25 budget.
4. Approve and authorize a FY 2024/25 General Fund (121) budget adjustment to recognize QRF related reimbursement revenue increase of \$1,975,000 and to increase appropriations by the same amount. Reimbursements from Los Angeles County Fire Department, State and Federal agencies are forthcoming.
5. Approve the updated Cost Reimbursement Rate schedule for the daily stand-by and hourly rates for the respective components of the QRF Program (aircraft, equipment and personnel) effective January 1, 2025.
6. Adopt an exemption from the California Environmental Quality Act (CEQA) pursuant to Title 14, California Code of Regulations, Section 15301 (Existing Facilities) and direct staff to file a Notice of Exemption.
7. Authorize the Fire Chief to approve non-substantive changes to the Agreements in items 1, 2 and 3 above, provided such changes are consistent with the purpose of the program described herein, do not increase the total cost of the program in either program year, and are in a form approved by General Counsel.

REPORTS

None.

COMMITTEE MEMBER COMMENTS

None.

ADJOURNMENT – Chair Bourne adjourned the meeting at 12:14 p.m. The next regular meeting of the Budget and Finance Committee is scheduled for Wednesday, January 8, 2025, at 12:00 noon.

Martha Halvorson, CMC
Assistant Clerk of the Authority



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
January 15, 2025

Agenda Item No. 2B
Consent Calendar

Annual Grant Priorities for 2025

Contact(s) for Further Information

Robert C. Cortez, Assistant Chief robertcortez@ocfa.org 714.573.6012
Business Services Department

Olina Wibroe-Benson
Legislative Affairs Program Manager olinabenson@ocfa.org 714.573.6048

Summary

This annual agenda item is submitted to the Budget and Finance Committee for approval of Orange County Fire Authority's (OCFA) Annual Grant Priorities for 2025.

Prior Board/Committee Action

This annual and routine item has been presented to the Budget and Finance Committee since 2012. The Budget and Finance Committee last approved the Annual Grant Priorities for 2024 in their February 14, 2024, meeting.

RECOMMENDED ACTION(S)

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors approve OCFA's Annual Grant Priorities for 2025.

Impact to Cities/County

Successful grant applications for staffing and equipment will significantly benefit member cities and the county by enhancing purchasing and staffing capabilities without using OCFA budget funds.

Fiscal Impact

If grant funds are awarded for staffing or equipment, these funds will help offset expenses.

Background

The OCFA applies for grant funding throughout the year based on needs identified throughout the organization. This staff report is provided to establish the 2025 Grant Priorities. The grant priorities for 2025 were established in collaboration with Executive Management and staff to address upcoming funding needs and opportunities. These discussions assisted in identifying potential projects and corresponding grant programs to pursue in the coming calendar year.

In 2024, OCFA received \$5.9 million in SAFER grant funds, \$10,706.04 in Fire Prevention and Safety award funding, and is pending receipt of a \$503,000 award for the CA Firefighter Cancer Prevention Award in partnership with the University of California, Irvine. Additional annual funding is received by OCFA for managing the Urban Search & Rescue Task Force-5 and for overall preparedness to prevent, prepare, respond, and recover from acts of terrorism.

Please see the attached OCFA Annual Grant Priorities for 2025 for additional information and grant updates.

Attachment(s)

OCFA's Annual Grant Priorities for 2025



Orange County Fire Authority
Annual Grant Priorities

2025

Assistance to Firefighters Grant (AFG)

AFG funds the purchase of firefighting vehicles, programs, and safety equipment. Applications are accepted for tools, personal protective equipment (PPE), training, wellness and fitness, and station modifications. Departments can submit one application and an additional “regional application” in partnership with one or more other fire departments.

FY 2024 Application

The application period closed on December 20, 2024. OCFA applied for 250 sets of PFAS free turnouts for use in our cadet program, non-live fire training, Girls Empowerment Camp, community events, and Fire OPS 101.

FY 2023 Application

The 2023 application sought to purchase 141 monitors and defibrillators for a total award of \$8,153,340. Unfortunately, OCFA was not selected to receive this award.

Staffing for Adequate Fire and Emergency Response (SAFER)

The Federal Emergency Management Agency (FEMA) [SAFER](#) grant funds the hiring of “front-line” firefighters. This grant prioritizes awards to fire departments seeking funding for positions that will contribute to and improve complying with “NFPA staffing, response, and operational standards that enhance community and firefighter safety.”

FY 2023 Application

The FY 2023 SAFER Grant Notice of Funding Opportunity (NOFO) was released, and the application period opened on March 11 with an application submission deadline of April 12, 2024. Following the Board’s direction provided at its March 28, 2024, meeting, staff applied for the FY 2023 SAFER Grant requesting 15 firefighter/paramedics (FF/PM) for a total funding amount of \$12.2M, which included salaries and benefits for three years. OCFA was awarded \$5.9 million dollars over a 3-year period of performance to hire 15 firefighter/paramedic positions for Fire Stations 7, 18, 57, 45, and 46.

FY 2017 Application

In 2017, OCFA requested and received funding for new firefighter positions, including the addition of a fourth firefighter on engines to enhance service delivery, improve efficiency, and enhance firefighter safety. The grant provided three years of funding with a federal and local cost share split of 75% federal and 25% local in the first two years and 35% federal and 65% local in the third year.

The 2017 grant funded a fourth firefighter on an engine in each of the member cities of Buena Park, San Clemente, Placentia, and Tustin. Adding a fourth firefighter on those units improved

service delivery and enhanced firefighter safety. The cost of each position has been phased-in and will be fully paid for by Buena Park, San Clemente, and Tustin in FY 2024/25.

Fire Prevention and Safety (FP&S)

The FEMA [FP&S](#) grant supports projects that enhance the safety of the public and firefighters from fire and related hazards. The primary goal is to reduce injury and prevent death among high-risk populations such as seniors and children. Local agencies may apply for other at-risk groups identified through incident data, studies, or risk assessments.

FY 2024 Application

OCFA was awarded a \$10,196.22 FP&S grant with a non-federal match of \$509.82 to support the Community Risk Reduction Smoke Alarm project, an ongoing program that reduces fires, fatalities, injuries, property loss in family residences, and increased education and awareness of fire prevention in our communities by providing free of charge smoke alarm installations in communities most at risk.

FY 2021 Application

OCFA submitted and received an award in September of 2021 for \$152,892 in federal funds to purchase a Fire Safety Education Trailer. OCFA staff completed the process to solicit competitive proposals and made an award for the trailer delivered in early 2023. The trailer includes kitchen and bedroom modules, including special effects that allow simulation to instruct the public on what to do in an earthquake or kitchen fire.

Crews and Heavy Fire Equipment / Air Operations

[CAL FIRE's Fire Prevention Grants Program](#) provides funding for fire prevention projects and activities in and near fire-threatened communities that focus on increasing the protection of people, structures, and communities. Funded activities include hazardous fuels reduction, wildfire prevention planning, and wildfire prevention education with an emphasis on improving public health and safety while reducing greenhouse gas emissions.

FY 2025 Application

Staff will revisit current needs when CAL FIRE announces its next application period. Past awards listed below are in the implementation process, along with other major projects such as the planning and construction of a new hand crew wildland facility. Also, we anticipate the integration of two new helicopters and the recent expansion of our hand crew will be a focus in the upcoming year. Therefore, we are assessing capacity before additional grant applications are considered.

In 2022, OCFA's Crews and Heavy Fire Equipment Section received \$1.25 million for vegetation management activities to purchase equipment and supplies for the hand crew and \$250,000 for a new water tender.

In 2021, OCFA received \$228,429 to purchase specialized heavy equipment and tools for use by the Crews and Heavy Fire Equipment Section ([Link to OCFA Board Item](#)).

These past awards are providing OCFA crews with improved means to complete projects quickly and efficiently thereby reducing the potential for wildfire within the State Responsibility Area (SRA). These projects will reduce the fuel load countywide and ensure proper maintenance of

access roads. These projects include road repair for increasing emergency responses on wildland fires and remote medical aids, the installation of culverts, tree removal, stump grinding, chipping all in one, including the removal of disease-infested trees.

Homeland Security Grants

The Department of Homeland Security and FEMA oversee two grant programs that OCFA is a recipient of through our partnership with local law enforcement. Specifically, the Urban Area Security Initiative (UASI) and State Homeland Security Program (SHSP) provide funding to enhance regional approaches to preparedness and response to acts of terrorism and other threats (<https://www.fema.gov/grants/preparedness/homeland-security>).

UASI funds are allocated by the federal government to large urban areas including Santa Ana and Anaheim. The SHSP program is administered through the state and the Orange County Sheriff's Department. In both cases, those agencies work with all local law enforcement and fire agencies to identify regional needs.

OCFA receives \$180,000 in annual funding to staff a position assigned to the Orange County Intelligence Assessment Center and is sometimes a recipient of funds to provide training or purchase equipment on behalf of all Orange County fire agencies. Future needs for 2025 are being considered in conjunction with our regional law enforcement and fire agency partners.



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
January 15, 2025

Agenda Item No. 2C
Consent Calendar

Monthly Investment Reports

Contact(s) for Further Information

Robert C. Cortez, Assistant Chief
Business Services Department

robertcortez@ocfa.org

714.573.6012

James Slobojan, Treasurer
Treasury & Financial Planning

james@slobojan@ocfa.org

714.573.6305

Summary

This agenda item is a routine transmittal of the monthly investment reports submitted to the Committee in compliance with the investment policy of the Orange County Fire Authority and with Government Code Section 53646.

Prior Board/Committee Action

Not Applicable.

RECOMMENDED ACTION(S)

Review the proposed agenda item and direct staff to place the item on the agenda for the Executive Committee meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the reports.

Impact to Cities/County

Not Applicable.

Fiscal Impact

Not Applicable.

Background

Since the Committee did not meet in December, attached are the final investment reports for the months ending October 31, 2024, and November 30, 2024. A preliminary investment report as of December 13, 2024 is also provided as the most complete report that was available at the time this agenda item was prepared.

Attachment(s)

1. Final Investment Report – October 2024/Preliminary Report – November 2024
2. Final Investment Report – November 2024/Preliminary Report – December 2024

Orange County Fire Authority Monthly Investment Report



Final Report – October 2024

Preliminary Report – November 2024



Monthly Investment Report Table of Contents

<i>Final Investment Report – October 31, 2024</i>	<i>1</i>
<i>Executive Summary.....</i>	<i>2</i>
<i>Portfolio Statistics.....</i>	<i>3</i>
<i>Benchmark Comparison.....</i>	<i>4</i>
<i>Portfolio Size, Yield, & Duration.....</i>	<i>4</i>
<i>Portfolio Summary.....</i>	<i>5</i>
<i>Portfolio Details.....</i>	<i>6</i>
<i>Aging Report.....</i>	<i>9</i>
<i>Notes to Portfolio Management Report.....</i>	<i>10</i>
<i>Local Agency Investment Fund.....</i>	<i>11</i>
<i>Preliminary Investment Report – November 22, 2024.....</i>	<i>13</i>
<i>Portfolio Summary.....</i>	<i>14</i>
<i>Portfolio Details.....</i>	<i>15</i>
<i>Aging Report.....</i>	<i>18</i>
<i>Notes to Portfolio Management Report.....</i>	<i>19</i>
<i>Glossary.....</i>	<i>20</i>



Orange County Fire Authority

Final Investment Report

October 31, 2024



EXECUTIVE SUMMARY

Portfolio Activity & Earnings

During the month of October 2024, the size of the portfolio decreased by \$34.6 million to approximately \$200 million. Receipts for the month totaled approximately \$9.5 million, including property tax apportionment payments of \$562,000, cash contract payments of approximately \$6.5 million, and various grant reimbursement payments and charges for current services of approximately \$2.4 million. Total October cash outflows amounted to approximately \$46 million. Significant disbursements for the month included two biweekly payrolls and related benefits totaling approximately \$36.1 million. The portfolio's balance is expected to increase in November as expenditures are projected to exceed revenues.

In October, the portfolio's yield to maturity (365-day equivalent) rose by 30 basis points, reaching 4.28%. The effective rate of return increased modestly by 7 basis points to 3.96%, while the average maturity of the portfolio extended by 18 days to 93 days. Interest earnings for the portfolio totaled \$708,512 for October 2024, bringing fiscal year-to-date earnings to \$3,400,218. This represents an increase of \$1,045,112 compared to the fiscal year-to-date total as of October 31, 2023.

Economic News

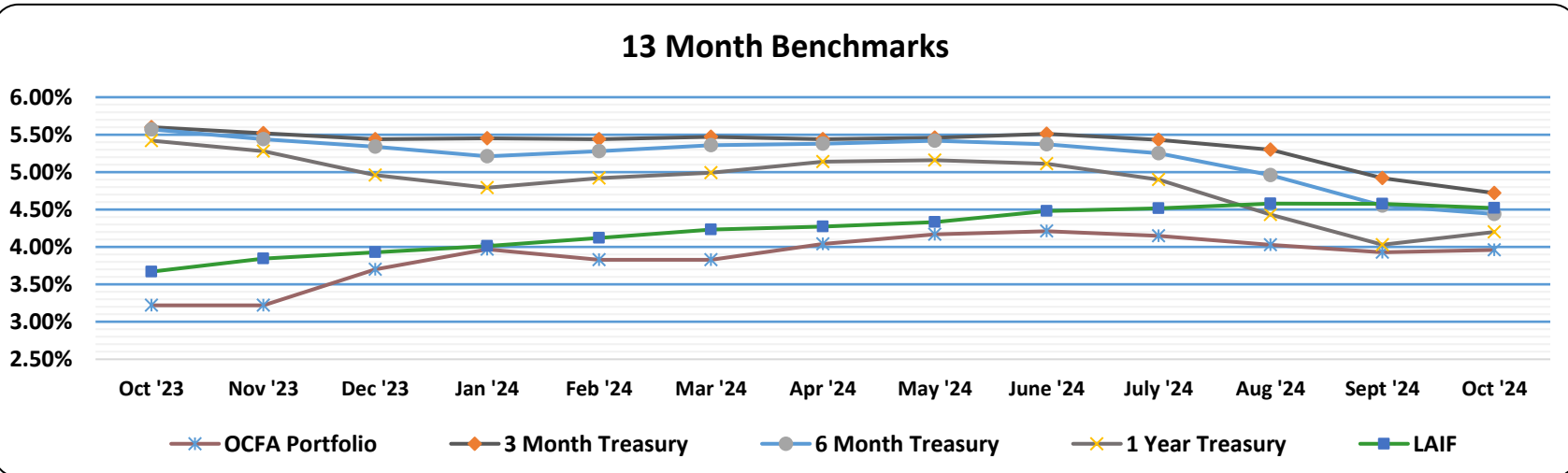
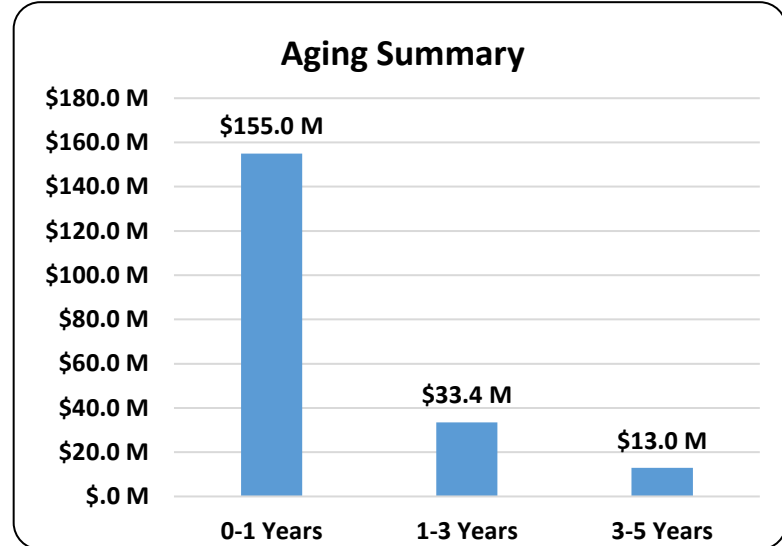
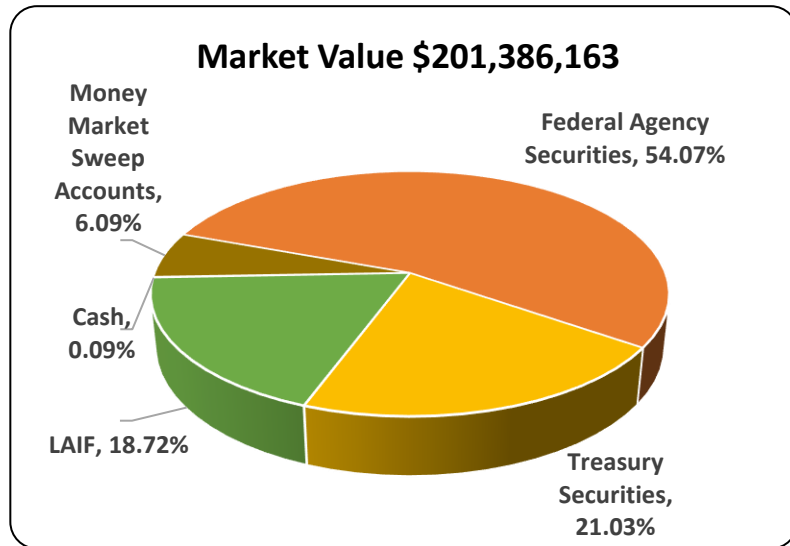
In October 2024, nonfarm payroll employment saw minimal growth, adding just 12,000 jobs, while the unemployment rate held steady at 4.1%. Job gains were primarily concentrated in the healthcare and government sectors. The number of unemployed individuals remained relatively unchanged at 7 million. Over the past year, average hourly earnings have increased by 4%. Driven by consistent economic growth, U.S. consumer confidence experienced its strongest monthly increase since March 2021. Notably, for the first time since July 2023, consumers expressed renewed optimism about the labor market.

In October 2024, the Consumer Price Index (CPI) rose by 0.2% for the third consecutive month, bringing the annual inflation rate to 2.6%. Inflation was primarily driven by a 0.4% increase in shelter costs and a 0.2% rise in food prices, while the energy index remained unchanged. The Producer Price Index (PPI), a leading indicator of inflation that tracks wholesale price changes, also rose by 0.2% in October. Over the past 12 months, the PPI for final demand increased by 2.4%, signaling upstream price pressures that may eventually impact consumer prices. Retail sales grew by 0.4% in October, supported by a notable 1.6% surge in auto dealer sales. This growth reflects continued resilience in consumer spending, particularly in the automotive sector, which contributed significantly to overall retail gains. These trends underscore stable but moderate inflationary pressures and sustained consumer activity, which will be critical to monitor as we assess broader economic momentum.

On November 7, 2024, the Federal Reserve reduced its key overnight rate by 25 basis points, setting the target range at 4.50%–4.75%. This decision aligns with expectations, as recent economic indicators suggest that activity continues to expand at a solid pace. Market analysts widely anticipate one additional 25-basis-point rate cut at the Fed's final scheduled meeting of the year on December 18, 2024. This anticipated move would further support economic growth and align with the Fed's ongoing efforts to maintain balanced monetary policy amidst evolving economic conditions.



OCFA'S PORTFOLIO HAS AMPLE LIQUIDITY AND IS TRACKING ITS LAIF BENCHMARK AS OF OCTOBER 31, 2024





BENCHMARK COMPARISON AS OF OCTOBER 31, 2024

<i>3 Month T-Bill:</i> 4.72%	<i>1 Year T-Bill:</i> 4.20%
<i>6 Month T-Bill:</i> 4.44%	<i>LAIF:</i> 4.52%
<i>OCFA Portfolio:</i> 3.96%	

PORTFOLIO SIZE, YIELD, & DURATION

	<u><i>Current Month</i></u>	<u><i>Prior Month</i></u>	<u><i>Prior Year</i></u>
<i>Book Value</i>	\$200,087,642	\$234,713,637	\$162,323,806
<i>Yield to Maturity (365 day)</i>	4.28%	3.98%	3.15%
<i>Effective Rate of Return</i>	3.96%	3.89%	3.22%
<i>Days to Maturity</i>	93	75	50



ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Summary
October 31, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, Irvine, CA 92602
 (714)573-6301

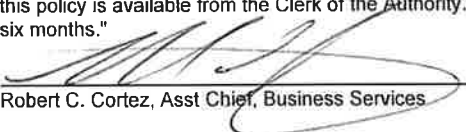
See Note 1 on page 10

See Note 2 on page 10

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Mat./Call	YTM/Call 360 Equiv.	YTM/Call 365 Equiv.
Money Mkt Mutual Funds/Cash	12,275,388.45	12,275,388.45	12,275,388.45	6.08	1	1	4.454	4.516
Federal Agency Coupon Securities	62,000,000.00	61,177,180.00	61,995,399.68	30.69	1,270	131	3.202	3.246
Federal Agency Disc. -Amortizing	48,000,000.00	47,714,480.00	47,688,730.53	23.61	205	47	5.149	5.221
Treasury Coupon Securities	9,000,000.00	8,994,240.00	9,035,683.59	4.47	384	348	3.768	3.820
Treasury Discounts -Amortizing	34,000,000.00	33,363,140.00	33,366,204.37	16.52	216	157	4.538	4.601
Local Agency Investment Funds	37,612,861.10	37,690,384.37	37,612,861.10	18.62	1	1	4.456	4.518
	202,888,249.55	201,214,812.82	201,974,267.72	100.00%	491	93	4.217	4.276
Investments								
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	171,350.54	171,350.54	171,350.54		1	1	0.000	0.000
Accrued Interest at Purchase		6,903.89	6,903.89					
Subtotal		178,254.43	178,254.43					
Total Cash and Investments	203,059,600.09	201,393,067.25	202,152,522.15		491	93	4.217	4.276

Total Earnings	October 31 Month Ending	Fiscal Year To Date
Current Year	708,512.42	3,400,218.52
Average Daily Balance	210,516,431.41	249,768,947.14
Effective Rate of Return	3.96%	4.04%

"I certify that this investment report accurately reflects all pooled investments and is in compliance with the investment policy adopted by the Board of Directors to be effective on January 1, 2024. A copy of this policy is available from the Clerk of the Authority. Sufficient investment liquidity and anticipated revenues are available to meet budgeted expenditure requirements for the next thirty days and the next six months."


 Robert C. Cortez, Asst Chief, Business Services

11/2/25

Cash and Investments with GASB 31 Adjustment:

Book Value of Cash & Investments before GASB 31 (Above)	\$	202,152,522.15
GASB 31 Adjustment to Books (See Note 3 on page 10)	\$	(2,064,880.43)
Total	\$	200,087,641.72

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
October 31, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	See Note 1 on page 10	See Note 2 on page 10	Stated Rate	YTM/Call 365	Days to Mat./Call	Maturity Date
						Market Value	Book Value				
Money Mkt Mutual Funds/Cash											
SYS1042	1042	US Bank - Treasury Obligations			3,512,836.77	3,512,836.77	3,512,836.77	4.687	4.687	1	
SYS530	530	US Bancorp Sweep Account			8,762,551.68	8,762,551.68	8,762,551.68	4.448	4.448	1	
Subtotal and Average			14,763,481.87		12,275,388.45	12,275,388.45	12,275,388.45		4.516	1	
Federal Agency Coupon Securities											
3133EMWH1	1030	Federal Farm Credit Bank (Callable 12/21/2024)		04/22/2021	3,000,000.00	2,949,630.00	3,000,332.26	0.710	0.765	20	04/21/2025
3133EMXS6	1032	Federal Farm Credit Bank (Continuous Call)		04/28/2021	12,000,000.00	11,791,440.00	12,000,000.00	0.720	0.820	0	04/28/2025
3130B1KC0	1130	Federal Farm Credit Bank (Callable 5/28/2025)		05/28/2024	2,000,000.00	2,007,040.00	2,000,000.00	5.250	5.250	208	05/28/2026
3133ERFU0	1131	Federal Farm Credit Bank (Callable 11/29/2024)		05/29/2024	2,000,000.00	1,998,860.00	1,998,580.00	5.440	5.625	28	05/29/2026
3133ERJQ5	1139	Federal Farm Credit Bank (Callable 7/03/2025)		07/11/2024	5,000,000.00	5,006,550.00	5,000,000.00	5.300	5.298	244	07/03/2028
3133ERVU2	1145	Federal Farm Credit Bank Non-Callable		10/02/2024	3,000,000.00	2,963,070.00	2,996,487.42	3.500	3.564	700	10/02/2026
3134H1V75	1129	Fed Home Loan Mtg Corp (Callable 5/21/2025)		05/24/2024	8,000,000.00	8,032,320.00	8,000,000.00	5.200	5.201	201	05/21/2026
3130AM6P2	1034	Fed Home Loan Bank (Callable 1/29/2025)		04/29/2021	12,000,000.00	11,423,160.00	12,000,000.00	1.000	1.000	89	04/29/2026
3130B1PW1	1133	Fed Home Loan Bank (Callable 3/12/2025)		06/13/2024	7,000,000.00	7,009,030.00	7,000,000.00	5.220	5.231	131	06/12/2026
3130B3HC0	1149	Fed Home Loan Bank (Callable 1/23/2025)		10/30/2024	8,000,000.00	7,996,080.00	8,000,000.00	5.000	5.000	83	10/23/2028
Subtotal and Average			66,102,858.11		62,000,000.00	61,177,180.00	61,995,399.68		3.246	131	
Federal Agency Disc. -Amortizing											
313589AR4	1137	Fed Natl Mortg Assoc		07/11/2024	7,000,000.00	6,934,060.00	6,926,332.78	4.985	5.257	76	01/16/2025
313384M89	1113	Fed Home Loan Bank		02/29/2024	14,000,000.00	13,998,320.00	14,000,000.00	4.960	5.243	0	11/01/2024
313385AZ9	1124	Fed Home Loan Bank		05/08/2024	10,000,000.00	9,896,000.00	9,882,983.33	5.015	5.308	84	01/24/2025
313385AK2	1132	Fed Home Loan Bank		06/12/2024	5,000,000.00	4,956,550.00	4,951,097.22	5.030	5.309	70	01/10/2025
313384P52	1138	Fed Home Loan Bank		07/11/2024	7,000,000.00	6,987,750.00	6,987,032.50	5.130	5.370	13	11/14/2024
313397BL4	1147	Fed Home Loan Bank		10/23/2024	5,000,000.00	4,941,800.00	4,941,284.70	4.450	4.634	95	02/04/2025
Subtotal and Average			44,865,510.90		48,000,000.00	47,714,480.00	47,688,730.53		5.221	47	
Treasury Coupon Securities											
91282CFP1	1144	Treasury Note		09/26/2024	9,000,000.00	8,994,240.00	9,035,683.59	4.250	3.820	348	10/15/2025
Subtotal and Average			9,037,221.68		9,000,000.00	8,994,240.00	9,035,683.59		3.820	348	
Treasury Discounts -Amortizing											
912797KS5	1127	US Treasury Bill		05/23/2024	8,000,000.00	7,839,520.00	7,816,708.22	4.939	5.256	167	04/17/2025
912797MM6	1141	US Treasury Bill		09/25/2024	8,000,000.00	7,878,000.00	7,880,833.33	4.290	4.497	125	03/06/2025
912797MG9	1142	US Treasury Bill		09/25/2024	8,000,000.00	7,743,120.00	7,766,260.02	3.770	3.975	279	08/07/2025
912797LR6	1146	US Treasury Bill		10/17/2024	5,000,000.00	4,961,100.00	4,961,250.00	4.500	4.671	62	01/02/2025

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
October 31, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM/C 365	Days to Mat./Call	Maturity Date
Treasury Discounts -Amortizing											
912797NF0	1148	US Treasury Bill		10/23/2024	5,000,000.00	4,941,400.00	4,941,152.80	4.460	4.645	95	02/04/2025
Subtotal and Average			29,830,628.57		34,000,000.00	33,363,140.00	33,366,204.37		4.601	157	
Local Agency Investment Funds											
SYS336	336	Local Agency Invstmt Fund			37,612,861.10	37,690,384.37	37,612,861.10	4.518	4.518	1	
Subtotal and Average			45,916,730.28		37,612,861.10	37,690,384.37	37,612,861.10		4.518	1	
Money Mkt Mutual Funds/Cash											
SYS10033	10033	Revolving Fund		07/01/2024	20,000.00	20,000.00	20,000.00		0.000	1	
SYS5	5	US Bancorp		07/01/2024	151,350.54	151,350.54	151,350.54		0.000	1	
Average Balance			0.00	Accrued Interest at Purchase		6,903.89	6,903.89			1	
				Subtotal		178,254.43	178,254.43				
Total Cash and Investments			210,516,431.41		203,059,600.09	201,393,067.25	202,152,522.15		4.276	93	

Orange County Fire Authority
In Service of Others!



ORANGE COUNTY FIRE AUTHORITY
Aging Report
By Maturity Date
As of November 1, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, CA 92602
 (714)573-6301

					Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value
Aging Interval:	0 days	(11/01/2024 - 11/01/2024)	6 Maturities	0 Payments	64,059,600.09	31.85%	64,059,600.09	64,135,443.36
Aging Interval:	1 - 30 days	(11/02/2024 - 12/01/2024)	1 Maturities	0 Payments	7,000,000.00	3.47%	6,987,032.50	6,987,750.00
Aging Interval:	31 - 60 days	(12/02/2024 - 12/31/2024)	0 Maturities	0 Payments	0.00	0.00%	0.00	0.00
Aging Interval:	61 - 90 days	(01/01/2025 - 01/30/2025)	4 Maturities	0 Payments	27,000,000.00	13.28%	26,721,663.33	26,747,710.00
Aging Interval:	91 - 120 days	(01/31/2025 - 03/01/2025)	2 Maturities	0 Payments	10,000,000.00	4.91%	9,882,437.50	9,883,200.00
Aging Interval:	121 - 365 days	(03/02/2025 - 11/01/2025)	6 Maturities	0 Payments	48,000,000.00	23.44%	47,499,817.42	47,195,950.00
Aging Interval:	366 - 1095 days	(11/02/2025 - 11/01/2027)	6 Maturities	0 Payments	34,000,000.00	16.60%	33,995,067.42	33,433,480.00
Aging Interval:	1096 days and after	(11/02/2027 -)	2 Maturities	0 Payments	13,000,000.00	6.46%	13,000,000.00	13,002,630.00
Total for			27 Investments	0 Payments		100.00	202,145,618.26	201,386,163.36



NOTES TO PORTFOLIO MANAGEMENT REPORT

- Note 1: Market value of the LAIF investment is calculated using a fair value factor provided by LAIF. The U.S. Bank Corporate Trust and Custody Department provides market values of the remaining investments.
- Note 2: Book value reflects the cost or amortized cost before the GASB 31 accounting adjustment.
- Note 3: GASB 31 requires governmental entities to report investments at fair value in the financial statements and to reflect the corresponding unrealized gains/ (losses) as a component of investment income. The GASB 31 adjustment is recorded only at fiscal year-end. Fluctuations in the marketplace have little effect on our long-term investment yield because it is our policy to hold investments to maturity. However, adjusting to market values as required by GAAP resulted in a decrease in recorded interest earnings of \$2,064,880.43. The adjustment for June 30, 2024, includes a decrease of \$205,731.17 to the LAIF investment and a decrease of \$1,859,149.26 to the remaining investments.
- Note 4: The Federated Treasury Obligations money market mutual fund functions as the Authority's sweep account. Funds are transferred to and from the sweep account to/from OCFA's checking account in order to maintain a target balance of \$1,000,000 in checking. Since this transfer occurs at the beginning of each banking day, the checking account sometimes reflects a negative balance at the close of the banking day. The negative closing balance is not considered an overdraft since funds are available in the money market mutual fund. The purpose of the sweep arrangement is to provide sufficient liquidity to cover outstanding checks yet allow that liquidity to be invested while payment of the outstanding checks is pending.



Local Agency Investment Fund (LAIF)

As of October 31, 2024, OCFA has \$37,612,861.10 invested in LAIF. The fair value of OCFA's LAIF investment is calculated using a participant fair value factor provided by LAIF on a quarterly basis. The fair value factor as of September 30, 2024 is 100.2061084. When applied to OCFA's LAIF investment, the fair value is \$37,690,384.37 or \$77,523.27 above cost. Although the fair value of the LAIF investment is higher than cost, OCFA can withdraw the actual amount invested at any time.

LAIF is included in the State Treasurer's Pooled Money Investment Account (PMIA) for investment purposes. The PMIA market valuation on October 31, 2024 is included on the following page.



State of California Pooled Money Investment Account Market Valuation 10/31/2024

Description	Carrying Cost Plus Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 32,880,087,469.34	\$ 33,209,972,758.50	NA
Notes	\$ 51,186,320,513.47	\$ 51,146,166,820.00	\$ 446,045,364.45
Federal Agency:			
SBA	\$ 228,608,046.51	\$ 231,963,177.14	\$ 1,106,822.11
MBS-REMICs	\$ 1,289,555.20	\$ 1,272,032.72	\$ 5,625.58
Debentures	\$ 7,976,077,761.97	\$ 7,956,721,050.00	\$ 58,558,711.95
Debentures FR	\$ -	\$ -	\$ -
Debentures CL	\$ 2,100,000,000.00	\$ 2,101,528,500.00	\$ 10,225,250.00
Discount Notes	\$ 26,411,859,972.15	\$ 26,761,597,600.00	NA
Supranational Debentures	\$ 3,095,143,614.33	\$ 3,079,091,500.00	\$ 24,723,206.05
Supranational Debentures FR	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ -	\$ -	\$ -
Bank Notes			
CDs and YCDs	\$ 14,650,000,000.00	\$ 14,655,477,794.91	\$ 217,034,631.99
Commercial Paper	\$ 11,009,054,666.67	\$ 11,138,780,180.59	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ 918,470,924.34	\$ 909,016,955.00	\$ 6,994,443.39
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 5,268,500,000.00	\$ 5,268,500,000.00	NA
PMIA & GF Loans	\$ 194,249,000.00	\$ 194,249,000.00	NA
TOTAL	\$ 155,919,661,523.98	\$ 156,654,337,368.86	\$ 764,694,055.52

Fair Value Including Accrued Interest \$ 157,419,031,424.38

Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).



Orange County Fire Authority

Preliminary Investment Report

November 22, 2024



ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Summary
November 22, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, Irvine, CA 92602
 (714)573-6301

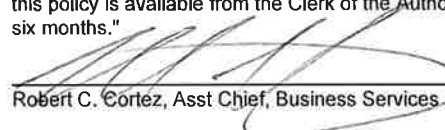
See Note 1 on page 19

See Note 2 on page 19

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Mat./Call	YTM/Call 360 Equiv.	YTM/Call 365 Equiv.
Money Mkt Mutual Funds/Cash	12,978,589.20	12,978,589.20	12,978,589.20	6.25	1	1	4.440	4.501
Federal Agency Coupon Securities	62,000,000.00	61,171,480.00	61,995,523.51	29.84	1,270	116	3.198	3.242
Federal Agency Disc. -Amortizing	40,000,000.00	39,724,940.00	39,708,099.15	19.12	158	55	4.920	4.988
Treasury Coupon Securities	9,000,000.00	8,983,350.00	9,033,427.73	4.35	384	326	3.768	3.820
Treasury Discounts -Amortizing	39,000,000.00	38,402,030.00	38,402,991.14	18.49	201	129	4.533	4.596
Local Agency Investment Funds	45,612,861.10	45,706,873.04	45,612,861.10	21.96	1	1	4.456	4.518
	208,591,450.30	206,967,262.24	207,731,491.83	100.00%	464	83	4.152	4.210
Investments								
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	71,560.30	71,560.30	71,560.30		1	1	0.000	0.000
Accrued Interest at Purchase		6,903.89	6,903.89					
Subtotal		78,464.19	78,464.19					
Total Cash and Investments	208,663,010.60	207,045,726.43	207,809,956.02		464	83	4.152	4.210

Total Earnings	November 22 Month Ending	Fiscal Year To Date
Current Year	513,588.44	3,913,806.96
Average Daily Balance	205,463,318.74	243,046,713.86
Effective Rate of Return	4.15%	4.05%

"I certify that this investment report accurately reflects all pooled investments and is in compliance with the investment policy adopted by the Board of Directors to be effective on January 1, 2024. A copy of this policy is available from the Clerk of the Authority. Sufficient investment liquidity and anticipated revenues are available to meet budgeted expenditure requirements for the next thirty days and the next six months."

 1/2/25
 Robert C. Cortez, Asst Chief, Business Services

Cash and Investments with GASB 31 Adjustment:

Book Value of Cash & Investments before GASB 31 (Above)	\$	207,809,956.02
GASB 31 Adjustment to Books (See Note 3 on page 19)	\$	(2,064,880.43)
Total	\$	205,745,075.59

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
November 22, 2024

See Note 1 on page 19

See Note 2 on page 19

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM/Call 365	Days to Mat./Call	Maturity Date
Money Mkt Mutual Funds/Cash											
SYS1042	1042	US Bank - Treasury Obligations			2,910,708.28	2,910,708.28	2,910,708.28	4.687	4.687	1	
SYS530	530	US Bancorp Sweep Account			10,067,880.92	10,067,880.92	10,067,880.92	4.448	4.448	1	
Subtotal and Average			13,726,497.06		12,978,589.20	12,978,589.20	12,978,589.20		4.501	1	
Federal Agency Coupon Securities											
3133EMWH1	1030	Federal Farm Credit Bank (Callable 12/21/2024)		04/22/2021	3,000,000.00	2,953,950.00	3,000,289.26	0.710	0.748	28	04/21/2025
3133EMXS6	1032	Federal Farm Credit Bank (Continuous Call)		04/28/2021	12,000,000.00	11,815,200.00	12,000,000.00	0.720	0.801	8	04/28/2025
3130B1KC0	1130	Federal Farm Credit Bank (Callable 5/28/2025)		05/28/2024	2,000,000.00	2,002,680.00	2,000,000.00	5.250	5.250	186	05/28/2026
3133ERFU0	1131	Federal Farm Credit Bank (Callable 11/29/2024)		05/29/2024	2,000,000.00	2,000,180.00	1,998,635.00	5.440	5.625	6	05/29/2026
3133ERJQ5	1139	Federal Farm Credit Bank (Callable 7/03/2025)		07/11/2024	5,000,000.00	4,998,550.00	5,000,000.00	5.300	5.298	222	07/03/2028
3133ERVU2	1145	Federal Farm Credit Bank Non-Callable		10/02/2024	3,000,000.00	2,951,310.00	2,996,599.25	3.500	3.564	678	10/02/2026
3134H1V75	1129	Fed Home Loan Mtg Corp (Callable 5/21/2025)		05/24/2024	8,000,000.00	8,033,520.00	8,000,000.00	5.200	5.201	179	05/21/2026
3130AM6P2	1034	Fed Home Loan Bank (Callable 1/29/2025)		04/29/2021	12,000,000.00	11,417,280.00	12,000,000.00	1.000	1.000	67	04/29/2026
3130B1PW1	1133	Fed Home Loan Bank (Callable 3/12/2025)		06/13/2024	7,000,000.00	7,012,250.00	7,000,000.00	5.220	5.231	109	06/12/2026
3130B3HC0	1149	Fed Home Loan Bank (Callable 1/23/2025)		10/30/2024	8,000,000.00	7,986,560.00	8,000,000.00	5.000	5.000	61	10/23/2028
Subtotal and Average			61,995,464.41		62,000,000.00	61,171,480.00	61,995,523.51		3.242	116	
Federal Agency Disc. -Amortizing											
313589AR4	1137	Fed Natl Mortg Assoc		07/11/2024	7,000,000.00	6,952,820.00	6,947,657.50	4.985	5.257	54	01/16/2025
313589AJ2	1151	Fed Natl Mortg Assoc		11/07/2024	5,000,000.00	4,970,600.00	4,970,951.39	4.450	4.610	47	01/09/2025
313385AZ9	1124	Fed Home Loan Bank		05/08/2024	10,000,000.00	9,922,800.00	9,913,630.56	5.015	5.308	62	01/24/2025
313385AK2	1132	Fed Home Loan Bank		06/12/2024	5,000,000.00	4,970,000.00	4,966,466.67	5.030	5.309	48	01/10/2025
313397BL4	1147	Fed Home Loan Bank		10/23/2024	5,000,000.00	4,954,800.00	4,954,881.93	4.450	4.634	73	02/04/2025
313385AH9	1150	Fed Home Loan Bank		11/07/2024	8,000,000.00	7,953,920.00	7,954,511.10	4.450	4.610	46	01/08/2025
Subtotal and Average			40,268,405.11		40,000,000.00	39,724,940.00	39,708,099.15		4.988	55	
Treasury Coupon Securities											
91282CFP1	1144	Treasury Note		09/26/2024	9,000,000.00	8,983,350.00	9,033,427.73	4.250	3.820	326	10/15/2025
Subtotal and Average			9,034,504.39		9,000,000.00	8,983,350.00	9,033,427.73		3.820	326	
Treasury Discounts -Amortizing											
912797KS5	1127	US Treasury Bill		05/23/2024	8,000,000.00	7,862,480.00	7,840,854.44	4.939	5.256	145	04/17/2025
912797MM6	1141	US Treasury Bill		09/25/2024	8,000,000.00	7,901,520.00	7,901,806.67	4.290	4.497	103	03/06/2025
912797MG9	1142	US Treasury Bill		09/25/2024	8,000,000.00	7,758,880.00	7,784,691.13	3.770	3.975	257	08/07/2025
912797LR6	1146	US Treasury Bill		10/17/2024	5,000,000.00	4,976,200.00	4,975,000.00	4.500	4.671	40	01/02/2025
912797NF0	1148	US Treasury Bill		10/23/2024	5,000,000.00	4,956,450.00	4,954,780.57	4.460	4.645	73	02/04/2025

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
November 22, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM/C 365	Days to Mat./Call	Maturity Date
Treasury Discounts -Amortizing											
912797KA4	1152	US Treasury Bill		11/07/2024	5,000,000.00	4,946,500.00	4,945,858.33	4.380	4.561	89	02/20/2025
Subtotal and Average			37,007,404.84		39,000,000.00	38,402,030.00	38,402,991.14		4.596	129	
Local Agency Investment Funds											
SYS336	336	Local Agency Invstmt Fund			45,612,861.10	45,706,873.04	45,612,861.10	4.518	4.518	1	
Subtotal and Average			43,431,042.92		45,612,861.10	45,706,873.04	45,612,861.10		4.518	1	
Total and Average			205,463,318.74		208,591,450.30	206,967,262.24	207,731,491.83		4.210	83	
Money Mkt Mutual Funds/Cash											
SYS10033	10033	Revolving Fund		07/01/2024	20,000.00	20,000.00	20,000.00		0.000	1	
SYS5	5	US Bancorp		07/01/2024	51,560.30	51,560.30	51,560.30		0.000	1	
Average Balance			0.00	Accrued Interest at Purchase		6,903.89	6,903.89			1	
				Subtotal		78,464.19	78,464.19				
Total Cash and Investments			205,463,318.74		208,663,010.60	207,045,726.43	207,809,956.02		4.210	83	

(This Page Intentionally Left Blank)



ORANGE COUNTY FIRE AUTHORITY
Aging Report
By Maturity Date
As of November 23, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, Irvine, CA 92602
 (714)573-6301

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	(11/23/2024 - 11/23/2024)	5 Maturities	0 Payments	58,663,010.60	28.38%	58,663,010.60	58,757,022.54
Aging Interval:	1 - 30 days	(11/24/2024 - 12/23/2024)	0 Maturities	0 Payments	0.00	0.00%	0.00	0.00
Aging Interval:	31 - 60 days	(12/24/2024 - 01/22/2025)	5 Maturities	0 Payments	30,000,000.00	14.40%	29,814,586.66	29,823,540.00
Aging Interval:	61 - 90 days	(01/23/2025 - 02/21/2025)	4 Maturities	0 Payments	25,000,000.00	11.97%	24,769,151.39	24,780,550.00
Aging Interval:	91 - 120 days	(02/22/2025 - 03/23/2025)	1 Maturities	0 Payments	8,000,000.00	3.82%	7,901,806.67	7,901,520.00
Aging Interval:	121 - 365 days	(03/24/2025 - 11/23/2025)	5 Maturities	0 Payments	40,000,000.00	19.02%	39,659,262.56	39,373,860.00
Aging Interval:	366 - 1095 days	(11/24/2025 - 11/23/2027)	6 Maturities	0 Payments	34,000,000.00	16.14%	33,995,234.25	33,417,220.00
Aging Interval:	1096 days and after	(11/24/2027 -)	2 Maturities	0 Payments	13,000,000.00	6.27%	13,000,000.00	12,985,110.00
Total for			28 Investments	0 Payments		100.00	207,803,052.13	207,038,822.54



NOTES TO PORTFOLIO MANAGEMENT REPORT

- Note 1: Market value of the LAIF investment is calculated using a fair value factor provided by LAIF. The U.S. Bank Corporate Trust and Custody Department provides market values of the remaining investments.
- Note 2: Book value reflects the cost or amortized cost before the GASB 31 accounting adjustment.
- Note 3: GASB 31 requires governmental entities to report investments at fair value in the financial statements and to reflect the corresponding unrealized gains/ (losses) as a component of investment income. The GASB 31 adjustment is recorded only at fiscal year-end. The adjustment for June 30, 2024 includes a decrease of \$205,731.17 to the LAIF investment and a decrease of \$2,064,880.43, to the remaining investments.
- Note 4: The Federated Treasury Obligations money market mutual fund functions as the Authority's sweep account. Funds are transferred to and from the sweep account to/from OCFA's checking account in order to maintain a target balance of \$1,000,000 in checking. Since this transfer occurs at the beginning of each banking day, the checking account sometimes reflects a negative balance at the close of the banking day. The negative closing balance is not considered an overdraft since funds are available in the money market mutual fund. The purpose of the sweep arrangement is to provide sufficient liquidity to cover outstanding checks yet allow that liquidity to be invested while payment of the outstanding checks is pending.

GLOSSARY

INVESTMENT TERMS

Basis Point. Measure used in quoting yields on bonds and notes. One basis point is .01% of yield.

Book Value. This value may be the original cost of acquisition of the security, or original cost adjusted by the amortization of a premium or accretion of a discount. The book value may differ significantly from the security's current value in the market.

Commercial Paper. Unsecured short-term promissory notes issued by corporations, with maturities ranging from 2 to 270 days; may be sold on a discount basis or may bear interest.

Coupon Rate. Interest rate, expressed as a percentage of par or face value, that issuer promises to pay over lifetime of debt security.

Discount. The amount by which a bond sells under its par (face) value.

Discount Securities. Securities that do not pay periodic interest. Investors earn the difference between the discount issue price and the full face value paid at maturity. Treasury bills, bankers' acceptances and most commercial paper are issued at a discount.

Effective Rate of Return. Rate of return on a security, based on its purchase price, coupon rate, maturity date, and the period between interest payments.

Federal Agency Securities. Securities issued by agencies such as the Federal National Mortgage Association and the Federal Farm Credit Bank. Though not general obligations of the US Treasury, such securities are sponsored by the government and therefore have high credit ratings. Some are issued on a discount basis and some are issued with coupons.

Federal Funds. Funds placed in Federal Reserve banks by depository institutions in excess of current reserve requirements. These depository institutions may lend fed funds to each other overnight or on a longer basis. They may also transfer funds among each other on a same-day basis through the Federal Reserve banking system. Fed Funds are considered to be immediately available funds.

Fed Funds Rate. The interest rate charged by one institution lending federal funds to another.

Federal Open Market Committee. The branch of the Federal Reserve Board that determines the direction of monetary policy.

Local Agency Investment Fund (LAIF). A California State Treasury fund which local agencies may use to deposit funds for investment and for reinvestment with a maximum of \$75 million for any agency (*excluding bond funds, which have no maximum*). It offers high liquidity because

deposits can be converted to cash in 24 hours and no interest is lost. Interest is paid quarterly and the State's administrative fee cannot to exceed 1/4 of a percent of the earnings.

Market value. The price at which the security is trading and could presumably be purchased or sold.

Maturity Date. The specified day on which the issuer of a debt security is obligated to repay the principal amount or face value of security.

Money Market Mutual Fund. Mutual funds that invest solely in money market instruments (short-term debt instruments, such as Treasury bills, commercial paper, bankers' acceptances, repurchase agreements and federal funds).

Par. Face value or principal value of a bond typically \$1,000 per bond.

Rate of Return. The amount of income received from an investment, expressed as a percentage. A *market rate of return* is the yield that an investor can expect to receive in the current interest-rate environment utilizing a buy-and-hold to maturity investment strategy.

Treasury Bills. Short-term U.S. government non-interest bearing debt securities with maturities of no longer than one year. The yields on these bills are monitored closely in the money markets for signs of interest rate trends.

Treasury Notes. Intermediate U.S. government debt securities with maturities of one to 10 years.

Treasury bonds. Long-term U.S. government debt securities with maturities of 10 years or longer.

Yield. Rate of return on a bond.

Yield-to-maturity. Rate of return on a bond taking into account the total annual interest payments, the purchase price, the redemption value and the amount of time remaining until maturity.

ECONOMIC TERMS

Conference Board Consumer Confidence Index. A survey that measures how optimistic or pessimistic consumers are with respect to the economy in the near future.

Consumer Price Index (CPI). A measure that examines the weighted average of prices of a basket of consumer goods and services, such as transportation, food and medical care. Changes in CPI are used to assess price changes associated with the cost of living.

Durable Goods Orders. An economic indicator released monthly that reflects new orders placed with domestic manufacturers for delivery of factory durable goods such as autos and appliances in the near term or future.

Gross Domestic Product. The monetary value of all the finished goods and services produced within a country's borders in a specific time period. It includes all of private and public consumption, government outlays, investments and exports less imports that occur within a defined territory.

Industrial Production. An economic indicator that is released monthly by the Federal Reserve Board. The indicator measures the amount of output from the manufacturing, mining, electric and gas industries.

ISM Institute for Supply Management (ISM) Manufacturing Index. A monthly index that monitors employment, production inventories, new orders and supplier deliveries.

ISM Non-manufacturing Index. An index based on surveys of non-manufacturing firms' purchasing and supply executives. It tracks economic data for the service sector.

Leading Economic Index. A monthly index used to predict the direction of the economy's movements in the months to come. The index is made up of 10 economic components, whose changes tend to precede changes in the overall economy.

National Federation of Independent Business Small Business Optimism Index. An index based on surveys of small business owners' plans and expectations regarding employment, capital, inventories, economic improvement, credit conditions, expansion, and earnings trends in the near term or future.

Producer Price Index. An index that measures the average change over time in the selling prices received by domestic producers for their output.

University of Michigan Consumer Sentiment Index. An index that measures the overall health of the economy as determined by consumer opinion. It takes into account an individual's feelings toward his or her own current financial health, the health of the economy in the short term and the prospects for longer term economic growth.

Orange County Fire Authority Monthly Investment Report



Final Report – November 2024

Preliminary Report – December 2024



Monthly Investment Report Table of Contents

<i>Final Investment Report – November 30, 2024.....</i>	<i>1</i>
<i>Executive Summary.....</i>	<i>2</i>
<i>Portfolio Statistics.....</i>	<i>3</i>
<i>Benchmark Comparison.....</i>	<i>4</i>
<i>Portfolio Size, Yield, & Duration.....</i>	<i>4</i>
<i>Portfolio Summary.....</i>	<i>5</i>
<i>Portfolio Details.....</i>	<i>6</i>
<i>Aging Report.....</i>	<i>9</i>
<i>Notes to Portfolio Management Report.....</i>	<i>10</i>
<i>Local Agency Investment Fund.....</i>	<i>11</i>
<i>Preliminary Investment Report – December 13, 2024.....</i>	<i>13</i>
<i>Portfolio Summary.....</i>	<i>14</i>
<i>Portfolio Details.....</i>	<i>15</i>
<i>Aging Report.....</i>	<i>18</i>
<i>Notes to Portfolio Management Report.....</i>	<i>19</i>
<i>Glossary.....</i>	<i>20</i>



Orange County Fire Authority

Final Investment Report

November 30, 2024



EXECUTIVE SUMMARY

Portfolio Activity & Earnings

During the month of November 2024, the size of the portfolio increased by \$23.8 million to approximately \$223.8 million. Receipts for the month totaled approximately \$78.2 million, including property tax apportionment payments of \$64 million, cash contract payments of approximately \$6.5 million, and various grant reimbursement payments and charges for current services of approximately \$7.6 million. Total November cash outflows amounted to approximately \$55.2 million. Significant disbursements for the month included three biweekly payrolls (instead of the typical two) and related benefits totaling approximately \$50.7 million. The portfolio's balance is expected to increase in December as revenues are projected to exceed expenditures.

In November, the portfolio's yield to maturity (365-day equivalent) dropped by 7 basis points to 4.21%. The effective rate of return increased by 18 basis points to 4.14%, while the average maturity of the portfolio decreased by 14 days to 79 days. Interest earnings for the portfolio totaled \$715,205 for November 2024, bringing fiscal year-to-date earnings to \$4,130,936. This represents an increase of \$1,269,264 compared to the fiscal year-to-date total as of November 30, 2023.

Economic News

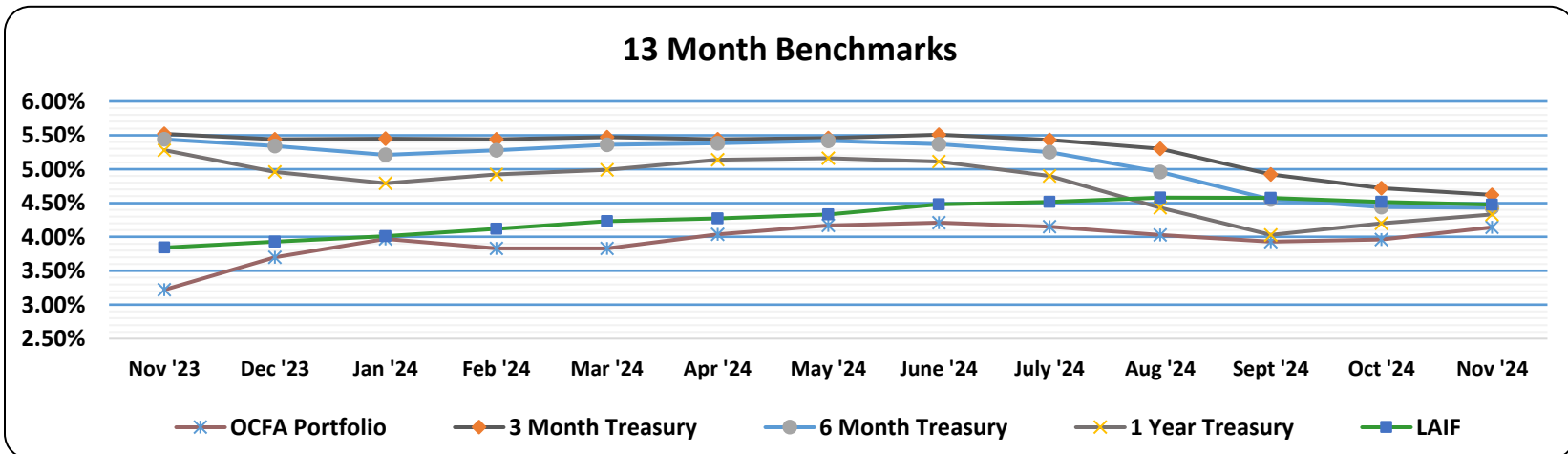
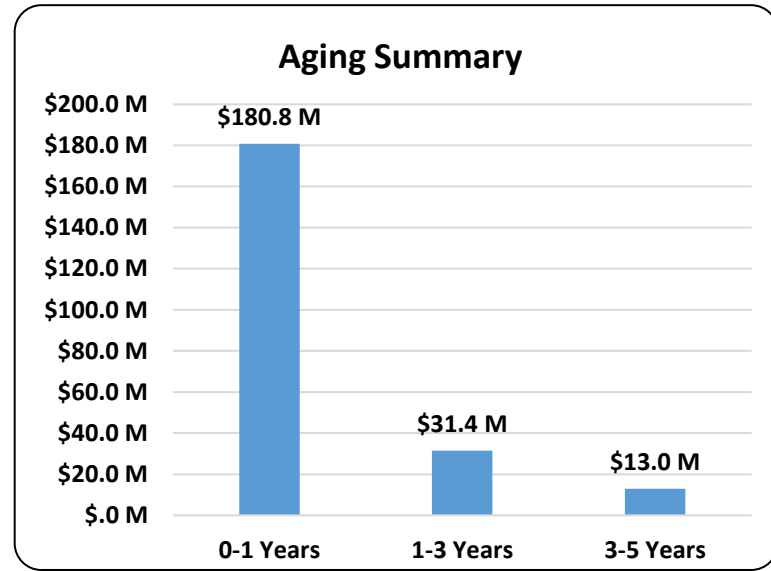
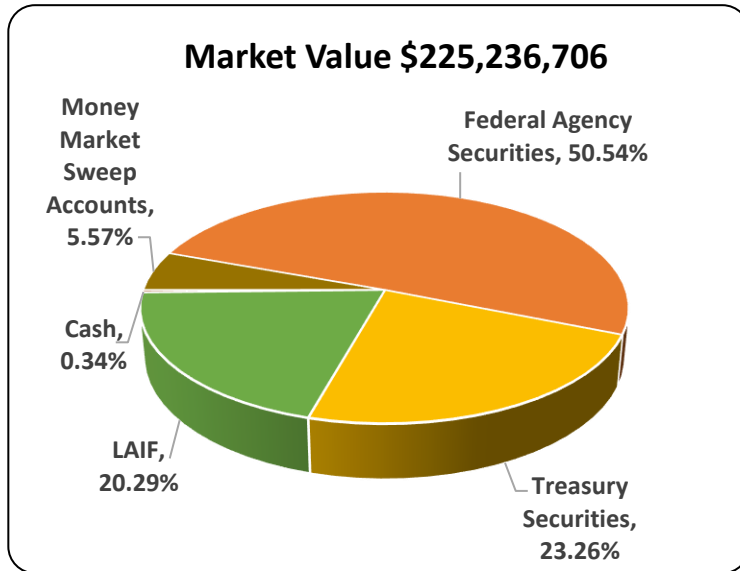
In November 2024, nonfarm payroll employment saw an increase of 227,000 jobs, while the unemployment rate edged higher at 4.2%. Job gains were primarily concentrated in the healthcare, leisure and hospitality, and government sectors. The number of unemployed individuals increased slightly by 161,000 to 7.145 million. Driven by consistent economic growth, U.S. consumer confidence increased in November to its highest level since July 2023 following a decisive presidential election.

In November 2024, the Consumer Price Index (CPI) rose by 0.3% for the month, bringing the annual inflation rate to 2.7%. The CPI report solidified a rate cut by the Federal Reserve on December 18th. Inflation was primarily driven by a 0.3% increase in shelter costs which remains one of the most stubborn components of the inflation rate. The Producer Price Index (PPI), a leading indicator of inflation that tracks wholesale price changes, rose by 0.4% in November. Over the past 12 months, the PPI for final demand increased by 3%, signaling the biggest increase since February 2023. Retail sales grew by 0.7% in November, boosted by auto sales, online shopping, and sporting goods. Continued consumer resilience and an indication that the holiday shopping season is off to a strong start.

On November 7, 2024, the Federal Reserve reduced its key overnight rate by 25 basis points, setting the target range at 4.50%–4.75%. Market analysts widely anticipate one additional 25-basis-point rate cut at the Fed's final scheduled meeting of the year on December 18, 2024. This anticipated move would further support economic growth and align with the Fed's ongoing efforts to maintain balanced monetary policy amidst evolving economic conditions.



OCFA'S PORTFOLIO HAS AMPLE LIQUIDITY AND IS TRACKING ITS LAIF BENCHMARK AS OF NOVEMBER 30, 2024





BENCHMARK COMPARISON AS OF NOVEMBER 30, 2024

<i>3 Month T-Bill:</i> 4.62%	<i>1 Year T-Bill:</i> 4.33%
<i>6 Month T-Bill:</i> 4.43%	<i>LAIF:</i> 4.48%
<i>OCFA Portfolio:</i> 4.14%	

PORTFOLIO SIZE, YIELD, & DURATION

	<u><i>Current Month</i></u>	<u><i>Prior Month</i></u>	<u><i>Prior Year</i></u>
<i>Book Value</i>	\$223,883,559	\$200,087,642	\$202,900,933
<i>Yield to Maturity (365 day)</i>	4.21%	4.28%	3.54%
<i>Effective Rate of Return</i>	4.14%	3.96%	3.22%
<i>Days to Maturity</i>	79	93	56



ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Summary
November 30, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, Irvine, CA 92602
 (714)573-6301

See Note 1 on page 10

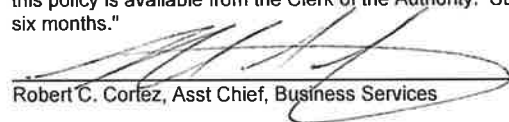
See Note 2 on page 10

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Mat./Call	YTM/Call 360 Equiv.	YTM/Call 365 Equiv.
Money Mkt Mutual Funds/Cash	12,537,153.60	12,537,153.60	12,537,153.60	5.57	1	1	4.311	4.371
Federal Agency Coupon Securities	60,000,000.00	59,234,400.00	59,996,913.55	26.65	1,288	112	3.119	3.163
Federal Agency Disc. -Amortizing	55,000,000.00	54,597,170.00	54,590,548.61	24.24	140	58	4.804	4.871
Treasury Coupon Securities	9,000,000.00	8,989,110.00	9,032,607.42	4.01	384	318	3.768	3.820
Treasury Discounts -Amortizing	44,000,000.00	43,400,480.00	43,399,931.72	19.27	187	115	4.530	4.593
Local Agency Investment Funds	45,612,861.10	45,706,873.04	45,612,861.10	20.26	1	1	4.416	4.477
	226,150,014.70	224,465,186.64	225,170,016.00	100.00%	429	79	4.155	4.212
Investments								
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	771,519.82	771,519.82	771,519.82		1	1	0.000	0.000
Accrued Interest at Purchase		6,903.89	6,903.89					
Subtotal		778,423.71	778,423.71					
Total Cash and Investments	226,921,534.52	225,243,610.35	225,948,439.71		429	79	4.155	4.212

Page 5

Total Earnings	November 30 Month Ending	Fiscal Year To Date
Current Year	715,205.93	4,130,936.39
Average Daily Balance	210,040,186.00	241,978,993.97
Effective Rate of Return	4.14%	4.07%

"I certify that this investment report accurately reflects all pooled investments and is in compliance with the investment policy adopted by the Board of Directors to be effective on January 1, 2024. A copy of this policy is available from the Clerk of the Authority. Sufficient investment liquidity and anticipated revenues are available to meet budgeted expenditure requirements for the next thirty days and the next six months."


 Robert C. Corfez, Asst Chief, Business Services

Cash and Investments with GASB 31 Adjustment:

Book Value of Cash & Investments before GASB 31 (Above)	\$ 225,948,439.71
GASB 31 Adjustment to Books (See Note 3 on page 10)	\$ (2,064,880.43)
Total	\$ 223,883,559.28

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
November 30, 2024

See Note 1 on page 10

See Note 2 on page 10

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM/C 365	Days to Mat./Call	Maturity Date
Money Mkt Mutual Funds/Cash											
SYS1042	1042	US Bank - Treasury Obligations			5,227,189.24	5,227,189.24	5,227,189.24	4.511	4.511	1	
SYS530	530	US Bancorp Sweep Account			7,309,964.36	7,309,964.36	7,309,964.36	4.271	4.271	1	
Subtotal and Average			14,981,001.20		12,537,153.60	12,537,153.60	12,537,153.60		4.371	1	
Federal Agency Coupon Securities											
3133EMWH1	1030	Federal Farm Credit Bank (Callable 12/21/2024)		04/22/2021	3,000,000.00	2,956,350.00	3,000,273.63	0.710	0.748	20	04/21/2025
3133EMXS6	1032	Federal Farm Credit Bank (Continuous Call)		04/28/2021	12,000,000.00	11,822,040.00	12,000,000.00	0.720	0.801	0	04/28/2025
3130B1KC0	1130	Federal Farm Credit Bank (Callable 5/28/2025)		05/28/2024	2,000,000.00	2,005,000.00	2,000,000.00	5.250	5.250	178	05/28/2026
3133ERJQ5	1139	Federal Farm Credit Bank (Callable 7/03/2025)		07/11/2024	5,000,000.00	5,003,750.00	5,000,000.00	5.300	5.298	214	07/03/2028
3133ERVU2	1145	Federal Farm Credit Bank Non-Callable		10/02/2024	3,000,000.00	2,960,850.00	2,996,639.92	3.500	3.564	670	10/02/2026
3134H1V75	1129	Fed Home Loan Mtg Corp (Callable 5/21/2025)		05/24/2024	8,000,000.00	8,037,600.00	8,000,000.00	5.200	5.201	171	05/21/2026
3130AM6P2	1034	Fed Home Loan Bank (Callable 1/29/2025)		04/29/2021	12,000,000.00	11,446,560.00	12,000,000.00	1.000	1.000	59	04/29/2026
3130B1PW1	1133	Fed Home Loan Bank (Callable 3/12/2025)		06/13/2024	7,000,000.00	7,004,410.00	7,000,000.00	5.220	5.231	101	06/12/2026
3130B3HC0	1149	Fed Home Loan Bank (Callable 1/23/2025)		10/30/2024	8,000,000.00	7,997,840.00	8,000,000.00	5.000	5.000	53	10/23/2028
Subtotal and Average			61,862,243.34		60,000,000.00	59,234,400.00	59,996,913.55		3.163	112	
Federal Agency Disc. -Amortizing											
313589AR4	1137	Fed Natl Mortg Assoc		07/11/2024	7,000,000.00	6,958,910.00	6,955,411.94	4.985	5.257	46	01/16/2025
313589AJ2	1151	Fed Natl Mortg Assoc		11/07/2024	5,000,000.00	4,974,950.00	4,975,895.83	4.450	4.610	39	01/09/2025
313385AZ9	1124	Fed Home Loan Bank		05/08/2024	10,000,000.00	9,931,600.00	9,924,775.00	5.015	5.308	54	01/24/2025
313385AK2	1132	Fed Home Loan Bank		06/12/2024	5,000,000.00	4,974,350.00	4,972,055.56	5.030	5.309	40	01/10/2025
313397BL4	1147	Fed Home Loan Bank		10/23/2024	5,000,000.00	4,959,250.00	4,959,826.37	4.450	4.634	65	02/04/2025
313385AH9	1150	Fed Home Loan Bank		11/07/2024	8,000,000.00	7,960,880.00	7,962,422.22	4.450	4.610	38	01/08/2025
313385CC8	1154	Fed Home Loan Bank		11/27/2024	4,000,000.00	3,959,600.00	3,960,535.01	4.385	4.555	81	02/20/2025
313385CC8	1155	Fed Home Loan Bank		11/27/2024	4,000,000.00	3,959,600.00	3,960,535.01	4.385	4.555	81	02/20/2025
313385CS3	1157	Fed Home Loan Bank		11/27/2024	7,000,000.00	6,918,030.00	6,919,091.67	4.380	4.557	95	03/06/2025
Subtotal and Average			42,103,656.36		55,000,000.00	54,597,170.00	54,590,548.61		4.871	58	
Treasury Coupon Securities											
91282CFP1	1144	Treasury Note		09/26/2024	9,000,000.00	8,989,110.00	9,032,607.42	4.250	3.820	318	10/15/2025
Subtotal and Average			9,034,094.24		9,000,000.00	8,989,110.00	9,032,607.42		3.820	318	
Treasury Discounts -Amortizing											
912797KS5	1127	US Treasury Bill		05/23/2024	8,000,000.00	7,869,680.00	7,849,634.89	4.939	5.256	137	04/17/2025
912797MM6	1141	US Treasury Bill		09/25/2024	8,000,000.00	7,908,240.00	7,909,433.33	4.290	4.497	95	03/06/2025

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
November 30, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM/C 365	Days to Mat./Call	Maturity Date
Treasury Discounts -Amortizing											
912797MG9	1142	US Treasury Bill		09/25/2024	8,000,000.00	7,770,560.00	7,791,393.35	3.770	3.975	249	08/07/2025
912797LR6	1146	US Treasury Bill		10/17/2024	5,000,000.00	4,980,650.00	4,980,000.00	4.500	4.671	32	01/02/2025
912797NF0	1148	US Treasury Bill		10/23/2024	5,000,000.00	4,960,500.00	4,959,736.13	4.460	4.645	65	02/04/2025
912797KA4	1152	US Treasury Bill		11/07/2024	5,000,000.00	4,951,200.00	4,950,725.00	4.380	4.561	81	02/20/2025
912797MJ3	1153	US Treasury Bill		11/27/2024	5,000,000.00	4,959,650.00	4,959,009.02	4.405	4.568	67	02/06/2025
Subtotal and Average			38,046,329.76		44,000,000.00	43,400,480.00	43,399,931.72		4.593	115	
Local Agency Investment Funds											
SYS336	336	Local Agency Invstmt Fund			45,612,861.10	45,706,873.04	45,612,861.10	4.477	4.477	1	
Subtotal and Average			44,012,861.10		45,612,861.10	45,706,873.04	45,612,861.10		4.477	1	
Money Mkt Mutual Funds/Cash											
SYS10033	10033	Revolving Fund		07/01/2024	20,000.00	20,000.00	20,000.00		0.000	1	
SYS5	5	US Bancorp		07/01/2024	751,519.82	751,519.82	751,519.82		0.000	1	
Average Balance			0.00	Accrued Interest at Purchase		6,903.89	6,903.89			1	
				Subtotal		778,423.71	778,423.71				
Total Cash and Investments			210,040,186.00		226,921,534.52	225,243,610.35	225,948,439.71		4.212	79	

Orange County Fire Authority
In Service of Others!



ORANGE COUNTY FIRE AUTHORITY
Aging Report
By Maturity Date
As of December 1, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, Irvine, CA 92602
 (714)573-6301

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	(12/01/2024 - 12/01/2024)	5 Maturities	0 Payments	58,921,534.52	26.20%	58,921,534.52	59,015,546.46
Aging Interval:	1 - 30 days	(12/02/2024 - 12/31/2024)	0 Maturities	0 Payments	0.00	0.00%	0.00	0.00
Aging Interval:	31 - 60 days	(01/01/2025 - 01/30/2025)	6 Maturities	0 Payments	40,000,000.00	17.66%	39,770,560.55	39,781,340.00
Aging Interval:	61 - 90 days	(01/31/2025 - 03/01/2025)	6 Maturities	0 Payments	28,000,000.00	12.32%	27,750,366.54	27,749,800.00
Aging Interval:	91 - 120 days	(03/02/2025 - 03/31/2025)	2 Maturities	0 Payments	15,000,000.00	6.58%	14,828,525.00	14,826,270.00
Aging Interval:	121 - 365 days	(04/01/2025 - 12/01/2025)	5 Maturities	0 Payments	40,000,000.00	17.50%	39,673,909.29	39,407,740.00
Aging Interval:	366 - 1095 days	(12/02/2025 - 12/01/2027)	5 Maturities	0 Payments	32,000,000.00	13.97%	31,996,639.92	31,454,420.00
Aging Interval:	1096 days and after	(12/02/2027 -)	2 Maturities	0 Payments	13,000,000.00	5.77%	13,000,000.00	13,001,590.00
Total for			31 Investments	0 Payments		100.00	225,941,535.82	225,236,706.46



NOTES TO PORTFOLIO MANAGEMENT REPORT

- Note 1: Market value of the LAIF investment is calculated using a fair value factor provided by LAIF. The U.S. Bank Corporate Trust and Custody Department provides market values of the remaining investments.
- Note 2: Book value reflects the cost or amortized cost before the GASB 31 accounting adjustment.
- Note 3: GASB 31 requires governmental entities to report investments at fair value in the financial statements and to reflect the corresponding unrealized gains/ (losses) as a component of investment income. The GASB 31 adjustment is recorded only at fiscal year-end. Fluctuations in the marketplace have little effect on our long-term investment yield because it is our policy to hold investments to maturity. However, adjusting to market values as required by GAAP resulted in a decrease in recorded interest earnings of \$2,064,880.43. The adjustment for June 30, 2024, includes a decrease of \$205,731.17 to the LAIF investment and a decrease of \$1,859,149.26 to the remaining investments.
- Note 4: The Federated Treasury Obligations money market mutual fund functions as the Authority's sweep account. Funds are transferred to and from the sweep account to/from OCFA's checking account in order to maintain a target balance of \$1,000,000 in checking. Since this transfer occurs at the beginning of each banking day, the checking account sometimes reflects a negative balance at the close of the banking day. The negative closing balance is not considered an overdraft since funds are available in the money market mutual fund. The purpose of the sweep arrangement is to provide sufficient liquidity to cover outstanding checks yet allow that liquidity to be invested while payment of the outstanding checks is pending.



Local Agency Investment Fund (LAIF)

As of November 30, 2024, OCFA has \$45,612,861.10 invested in LAIF. The fair value of OCFA's LAIF investment is calculated using a participant fair value factor provided by LAIF on a quarterly basis. The fair value factor as of September 30, 2024 is 100.2061084. When applied to OCFA's LAIF investment, the fair value is \$45,706,873.04 or \$94,011.94 above cost. Although the fair value of the LAIF investment is higher than cost, OCFA can withdraw the actual amount invested at any time.

LAIF is included in the State Treasurer's Pooled Money Investment Account (PMIA) for investment purposes. The PMIA market valuation on November 30, 2024 is included on the following page.



State of California Pooled Money Investment Account Market Valuation 11/30/2024

Description	Carrying Cost Plus Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 33,479,187,061.12	\$ 33,879,016,263.00	NA
Notes	\$ 47,532,340,656.74	\$ 47,522,175,967.00	\$ 417,376,746.00
Federal Agency:			
SBA	\$ 225,713,880.56	\$ 228,069,095.41	\$ 1,092,715.12
MBS-REMICs	\$ 1,264,478.32	\$ 1,262,944.51	\$ 5,516.18
Debentures	\$ 7,726,084,722.29	\$ 7,704,310,675.00	\$ 77,770,496.50
Debentures FR	\$ -	\$ -	\$ -
Debentures CL	\$ 2,400,000,000.00	\$ 2,403,781,150.00	\$ 15,631,790.50
Discount Notes	\$ 22,183,108,645.74	\$ 22,439,919,700.00	NA
Supranational Debentures	\$ 2,995,143,614.33	\$ 2,977,081,050.00	\$ 33,601,066.50
Supranational Debentures FR	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ -	\$ -	\$ -
Bank Notes			
CDs and YCDs	\$ 13,150,000,000.00	\$ 13,153,174,578.47	\$ 200,949,590.28
Commercial Paper	\$ 9,738,446,277.76	\$ 9,848,648,722.23	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ 898,251,479.90	\$ 889,127,381.00	\$ 8,562,311.16
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 5,148,500,000.00	\$ 5,148,500,000.00	NA
PMIA & GF Loans	\$ 194,249,000.00	\$ 194,249,000.00	NA
TOTAL	\$ 145,672,289,816.76	\$ 146,389,316,526.62	\$ 754,990,232.24

Fair Value Including Accrued Interest \$ 147,144,306,758.86

Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).



Orange County Fire Authority
Preliminary Investment Report
December 13, 2024



**ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Summary
December 13, 2024**

Orange County Fire Authority
1 Fire Authority Road
Irvine, Irvine, CA 92602
(714)573-6301

Investments	Par Value	See Note 1 on page 19	See Note 2 on page 19	% of Portfolio	Term	Days to Mat./Call	YTM/Call 360 Equiv.	YTM/Call 365 Equiv.
		Market Value	Book Value					
Money Mkt Mutual Funds/Cash	5,169,944.31	5,169,944.31	5,169,944.31	2.45	1	1	4.232	4.291
Federal Agency Coupon Securities	65,000,000.00	64,265,520.00	64,996,954.22	30.81	1,273	111	3.233	3.278
Federal Agency Disc. -Amortizing	55,000,000.00	54,699,940.00	54,683,005.70	25.92	140	45	4.804	4.871
Treasury Coupon Securities	9,000,000.00	8,995,050.00	9,031,274.41	4.28	384	305	3.768	3.820
Treasury Discounts -Amortizing	44,000,000.00	43,489,600.00	43,469,523.97	20.61	187	102	4.530	4.593
Local Agency Investment Funds	33,612,861.10	33,682,140.03	33,612,861.10	15.93	1	1	4.416	4.477
	211,782,805.41	210,302,194.34	210,963,563.71	100.00%	484	80	4.143	4.201

Investments

Cash and Accrued Interest

Passbook/Checking (not included in yield calculations)	29,810.80	29,810.80	29,810.80		1	1	0.000	0.000
Accrued Interest at Purchase		5,888.89	5,888.89					
Subtotal		35,699.69	35,699.69					
Total Cash and Investments	211,812,616.21	210,337,894.03	210,999,263.40		484	80	4.143	4.201

Total Earnings	December 13 Month Ending	Fiscal Year To Date
Current Year	330,501.40	4,461,437.79
Average Daily Balance	224,204,205.56	240,586,992.47
Effective Rate of Return	4.14%	4.08%

"I certify that this investment report accurately reflects all pooled investments and is in compliance with the investment policy adopted by the Board of Directors to be effective on January 1, 2024. A copy of this policy is available from the Clerk of the Authority. Sufficient investment liquidity and anticipated revenues are available to meet budgeted expenditure requirements for the next thirty days and the next six months."

 1/2/25
Robert C. Cortez, Asst Chief, Business Services

Cash and Investments with GASB 31 Adjustment:

Book Value of Cash & Investments before GASB 31 (Above)	\$ 210,999,263.40
GASB 31 Adjustment to Books (See Note 3 on page 19)	\$ (2,064,880.43)
Total	\$ 208,934,382.97

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
December 13, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	See Note 1 on page 19		See Note 2 on page 19		YTM/Call	Days to Mat./Call	Maturity Date
					Par Value	Market Value	Book Value	Stated Rate			
Money Mkt Mutual Funds/Cash											
SYS1042	1042	US Bank - Treasury Obligations			422,393.94	422,393.94	422,393.94	4.511	4.511	1	
SYS530	530	US Bancorp Sweep Account			4,747,550.37	4,747,550.37	4,747,550.37	4.271	4.271	1	
Subtotal and Average			12,946,320.17		5,169,944.31	5,169,944.31	5,169,944.31		4.291	1	
Federal Agency Coupon Securities											
3133EMWH1	1030	Federal Farm Credit Bank (Callable 12/21/2024)		04/22/2021	3,000,000.00	2,961,480.00	3,000,248.22	0.710	0.748	7	04/21/2025
3133EMXS6	1032	Federal Farm Credit Bank (Continuous Call)		04/28/2021	12,000,000.00	11,840,880.00	12,000,000.00	0.720	0.783	18	04/28/2025
3130B1KC0	1130	Federal Farm Credit Bank (Callable 5/28/2025)		05/28/2024	2,000,000.00	2,005,060.00	2,000,000.00	5.250	5.250	165	05/28/2026
3133ERJ05	1139	Federal Farm Credit Bank (Callable 7/03/2025)		07/11/2024	5,000,000.00	5,005,050.00	5,000,000.00	5.300	5.298	201	07/03/2028
3133ERVU2	1145	Federal Farm Credit Bank Non-Callable		10/02/2024	3,000,000.00	2,959,530.00	2,996,706.00	3.500	3.564	657	10/02/2026
3134H1V75	1129	Fed Home Loan Mtg Corp (Callable 5/21/2025)		05/24/2024	8,000,000.00	8,029,360.00	8,000,000.00	5.200	5.201	158	05/21/2026
3134HAM91	1158	Fed Home Loan Mtg Corp (Callable 6/13/2025)		12/13/2024	5,000,000.00	4,997,000.00	5,000,000.00	4.700	4.700	181	12/13/2027
3130AM6P2	1034	Fed Home Loan Bank (Callable 1/29/2025)		04/29/2021	12,000,000.00	11,468,520.00	12,000,000.00	1.000	1.000	46	04/29/2026
3130B1PW1	1133	Fed Home Loan Bank (Callable 3/12/2025)		06/13/2024	7,000,000.00	7,003,920.00	7,000,000.00	5.220	5.231	88	06/12/2026
3130B3HC0	1149	Fed Home Loan Bank (Callable 1/23/2025)		10/30/2024	8,000,000.00	7,994,720.00	8,000,000.00	5.000	5.000	40	10/23/2028
Subtotal and Average			60,381,550.83		65,000,000.00	64,265,520.00	64,996,954.22		3.278	111	
Federal Agency Disc. -Amortizing											
313589AR4	1137	Fed Natl Mortg Assoc		07/11/2024	7,000,000.00	6,971,650.00	6,968,012.92	4.985	5.257	33	01/16/2025
313589AJ2	1151	Fed Natl Mortg Assoc		11/07/2024	5,000,000.00	4,983,950.00	4,983,930.56	4.450	4.610	26	01/09/2025
313385AZ9	1124	Fed Home Loan Bank		05/08/2024	10,000,000.00	9,950,000.00	9,942,884.72	5.015	5.308	41	01/24/2025
313385AK2	1132	Fed Home Loan Bank		06/12/2024	5,000,000.00	4,983,350.00	4,981,137.50	5.030	5.309	27	01/10/2025
313397BL4	1147	Fed Home Loan Bank		10/23/2024	5,000,000.00	4,968,850.00	4,967,861.10	4.450	4.634	52	02/04/2025
313385AH9	1150	Fed Home Loan Bank		11/07/2024	8,000,000.00	7,975,280.00	7,975,277.77	4.450	4.610	25	01/08/2025
313385CC8	1154	Fed Home Loan Bank		11/27/2024	4,000,000.00	3,967,520.00	3,966,868.90	4.385	4.555	68	02/20/2025
313385CC8	1155	Fed Home Loan Bank		11/27/2024	4,000,000.00	3,967,520.00	3,966,868.90	4.385	4.555	68	02/20/2025
313385CS3	1157	Fed Home Loan Bank		11/27/2024	7,000,000.00	6,931,820.00	6,930,163.33	4.380	4.557	82	03/06/2025
Subtotal and Average			54,640,333.19		55,000,000.00	54,699,940.00	54,683,005.70		4.871	45	
Treasury Coupon Securities											
91282CFP1	1144	Treasury Note		09/26/2024	9,000,000.00	8,995,050.00	9,031,274.41	4.250	3.820	305	10/15/2025
Subtotal and Average			9,031,889.65		9,000,000.00	8,995,050.00	9,031,274.41		3.820	305	
Treasury Discounts -Amortizing											
912797KS5	1127	US Treasury Bill		05/23/2024	8,000,000.00	7,886,480.00	7,863,903.11	4.939	5.256	124	04/17/2025

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
December 13, 2024

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM/C 365	Days to Mat./Call	Maturity Date
Treasury Discounts -Amortizing											
912797MM6	1141	US Treasury Bill		09/25/2024	8,000,000.00	7,924,720.00	7,921,826.67	4.290	4.497	82	03/06/2025
912797MG9	1142	US Treasury Bill		09/25/2024	8,000,000.00	7,787,200.00	7,802,284.46	3.770	3.975	236	08/07/2025
912797LR6	1146	US Treasury Bill		10/17/2024	5,000,000.00	4,989,950.00	4,988,125.00	4.500	4.671	19	01/02/2025
912797NF0	1148	US Treasury Bill		10/23/2024	5,000,000.00	4,970,600.00	4,967,788.90	4.460	4.645	52	02/04/2025
912797KA4	1152	US Treasury Bill		11/07/2024	5,000,000.00	4,961,300.00	4,958,633.33	4.380	4.561	68	02/20/2025
912797MJ3	1153	US Treasury Bill		11/27/2024	5,000,000.00	4,969,350.00	4,966,962.50	4.405	4.568	54	02/06/2025
Subtotal and Average			43,437,404.46		44,000,000.00	43,489,600.00	43,469,523.97		4.593	102	
Local Agency Investment Funds											
SYS336	336	Local Agency Invstmt Fund			33,612,861.10	33,682,140.03	33,612,861.10	4.477	4.477	1	
Subtotal and Average			43,766,707.25		33,612,861.10	33,682,140.03	33,612,861.10		4.477	1	
Money Mkt Mutual Funds/Cash											
SYS10033	10033	Revolving Fund		07/01/2024	20,000.00	20,000.00	20,000.00		0.000	1	
SYS5	5	US Bancorp		07/01/2024	9,810.80	9,810.80	9,810.80		0.000	1	
Average Balance			0.00	Accrued Interest at Purchase		5,888.89	5,888.89				1
				Subtotal		35,699.69	35,699.69				
Total Cash and Investments			224,204,205.56		211,812,616.21	210,337,894.03	210,999,263.40		4.201	80	

(This Page Intentionally Left Blank)



ORANGE COUNTY FIRE AUTHORITY
Aging Report
By Maturity Date
As of December 14, 2024

Orange County Fire Authority
 1 Fire Authority Road
 Irvine, Irvine, CA 92602
 (714)573-6301

				Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value	
Aging Interval:	0 days	(12/14/2024 - 12/14/2024)	5 Maturities	0 Payments	38,812,616.21	18.49%	38,812,616.21	38,881,895.14
Aging Interval:	1 - 30 days	(12/15/2024 - 01/13/2025)	4 Maturities	0 Payments	23,000,000.00	10.90%	22,928,470.83	22,932,530.00
Aging Interval:	31 - 60 days	(01/14/2025 - 02/12/2025)	5 Maturities	0 Payments	32,000,000.00	15.13%	31,813,510.14	31,830,450.00
Aging Interval:	61 - 90 days	(02/13/2025 - 03/14/2025)	5 Maturities	0 Payments	28,000,000.00	13.19%	27,744,361.13	27,752,880.00
Aging Interval:	91 - 120 days	(03/15/2025 - 04/13/2025)	0 Maturities	0 Payments	0.00	0.00%	0.00	0.00
Aging Interval:	121 - 365 days	(04/14/2025 - 12/14/2025)	5 Maturities	0 Payments	40,000,000.00	18.77%	39,697,710.20	39,471,090.00
Aging Interval:	366 - 1095 days	(12/15/2025 - 12/14/2027)	6 Maturities	0 Payments	37,000,000.00	17.34%	36,996,706.00	36,463,390.00
Aging Interval:	1096 days and after	(12/15/2027 -)	2 Maturities	0 Payments	13,000,000.00	6.18%	13,000,000.00	12,999,770.00
Total for			32 Investments	0 Payments		100.00	210,993,374.51	210,332,005.14



NOTES TO PORTFOLIO MANAGEMENT REPORT

- Note 1: Market value of the LAIF investment is calculated using a fair value factor provided by LAIF. The U.S. Bank Corporate Trust and Custody Department provides market values of the remaining investments.
- Note 2: Book value reflects the cost or amortized cost before the GASB 31 accounting adjustment.
- Note 3: GASB 31 requires governmental entities to report investments at fair value in the financial statements and to reflect the corresponding unrealized gains/ (losses) as a component of investment income. The GASB 31 adjustment is recorded only at fiscal year-end. The adjustment for June 30, 2024 includes a decrease of \$205,731.17 to the LAIF investment and a decrease of \$2,064,880.43, to the remaining investments.
- Note 4: The Federated Treasury Obligations money market mutual fund functions as the Authority's sweep account. Funds are transferred to and from the sweep account to/from OCFA's checking account in order to maintain a target balance of \$1,000,000 in checking. Since this transfer occurs at the beginning of each banking day, the checking account sometimes reflects a negative balance at the close of the banking day. The negative closing balance is not considered an overdraft since funds are available in the money market mutual fund. The purpose of the sweep arrangement is to provide sufficient liquidity to cover outstanding checks yet allow that liquidity to be invested while payment of the outstanding checks is pending.

GLOSSARY

INVESTMENT TERMS

Basis Point. Measure used in quoting yields on bonds and notes. One basis point is .01% of yield.

Book Value. This value may be the original cost of acquisition of the security, or original cost adjusted by the amortization of a premium or accretion of a discount. The book value may differ significantly from the security's current value in the market.

Commercial Paper. Unsecured short-term promissory notes issued by corporations, with maturities ranging from 2 to 270 days; may be sold on a discount basis or may bear interest.

Coupon Rate. Interest rate, expressed as a percentage of par or face value, that issuer promises to pay over lifetime of debt security.

Discount. The amount by which a bond sells under its par (face) value.

Discount Securities. Securities that do not pay periodic interest. Investors earn the difference between the discount issue price and the full face value paid at maturity. Treasury bills, bankers' acceptances and most commercial paper are issued at a discount.

Effective Rate of Return. Rate of return on a security, based on its purchase price, coupon rate, maturity date, and the period between interest payments.

Federal Agency Securities. Securities issued by agencies such as the Federal National Mortgage Association and the Federal Farm Credit Bank. Though not general obligations of the US Treasury, such securities are sponsored by the government and therefore have high credit ratings. Some are issued on a discount basis and some are issued with coupons.

Federal Funds. Funds placed in Federal Reserve banks by depository institutions in excess of current reserve requirements. These depository institutions may lend fed funds to each other overnight or on a longer basis. They may also transfer funds among each other on a same-day basis through the Federal Reserve banking system. Fed Funds are considered to be immediately available funds.

Fed Funds Rate. The interest rate charged by one institution lending federal funds to another.

Federal Open Market Committee. The branch of the Federal Reserve Board that determines the direction of monetary policy.

Local Agency Investment Fund (LAIF). A California State Treasury fund which local agencies may use to deposit funds for investment and for reinvestment with a maximum of \$75 million for any agency (*excluding bond funds, which have no maximum*). It offers high liquidity because

deposits can be converted to cash in 24 hours and no interest is lost. Interest is paid quarterly and the State's administrative fee cannot to exceed 1/4 of a percent of the earnings.

Market value. The price at which the security is trading and could presumably be purchased or sold.

Maturity Date. The specified day on which the issuer of a debt security is obligated to repay the principal amount or face value of security.

Money Market Mutual Fund. Mutual funds that invest solely in money market instruments (short-term debt instruments, such as Treasury bills, commercial paper, bankers' acceptances, repurchase agreements and federal funds).

Par. Face value or principal value of a bond typically \$1,000 per bond.

Rate of Return. The amount of income received from an investment, expressed as a percentage. A *market rate of return* is the yield that an investor can expect to receive in the current interest-rate environment utilizing a buy-and-hold to maturity investment strategy.

Treasury Bills. Short-term U.S. government non-interest bearing debt securities with maturities of no longer than one year. The yields on these bills are monitored closely in the money markets for signs of interest rate trends.

Treasury Notes. Intermediate U.S. government debt securities with maturities of one to 10 years.

Treasury bonds. Long-term U.S. government debt securities with maturities of 10 years or longer.

Yield. Rate of return on a bond.

Yield-to-maturity. Rate of return on a bond taking into account the total annual interest payments, the purchase price, the redemption value and the amount of time remaining until maturity.

ECONOMIC TERMS

Conference Board Consumer Confidence Index. A survey that measures how optimistic or pessimistic consumers are with respect to the economy in the near future.

Consumer Price Index (CPI). A measure that examines the weighted average of prices of a basket of consumer goods and services, such as transportation, food and medical care. Changes in CPI are used to assess price changes associated with the cost of living.

Durable Goods Orders. An economic indicator released monthly that reflects new orders placed with domestic manufacturers for delivery of factory durable goods such as autos and appliances in the near term or future.

Gross Domestic Product. The monetary value of all the finished goods and services produced within a country's borders in a specific time period. It includes all of private and public consumption, government outlays, investments and exports less imports that occur within a defined territory.

Industrial Production. An economic indicator that is released monthly by the Federal Reserve Board. The indicator measures the amount of output from the manufacturing, mining, electric and gas industries.

ISM Institute for Supply Management (ISM) Manufacturing Index. A monthly index that monitors employment, production inventories, new orders and supplier deliveries.

ISM Non-manufacturing Index. An index based on surveys of non-manufacturing firms' purchasing and supply executives. It tracks economic data for the service sector.

Leading Economic Index. A monthly index used to predict the direction of the economy's movements in the months to come. The index is made up of 10 economic components, whose changes tend to precede changes in the overall economy.

National Federation of Independent Business Small Business Optimism Index. An index based on surveys of small business owners' plans and expectations regarding employment, capital, inventories, economic improvement, credit conditions, expansion, and earnings trends in the near term or future.

Producer Price Index. An index that measures the average change over time in the selling prices received by domestic producers for their output.

University of Michigan Consumer Sentiment Index. An index that measures the overall health of the economy as determined by consumer opinion. It takes into account an individual's feelings toward his or her own current financial health, the health of the economy in the short term and the prospects for longer term economic growth.



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee
January 15, 2025

Agenda Item No. 2D
Consent Calendar

Homeland Security Grant Program Award

Contact(s) for Further Information

TJ McGovern, Deputy Chief Emergency Operations Bureau	tjmcgovern@ocfa.org	714.573.6006
Tim Perkins, Assistant Chief Field Operations South	timperkins@ocfa.org	714.573.6761
Nick Freeman, Division Chief	nicholasfreeman@ocfa.org	949.451.0023

Summary

This item is submitted for approval of the FY 2023 Homeland Security Grant Program (HSGP) in the amount of \$180,000 to fund an Administrative Fire Captain assigned to the Orange County Intelligence Assessment Center (OCIAC).

Prior Board/Committee Action

Funding from HSGP for the Fire Captain position assigned to OCIAC has been received annually since 2008 with funding intermittently for training or equipment.

RECOMMENDED ACTION(S)

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with the Budget and Finance Committee's recommendations that the Board of Directors approve a Budget Adjustment in Fund 121 to increase revenue and expenditures by \$180,000.

Impact to Cities/County

Not Applicable.

Fiscal Impact

The fiscal impact includes new federal revenue of \$180,000, with corresponding proposed expenditures in FY 2024/25. The proposed adjustments to the FY 2024/25 budget will have no impact to cash contract city charges.

Increased Cost Funded by Structural Fire Fund:	\$0
Increased Cost Funded by Cash Contract Cities:	\$0

Background

The Homeland Security Grant Program is a key component in advancing the National Preparedness System by supporting the development, sustainment, and delivery of core capabilities necessary to achieve the National Preparedness Goal of ensuring a secure and resilient nation. Achieving these core capabilities requires collaboration across the entire community, rather than relying solely on a single organization or level of government. This grant supports efforts to

build and maintain core capabilities across the prevention, protection, mitigation, response, and recovery mission areas.

On July 16, 2024, OCFA was awarded \$180,000 through the FY 2023 HSGP to fund a full-time OCFA position assigned to the Orange County Intelligence Assessment Center (OCIAC). Serving as a fire agency representative, this position collaborates with law enforcement to combat terrorist threats and educate the public, enhancing the safety and security of Orange County residents.

Attachment(s)

HSGP Award Letter



ORANGE COUNTY SHERIFF'S DEPARTMENT

SHERIFF-CORONER DON BARNES

FY2023 Homeland Security Grant Program Project Approval Notification

July 16, 2024
Chief Brian Fennessy
1 Fire Authority Rd.
Irvine, CA 92602

This letter is to inform you that the State Homeland Security Program (SHSP) has approved your project request. The Orange County Fire Authority will be recognized as a sub-recipient for this project award. Your agency can only spend the allocated grant funding on the preapproved project outlined below, and any administrative modifications requested by the County of Orange. Here is the information related to the project approval:

- Subrecipient Name: Orange County Fire Authority
- Subrecipient UEI: LQJ6V7K37UZ3
- Federal Award Identification Number: EMW-2023-SS-00042
- Federal Award Date: May 28, 2024
- Subaward Period of Performance: September 1, 2023 to May 31, 2026
- Subaward Budget Period: September 1, 2023 to May 31, 2026
- Amount of Federal Funds Obligated: \$180,000
- Amount of Federal Award Committed: \$180,000
- Federal Award Project Description: 1 full-time position assigned to OCIAC to focus on Domestic Violent Extremism
- Awarding Agency: Cal OES Department of Homeland Security
- CFDA/Assistance Listing Number: 97.067
- Award Name: Homeland Security Grant Program
- Indirect Cost Rate: Not Applicable
- Identification of whether the award is research and development: No

An in-depth review of the application was necessary before approval, which is required due to stringent HSGP guidelines. After the review, it was determined that your project is a viable concept supported by investment justifications, regional benefit, and alignment with the overall goals and objectives of the Homeland Security Grant.

It is critical that you are familiar with the 2023 Homeland Security Grant Program and the California Supplemental Guidance. You must also contact the Orange County Grant Unit before funding any part of the project that may be questionable regarding procurement guidelines and the allowability of the Authorized Equipment List. To eliminate reimbursement issues, we will seek reimbursement approval from the State on behalf of your agency or jurisdiction. You must also notify the Orange County Grant Unit when your original equipment acquired under the Federal award is no longer needed for the original project or program to receive guidance for the proper disposition of the equipment in accordance with federal guidelines.

If you have any questions regarding this notification or the review process, feel free to contact me or Monique Vansuch at (714) 834-3201 or mvansuch@ocsheriff.gov.

Respectfully,



Captain Jerry Millhollon
Homeland Security Division
Orange County Sheriff's Department
jmillhollon@ocsheriff.gov / (949) 919-4731



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
January 15, 2025

Agenda Item No. 2E
Consent Calendar

Revised Personnel Cost Reimbursement Rates

Contact(s) for Further Information

Robert C. Cortez, Assistant Chief robertcortez@ocfa.org 714.573.6012
Business Services Department

Alicea Caccavo, Finance aliceacaccavo@ocfa.org 714.573.6304
Division Manager

Summary

This item is submitted to request approval of the revised personnel Cost Reimbursement rates.

Prior Board/Committee Action

Not Applicable.

RECOMMENDED ACTION(S)

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting on January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors approve and adopt the revised Cost Reimbursement Rates for the personnel to be effective and retroactive to July 1, 2024.

Impact on Cities/County

Not Applicable

Fiscal Impact

The fiscal impact of the revised rates will be based on the number of incidents that occur throughout the year and will be incorporated into the mid-year budget update.

Background

At its April 25, 2024 meeting, the Board of Directors approved a side letter agreement to Memorandum of Understanding for the Orange County Professional Firefighters Association that added two new job class specifications and certain Specialty Pays to this labor group. As a result, the cost reimbursement rates for five positions have changed. Attachment 1 and 2 reflect the Orange County Fire Authority's revised Cost Reimbursement Rates effective and retroactive to July 1, 2024.

Attachment(s)

1. Updated Cost Reimbursement Rates – Personnel
 - a. Proposed Cost Reimbursement Rates – All Agencies except Cal OES
 - b. Proposed Cost Reimbursement Rates – Cal OES

ORANGE COUNTY FIRE AUTHORITY
COST REIMBURSEMENT RATES FOR ALL BILLING AGENCIES (EXCEPT CAL OES)
PERSONNEL
EFFECTIVE JULY 1, 2024 -- REVISED

CLASSIFICATION	2024/25 ADOPTED RATES with ICRP	ADMIN RATE (ICRP)	2024/25 REVISED RATE with ICRP	\$ CHANGE	% CHANGE
SUPPRESSION PERSONNEL					
DEPUTY CHIEF	\$305.74	16.69%	\$305.74	N/A	N/A
ASSISTANT CHIEF	\$284.38	16.69%	\$284.38	N/A	N/A
FIRE DIVISION CHIEF (DC)	\$209.45	16.69%	\$209.45	N/A	N/A
FIRE BATTALION CHIEF (BC)	\$156.52	16.69%	\$156.52	N/A	N/A
FIRE CAPTAIN (FC)	\$105.93	16.69%	\$106.19	\$0.26	0.24%
FIRE APPARATUS ENGINEER (FAE)	\$87.22	16.69%	\$87.40	\$0.18	0.20%
FIREFIGHTER (FF)	\$75.33	16.69%	\$75.37	\$0.04	0.05%
HAND CREW (FIREFIGHTER)	\$40.34	16.69%	\$43.38	\$3.04	7.54%
HAND CREW SUPERVISOR (FIRE CAPTAIN)	\$92.06	16.69%	\$92.06	N/A	N/A
HAND CREW SUPERVISOR (FIRE APP. ENGINEER)	\$78.65	16.69%	\$78.65	N/A	N/A
HAND CREW SUPERVISOR (FIREFIGHTER)	\$70.11	16.69%	\$70.11	N/A	N/A
HEAVY FIRE EQUIPMENT OPERATOR	\$128.89	16.69%	\$141.77	\$12.88	9.99%
FIRE PILOT	\$106.80	16.69%	\$106.80	N/A	N/A
NON-SUPPRESSION PERSONNEL					
ACCOUNTANT	\$90.31	16.69%	\$90.31	N/A	N/A
ACCOUNTING MANAGER	\$98.74	16.69%	\$98.74	N/A	N/A
ADMINISTRATIVE ASSISTANT	\$58.18	16.69%	\$58.18	N/A	N/A
ASST. FIRE MARSHAL	\$120.83	16.69%	\$120.83	N/A	N/A
ASST. PURCHASING AGENT	\$96.23	16.69%	\$96.23	N/A	N/A
BUYER	\$65.60	16.69%	\$65.60	N/A	N/A
COMMUNICATIONS TECHNICIAN	\$73.40	16.69%	\$73.40	N/A	N/A
COMMUNICATIONS SERVICE SUPERVISOR	\$110.48	16.69%	\$110.48	N/A	N/A
DEPUTY FIRE MARSHAL	\$96.91	16.69%	\$96.91	N/A	N/A
EMERGENCY COMM CENTER MANAGER	\$68.50	16.69%	\$68.50	N/A	N/A
ENVR HEALTH & SAFETY OFFICER	\$82.41	16.69%	\$82.41	N/A	N/A
EQUIPMENT TECHNICIAN I	\$62.61	16.69%	\$62.61	N/A	N/A
EQUIPMENT TECHNICIAN II	\$76.72	16.69%	\$76.72	N/A	N/A
FINANCE DIVISION MANAGER	\$107.76	16.69%	\$107.76	N/A	N/A
FIRE COMM RELAT/ED SPECIALIST	\$78.17	16.69%	\$78.17	N/A	N/A
FIRE COMM RELAT/ED SUPERVISOR	\$82.11	16.69%	\$82.11	N/A	N/A
FIRE COMMUNICATIONS DISPATCHER	\$71.76	16.69%	\$71.76	N/A	N/A
FIRE COMMUNICATIONS SUPERVISOR	\$86.38	16.69%	\$86.38	N/A	N/A
FIRE HELICOPTER TECHNICIAN	\$100.83	16.69%	\$100.83	N/A	N/A
FIRE PREVENTION ANALYST	\$109.43	16.69%	\$109.43	N/A	N/A
FIRE PREVENTION SERVICES SPECIALIST	\$36.23	16.69%	\$36.23	N/A	N/A
FIRE PREVENTION SPECIALIST	\$81.70	16.69%	\$81.70	N/A	N/A
FIRE PREVENTION TRAINEE	\$61.70	16.69%	\$61.70	N/A	N/A
FIRE SAFETY ENGINEER	\$129.27	16.69%	\$129.27	N/A	N/A
FLEET SERVICES COORDINATOR	\$86.38	16.69%	\$86.38	N/A	N/A
FLEET SERVICE DIVISION MANAGER	\$98.74	16.69%	\$98.74	N/A	N/A
FLEET SERVICES SUPERVISOR	\$94.42	16.69%	\$94.42	N/A	N/A
GENERAL LABORER	\$39.68	16.69%	\$39.68	N/A	N/A
GIS ANALYST	\$116.34	16.69%	\$116.34	N/A	N/A
GIS SUPERVISOR	\$140.42	16.69%	\$140.42	N/A	N/A
GIS TECHNICIAN	\$90.62	16.69%	\$90.62	N/A	N/A
HEAVY EQUIPMENT TECHNICIAN I	\$76.25	16.69%	\$76.25	N/A	N/A

ORANGE COUNTY FIRE AUTHORITY
COST REIMBURSEMENT RATES FOR ALL BILLING AGENCIES (EXCEPT CAL OES)
PERSONNEL
EFFECTIVE JULY 1, 2024 -- REVISED

CLASSIFICATION	2024/25	ADMIN	2024/25	\$	%
	ADOPTED RATES with ICRP	RATE (ICRP)	REVISED RATE with ICRP	CHANGE	CHANGE
HEAVY EQUIPMENT TECHNICIAN II	\$88.80	16.69%	\$88.80	N/A	N/A
INFORMATION TECHNOLOGY ANALYST	\$116.34	16.69%	\$116.34	N/A	N/A
INFORMATION TECHNOLOGY MANAGER	\$104.08	16.69%	\$104.08	N/A	N/A
INFORMATION TECHNOLOGY SPECIALIST	\$98.13	16.69%	\$98.13	N/A	N/A
INFORMATION TECHNOLOGY SUPERVISOR	\$140.42	16.69%	\$140.42	N/A	N/A
INFORMATION TECHNOLOGY TECHNICIAN	\$85.96	16.69%	\$85.96	N/A	N/A
MANAGEMENT ANALYST	\$71.20	16.69%	\$71.20	N/A	N/A
MANAGEMENT ASSISTANT	\$63.04	16.69%	\$63.04	N/A	N/A
MEDICAL DIRECTOR	\$199.23	16.69%	\$199.23	N/A	N/A
PURCHASING DIVISION MANAGER	\$83.65	16.69%	\$83.65	N/A	N/A
RESERVE FIREFIGHTER	\$2.11	16.69%	\$2.11	N/A	N/A
RISK MANAGEMENT ANALYST	\$82.41	16.69%	\$82.41	N/A	N/A
RISK MANAGEMENT SPECIALIST	\$61.58	16.69%	\$61.58	N/A	N/A
RISK MANAGER	\$105.62	16.69%	\$105.62	N/A	N/A
SERVICE CENTER LEAD	\$77.55	16.69%	\$77.55	N/A	N/A
SERVICE CENTER SUPERVISOR	\$103.82	16.69%	\$103.82	N/A	N/A
SERVICE CENTER TECHNICIAN I	\$50.09	16.69%	\$50.09	N/A	N/A
SERVICE CENTER TECHNICIAN II	\$68.09	16.69%	\$68.09	N/A	N/A
SR. ACCOUNTANT	\$69.80	16.69%	\$69.80	N/A	N/A
SR. ACCT. SUPPORT SPEC.	\$65.18	16.69%	\$65.18	N/A	N/A
SR. COMMUNICATIONS TECHNICIAN	\$83.66	16.69%	\$83.66	N/A	N/A
SR. FIRE COMMUNICATIONS SUPV.	\$81.79	16.69%	\$81.79	N/A	N/A
SR. FIRE HELICOPTER TECHNICIAN	\$117.89	16.69%	\$117.89	N/A	N/A
SR. FIRE PREVENTION SPECIALIST	\$97.85	16.69%	\$97.85	N/A	N/A
SR. INFO TECHNOLOGY ANALYST	\$129.42	16.69%	\$129.42	N/A	N/A
SR. MANAGEMENT ANALYST	\$82.41	16.69%	\$82.41	N/A	N/A
SR. SERVICE CENTER TECHNICIAN	\$77.53	16.69%	\$77.53	N/A	N/A
US&R WAREHOUSE & LOGISTICS SPECIALIST	\$71.84	16.69%	\$71.84	N/A	N/A
WILDLAND RESOURCE PLANNER	\$104.18	16.69%	\$104.18	N/A	N/A

MUTUALLY BENEFICIAL RATES:					
HAND CREW (FIREFIGHTER)	\$20.42		\$21.96	\$1.54	7.54%
HAND CREW SUPERVISOR (STAFF FIRE CAPTAIN)	\$46.60		\$46.60	N/A	N/A
HAND CREW SUPERVISOR (STAFF FIRE APP. ENGINEER)	\$39.81		\$39.81	N/A	N/A
HAND CREW SUPERVISOR (STAFF FIREFIGHTER)	\$35.49		\$35.49	N/A	N/A
HEAVY FIRE EQUIPMENT OPERATOR	\$65.24		\$71.76	\$6.52	9.99%
SWAMPER/HAND CREW FF	\$20.42		\$21.96	\$1.54	7.54%

ORANGE COUNTY FIRE AUTHORITY
COST REIMBURSEMENT RATES FOR CAL OES BILLINGS ONLY
PERSONNEL
EFFECTIVE JULY 1, 2024 -- REVISED

CLASSIFICATION	2024/25	2024/25	\$	%	2024/25	2024/25	\$	%
	ADOPTED REGULAR RATE	REVISED REGULAR RATE			ADOPTED OT RATE	REVISED OT RATE		
SUPPRESSION POSITIONS								
DEPUTY CHIEF					\$305.74	\$305.74	N/A	N/A
ASSISTANT CHIEF					\$284.38	\$284.38	N/A	N/A
FIRE DIVISION CHIEF					\$209.45	\$209.45	N/A	N/A
FIRE BATTALION CHIEF					\$156.52	\$156.52	N/A	N/A
FIRE CAPTAIN					\$105.93	\$106.19	\$0.26	0.24%
FIRE APPARATUS ENGINEER					\$87.22	\$87.40	\$0.18	0.20%
FIREFIGHTER					\$75.33	\$75.37	\$0.04	0.05%
HAND CREW (FIREFIGHTER)					\$40.34	\$43.38	\$3.04	7.54%
HAND CREW SUPERVISOR (FIRE CAPTAIN)					\$92.06	\$92.06	N/A	N/A
HAND CREW SUPERVISOR (FIRE APP. ENGINEER)					\$78.65	\$78.65	N/A	N/A
HAND CREW SUPERVISOR (FIREFIGHTER)					\$70.11	\$70.11	N/A	N/A
HEAVY FIRE EQUIPMENT OPERATOR					\$128.89	\$141.77	\$12.88	9.99%
FIRE PILOT					\$106.80	\$106.80	N/A	N/A
NON-SUPPRESSION POSITIONS								
CLASSIFICATION	2024/25	2024/25	\$	%	2024/25	2024/25	\$	%
	ADOPTED REGULAR RATE	REVISED REGULAR RATE			ADOPTED OT RATE	REVISED OT RATE		
ACCOUNTANT	\$90.49	\$90.49	N/A	N/A	\$90.31	\$90.31	N/A	N/A
ACCOUNTING MANAGER	\$155.96	\$155.96	N/A	N/A	\$98.74	\$98.74	N/A	N/A
ADMINISTRATIVE ASSISTANT	\$61.87	\$61.87	N/A	N/A	\$58.18	\$58.18	N/A	N/A
ASST. FIRE MARSHAL	\$117.67	\$117.67	N/A	N/A	\$120.83	\$120.83	N/A	N/A
ASST. PURCHASING AGENT	\$95.75	\$95.75	N/A	N/A	\$96.23	\$96.23	N/A	N/A
BUYER	\$68.48	\$68.48	N/A	N/A	\$65.60	\$65.60	N/A	N/A
COMMUNICATIONS TECHNICIAN	\$75.43	\$75.43	N/A	N/A	\$73.40	\$73.40	N/A	N/A
COMMUNICATIONS SERVICES SUPERVISOR	\$108.44	\$108.44	N/A	N/A	\$110.48	\$110.48	N/A	N/A
DEPUTY FIRE MARSHAL	\$153.48	\$153.48	N/A	N/A	\$96.91	\$96.91	N/A	N/A
EMERGENCY COMM CENTER MANAGER	\$114.93	\$114.93	N/A	N/A	\$68.50	\$68.50	N/A	N/A
ENVR HEALTH & SAFETY OFFICER	\$133.79	\$133.79	N/A	N/A	\$82.41	\$82.41	N/A	N/A
EQUIPMENT TECHNICIAN I	\$66.93	\$66.93	N/A	N/A	\$62.61	\$62.61	N/A	N/A
EQUIPMENT TECHNICIAN II	\$79.52	\$79.52	N/A	N/A	\$76.72	\$76.72	N/A	N/A
FINANCE DIVISION MANAGER	\$168.19	\$168.19	N/A	N/A	\$107.76	\$107.76	N/A	N/A
FIRE COMM RELAT/ED SPECIALIST	\$79.66	\$79.66	N/A	N/A	\$78.17	\$78.17	N/A	N/A
FIRE COMM RELAT/ED SUPERVISOR	\$83.18	\$83.18	N/A	N/A	\$82.11	\$82.11	N/A	N/A
FIRE COMMUNICATIONS DISPATCHER	\$73.97	\$73.97	N/A	N/A	\$71.76	\$71.76	N/A	N/A
FIRE COMMUNICATIONS SUPERVISOR	\$86.99	\$86.99	N/A	N/A	\$86.38	\$86.38	N/A	N/A
FIRE HELICOPTER TECHNICIAN	\$101.03	\$101.03	N/A	N/A	\$100.83	\$100.83	N/A	N/A
FIRE PREVENTION ANALYST	\$107.51	\$107.51	N/A	N/A	\$109.43	\$109.43	N/A	N/A
FIRE PREVENTION SERVICES SPECIALIST	\$42.33	\$42.33	N/A	N/A	\$36.23	\$36.23	N/A	N/A
FIRE PREVENTION SPECIALIST	\$82.82	\$82.82	N/A	N/A	\$81.70	\$81.70	N/A	N/A
FIRE PREVENTION TRAINEE	\$64.60	\$64.60	N/A	N/A	\$61.70	\$61.70	N/A	N/A
FIRE SAFETY ENGINEER	\$125.18	\$125.18	N/A	N/A	\$129.27	\$129.27	N/A	N/A
FLEET SERVICES COORDINATOR	\$86.99	\$86.99	N/A	N/A	\$86.38	\$86.38	N/A	N/A
FLEET SERVICE DIVISION MANAGER	\$155.96	\$155.96	N/A	N/A	\$98.74	\$98.74	N/A	N/A
FLEET SERVICES SUPERVISOR	\$95.30	\$95.30	N/A	N/A	\$94.42	\$94.42	N/A	N/A
GENERAL LABORER	\$46.49	\$46.49	N/A	N/A	\$39.68	\$39.68	N/A	N/A
GIS ANALYST	\$113.66	\$113.66	N/A	N/A	\$116.34	\$116.34	N/A	N/A

ORANGE COUNTY FIRE AUTHORITY
COST REIMBURSEMENT RATES FOR CAL OES BILLINGS ONLY
PERSONNEL
EFFECTIVE JULY 1, 2024 -- REVISED

CLASSIFICATION	2024/25	2024/25	\$	%	2024/25	2024/25	\$	%
	ADOPTED REGULAR RATE	REVISED REGULAR RATE			ADOPTED OT RATE	REVISED OT RATE		
GIS SUPERVISOR	\$135.11	\$135.11	N/A	N/A	\$140.42	\$140.42	N/A	N/A
GIS TECHNICIAN	\$90.35	\$90.35	N/A	N/A	\$90.62	\$90.62	N/A	N/A
HEAVY EQUIPMENT TECHNICIAN I	\$79.10	\$79.10	N/A	N/A	\$76.25	\$76.25	N/A	N/A
HEAVY EQUIPMENT TECHNICIAN II	\$90.29	\$90.29	N/A	N/A	\$88.80	\$88.80	N/A	N/A
INFORMATION TECHNOLOGY ANALYST	\$113.66	\$113.66	N/A	N/A	\$116.34	\$116.34	N/A	N/A
INFORMATION TECHNOLOGY MANAGER	\$163.20	\$163.20	N/A	N/A	\$104.08	\$104.08	N/A	N/A
INFORMATION TECHNOLOGY SPECIALIST	\$97.02	\$97.02	N/A	N/A	\$98.13	\$98.13	N/A	N/A
INFORMATION TECHNOLOGY SUPERVISOR	\$135.11	\$135.11	N/A	N/A	\$140.42	\$140.42	N/A	N/A
INFORMATION TECHNOLOGY TECHNICIAN	\$86.20	\$86.20	N/A	N/A	\$85.96	\$85.96	N/A	N/A
MANAGEMENT ANALYST	\$118.60	\$118.60	N/A	N/A	\$71.20	\$71.20	N/A	N/A
MANAGEMENT ASSISTANT	\$65.80	\$65.80	N/A	N/A	\$63.04	\$63.04	N/A	N/A
MEDICAL DIRECTOR	\$292.26	\$292.26	N/A	N/A	\$199.23	\$199.23	N/A	N/A
PURCHASING DIVISION MANAGER	\$135.49	\$135.49	N/A	N/A	\$83.65	\$83.65	N/A	N/A
RESERVE FIREFIGHTER	\$1.53	\$1.53	N/A	N/A	\$2.11	\$2.11	N/A	N/A
RISK MANAGEMENT ANALYST	\$133.79	\$133.79	N/A	N/A	\$82.41	\$82.41	N/A	N/A
RISK MANAGEMENT SPECIALIST	\$64.90	\$64.90	N/A	N/A	\$61.58	\$61.58	N/A	N/A
RISK MANAGER	\$165.29	\$165.29	N/A	N/A	\$105.62	\$105.62	N/A	N/A
SERVICE CENTER LEAD	\$79.12	\$79.12	N/A	N/A	\$77.55	\$77.55	N/A	N/A
SERVICE CENTER SUPERVISOR	\$103.68	\$103.68	N/A	N/A	\$103.82	\$103.82	N/A	N/A
SERVICE CENTER TECHNICIAN I	\$55.77	\$55.77	N/A	N/A	\$50.09	\$50.09	N/A	N/A
SERVICE CENTER TECHNICIAN II	\$71.83	\$71.83	N/A	N/A	\$68.09	\$68.09	N/A	N/A
SR. ACCOUNTANT	\$116.71	\$116.71	N/A	N/A	\$69.80	\$69.80	N/A	N/A
SR. ACCT. SUPPORT SPEC.	\$68.11	\$68.11	N/A	N/A	\$65.18	\$65.18	N/A	N/A
SR. COMMUNICATIONS TECHNICIAN	\$84.57	\$84.57	N/A	N/A	\$83.66	\$83.66	N/A	N/A
SR. FIRE COMMUNICATIONS SUPV.	\$82.89	\$82.89	N/A	N/A	\$81.79	\$81.79	N/A	N/A
SR. FIRE HELICOPTER TECHNICIAN	\$116.23	\$116.23	N/A	N/A	\$117.89	\$117.89	N/A	N/A
SR. FIRE PREVENTION SPECIALIST	\$97.20	\$97.20	N/A	N/A	\$97.85	\$97.85	N/A	N/A
SR. INFO TECHNOLOGY ANALYST	\$125.32	\$125.32	N/A	N/A	\$129.42	\$129.42	N/A	N/A
SR. MANAGEMENT ANALYST	\$133.79	\$133.79	N/A	N/A	\$123.61	\$123.61	N/A	N/A
SR. SERVICE CENTER TECHNICIAN	\$80.24	\$80.24	N/A	N/A	\$77.53	\$77.53	N/A	N/A
US&R WAREHOUSE & LOGISTICS SPECIALIST	\$75.17	\$75.17	N/A	N/A	\$71.84	\$71.84	N/A	N/A
WILDLAND RESOURCE PLANNER	\$102.84	\$102.84	N/A	N/A	\$104.18	\$104.18	N/A	N/A

CIVILIAN POSITIONS

AFFILIATED MEMBER	\$66.57	\$66.57			\$66.57	\$66.57	N/A	N/A
CANINE SPECIALIST	\$43.33	\$43.33			\$43.33	\$43.33	N/A	N/A
DOCTOR	\$99.24	\$99.24			\$99.24	\$99.24	N/A	N/A
HEAVY RIGGING SPECIALIST	\$50.00	\$50.00			\$50.00	\$50.00	N/A	N/A
STRUCTURE SPECIALIST	\$77.15	\$77.15			\$77.15	\$77.15	N/A	N/A



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
January 15, 2025

Agenda Item No. 3A
Discussion Calendar

FY 2024/2025 Mid-Year Financial Report

Contact(s) for Further Information

Robert C. Cortez, Assistant Chief Business Services Department	robertcortez@ocfa.org	714.573.6012
James Slobojan, Treasurer Treasury & Financial Planning	jamesjslobojan@ocfa.org	714.573.6305
Stuart Lam, Budget Manager Treasury & Financial Planning	stuartlam@ocfa.org	714.573.6302

Summary

This item is submitted to provide a mid-year financial update on the FY 2024/25 budget in accordance with the OCFA's Fiscal Health Plan and to preview expected budget adjustments for approval in March.

Prior Board/Committee Action

Not applicable.

RECOMMENDED ACTION(S)

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025 with the Budget and Finance Committee's recommendation that the Board of Directors take the following actions: Direct staff to return to the Board of Directors on March 27, 2025 for approval of the budget adjustments discussed herein for the FY 2024/25 budget.

Impact to Cities/County

The Five-Year Financial Forecast assumes cash contract city charges will range from 3.50% to 4.50% annually.

Fiscal Impact

Financial impact is detailed in the report, with an overall increase in revenues (all funds combined) of \$29,118,899 and an overall increase in expenditures (all funds combined) of \$28,626,845.

Increased Cost Funded by Structural Fire Fund: \$0

Increased Cost Funded by Cash Contract Cities: \$0

Background

The OCFA's Fiscal Health Plan calls for a comprehensive system to monitor OCFA's fiscal performance. This includes a review and comparison of forecasted revenues and expenditures against actual revenues and expenditures, as well as a mid-year budget review. The attached report reviews the current year budget, highlights any potential financial challenges to the OCFA, and previews anticipated FY 2025/26 budget issues, to the extent they are known at this time.

FY 2024/25 Budget Review

Significant changes have occurred since the budget was adopted in May 2024, including increases to budgeted beginning fund balance, increase in property tax revenue, increases in both revenue and expenditures related to assistance-by-hire emergency responses, as well as all approved adjustments to-date such as Carryover and new grant funds. These changes are summarized in the table below and detailed in the attached Mid-Year Financial Report.

Fund	Revenues	Expenditures
General Fund (121)		
Property Taxes	\$1,132,496	-
Assistance by Hire/Emergency Incident	\$22,908,334	\$23,077,330
Grant/Reimbursements	\$953,255	\$953,766
OCPFA Retiree Medical Trust Payment	\$3,484,786	\$3,484,786
Miscellaneous	\$2,182,399	-
Personnel/Training	-	\$1,380,509
Supplies/Equipment/Professional Services	-	\$2,793,520
Workers' Compensation	-	(\$2,000,000)
Interfund Borrowing	-	\$262,500
Total General Fund (121)	\$30,661,270	\$29,952,411
GF Capital Improvement Program (12110)	-	(\$4,822,066)
Fire Stations & Facilities (123)	(\$432,892)	-
Comm. & Info Systems (124)	(\$61,319)	-
Vehicle Replacement (133)	\$10,534	\$3,458,500
Settlement Agreement (139)	\$41,773	\$38,000
SFF Entitlement Fund (171)	\$89,688	-
Workers' Compensation (190)	(\$1,190,155)	-
Total All Funds	\$29,118,899	\$28,626,845

Attachment(s)

Mid-year Financial Report

Exhibit 1 – 2024 Trend Analysis - Forecast to Actual Comparison

Exhibit 2 – Updated Five-Year Financial Forecast

Exhibit 3 – Five-Year Financial Forecast Assumptions



In May 2020, the Board of Directors approved the updated Financial Stability Budget Policy. Together with the Fiscal Health Plan, these documents describe the Authority’s strong fiscal policies, a comprehensive system for monitoring OCFA’s fiscal performance, and a framework to assure timely and appropriate response to adverse fiscal circumstances. Included in the Fiscal Health Plan is the requirement for a mid-year financial report, which is presented below.

ECONOMIC OUTLOOK

Property tax is OCFA’s largest source of revenue; therefore, this section focuses on economic factors impacting property values. Residential real estate assessed values have remained elevated in recent years due to a tight housing market with low inventory. The December 2024 Chapman Economic and Business Review forecast predicts a slight decrease of 1.1% in the Orange County median home price for 2025. However, it also anticipates a 3.0% increase in existing home sales and a 12.9% rise in residential permit activity. The low inventory of existing homes is supporting demand for new construction. Mortgage rates remain elevated at around 6.5%, providing little incentive for homeowners to sell their properties and lose their fixed-rate mortgages that were acquired at historically low rates.

CURRENT FISCAL YEAR FINANCES

The following are estimated changes to the budget that are needed since the adoption of the FY 2024/25 budget in May 2024. Overall, the proposed changes in the General Fund result in an estimated total revenue adjustment of approximately \$30.7 million and an estimated total expenditure adjustment of \$29.9 million. *Approximately \$27.6 million of the expenditure adjustments are related to emergency incidents that are offset by corresponding revenue or are items that are cost neutral.* Expenditures not directly offset by corresponding revenue increases are primarily due to increased general liability insurance costs and higher costs for services and supplies that were not known at the time of budget adoption including increased helicopter maintenance and utilities costs.

FY 2024/25 General Fund Estimated Revenue Adjustments - \$30.7 million

Property Taxes: Based on property tax billing data provided by the Auditor/Controller and property tax received to date, preliminary projections indicate an approximate \$1.1 million increase over budget.	\$1,132,496
Assistance by Hire (ABH)/Emergency Incident: ABH is the term used when OCFA responds to requests for assistance to incidents outside our area of responsibility, on a reimbursement basis. Current year activity is \$22.9 million greater than budget due to various in-county and out-of-county responses. Staff will be monitoring this source of revenue for additional reimbursements. An expenditure adjustment is also proposed to the overtime/backfill category to cover the costs associated with providing the ABH services.	\$22,908,334
Grant/Reimbursements: This category represents reimbursements for Grants or other programs where expenditures are reimbursed once incurred. The \$953K adjustment is for University of California PFAS Research Grant (\$504K), Joint Apprenticeship Committee Program (\$200K), 2023 Homeland Security Grant (\$180K), OCSD SONGS Reimbursement (\$40K), combined US&R Grant adjustments (\$20K), and FEMA Fire Prevention Safety Grant (\$10K).	\$953,255



OCPFA Retiree Medical Trust Payment: OCFA’s audit firm Lance, Soll & Lunghard issued a final report on the OCPFA Medical Benefit Trust for the period January 1, 2023 through December 31, 2023 showing a \$3,484,786 excess fund balance credit due to the OCFA. Per the terms of the OCFA/OC PFA Health Plan Agreement, OCFA will remit these funds to the OCFA Retiree Medical Trust held at OCERS, and future contributions will be adjusted. **\$3,484,786**

Miscellaneous: This category of revenue adjustments includes increased interest earnings (\$1.6M), planning & development fees (\$359K), inspection services revenue (\$125K), insurance settlement receipts (\$48K), combined adjustments to cash contract city maintenance charges (\$38K), and Drone Program training revenue (\$28K). **\$2,182,399**

FY 2024/25 General Fund Estimated Expenditure Adjustments - \$29.9 million

Assistance by Hire/Emergency Incident Costs: As mentioned under Revenue for ABH, an adjustment is needed for in-county and out-of-county responses, primarily in the overtime/backfill category, but also for response-related supplies. This category also comprises US&R activation expenditures. Staff will be monitoring these categories closely as the fiscal year progresses. **\$23,077,330⁽¹⁾**

Grant/Reimbursable Programs: These expenditure items include University of California PFAS Research Grant (\$504K), Joint Apprenticeship Committee Program (\$200K), 2023 Homeland Security Grant (\$180K), OCSD SONGS Reimbursement (\$40K), combined US&R Grant adjustments (\$20K), and FEMA Fire Prevention Safety Grant (\$11K). **\$953,766⁽¹⁾**

OCPFA Retiree Medical Trust Payment: OCFA’s audit firm Lance, Soll & Lunghard issued a final report on the OCPFA Medical Benefit Trust for the period January 1, 2023 through December 31, 2023 showing a \$3,484,786 excess fund balance credit due to the OCFA. Per the terms of the OCFA/OC PFA Health Plan Agreement, OCFA will remit these funds to the OCFA Retiree Medical Trust held at OCERS, and future contributions will be adjusted. **\$3,484,786⁽¹⁾**

Personnel/Training: When the Board adopted the FY 2024/25 budget in May, staff was directed to fund a Lead Crew Chief position² and three Firefighter Paramedic Rescuer positions for the Air Operations Program at mid-year. This adjustment includes a prorated amount of \$526K to fund these positions for a partial year. This cost will be partially offset by a \$405K budget decrease for three Firefighter Paramedic Positions that were budgeted to add a 4th firefighter paramedic position to Engine 18 starting January 2025, but are now anticipated to be partially funded by the SAFER Grant beginning in FY 2025/26. This category also includes the impact of the October 2024 Side Letter with the Firefighters (\$660K), Pilot Training (\$324,558), tuition reimbursement (\$235K), and Drone Program Training (\$40K). **\$1,380,509**

¹ Expenditure increase is wholly or partially cost neutral, offset by a corresponding revenue source or dedicated fund balance.

² The “Lead” Crew Chief position will require a new bonus pay for the higher skill set. Staff will propose a side letter agreement with the March staff report for Board review and approval.



Supplies/Equipment/Professional Services: This category includes one-time adjustments for services and supplies which were unknown or for which costs have increased since budget development. Adjustments include increased general liability insurance (\$1.1M), Helicopter 4 maintenance (\$500K), utilities costs (\$431K), workers' compensation excess insurance (\$280K), GE helicopter engine maintenance program (\$237K), 800MHz System cost sharing (\$153K), maintenance for surplus vehicles provided to Investigations Section (\$49K), development impact fee study (\$39K), junior firefighting helmets (\$20K), and power equipment fuel (\$35K). **\$2,793,520**

Workers' Compensation: The OCFA received a new workers' compensation actuarial study dated 7/16/2024 which allows for a \$2.0 million decrease in Fund 121 workers' compensation expenditures while still maintaining funding at the 50% confidence level. Fund 121 workers' compensation expenditures are transferred to Workers' Compensation Fund 190 to pay for workers' compensation claims. **(\$2,000,000)**

Interfund Borrowing: When the budget was adopted in May, the Board approved interfund borrowing as a cash flow management mechanism in FY 2024/25. The money is borrowed from the Workers' Compensation Self-Insurance Fund 190 and repaid with interest which is reflected as a cost to the General Fund. The estimated \$263K increase in interfund borrowing costs are offset by increased General Fund interest earnings revenue of \$1.6M. **\$262,500**

FY 2024/25 CIP and Other Fund Adjustments

- **Fund 12110 – General Fund CIP:** A decrease in expenditures in the amount of \$4,822,066 is needed due to lower than anticipated costs for the SCBA replacement project.
- **Fund 124 – Communications and Information Systems :** An increase in expenditures of \$500,000 is needed to transition the incident reporting standard from NFIRS to NERIS per a mandate issued by the U.S. Fire Administration. A \$500,000 budget decrease is needed for Website Upgrade project savings.
- **Fund 133 – Fire Apparatus:** An increase in expenditures of \$4,460,000 is needed for the purchase of two additional ladder trucks and a \$1,001,500 budget decrease is needed for rebudgeted dozer and tractor vehicle funding that is not needed.
- **Fund 139 – Settlement Agreement:** An increase in expenditures in the amount of \$38,000 is needed to accommodate Trustee and PARS fees for administering the 115 Trust.
- **Fund 190 – Workers' Compensation:** A revenue reduction of \$2,000,000 is required to correspond with the \$2,000,000 decrease in funding provided by Fund 121 referenced in the General Fund expenditure section above.
- **Interest Earnings:** Interest earning revenue for each of the CIP and Other Funds have been increased based on the latest projections. The net interest earnings adjustment is a \$457,629 increase.

FY 2024/25 Fund Balance Transfer Adjustments

- **Unencumbered Fund Balance:** The FY 2023/24 year-end audit identified unencumbered fund balance in the amount of \$4,572,224. This fund balance increase resulted primarily from additional revenue received in the fiscal year, as well as salary savings and S&S savings in the General Fund.



Per the OCFA's Amended Joint Powers Agreement (JPA), the Board of Directors has the discretion to allocate this year-end unencumbered fund balance to the Structural Fire Fund Entitlement Fund for use by eligible member agencies, pursuant to the equity calculation as defined in the JPA. While that discretionary option is available, staff instead recommends allocating the unencumbered fund balance as follows, due to organizational need:

- Allocate 100% to remain in the General Fund to maintain the contingency reserve at 10% of expenditures, pursuant to the OCFA's Financial Stability Budget Policy.
- **Fund 121 and CIP Transfers:** The Financial Stability Policy requires a reconciliation of the 10% contingency reserve at mid-year. With FY 2023/24 unencumbered fund balance remaining in the General Fund, the required 10% contingency amount of \$49,349,852 will be maintained. With added CIP expenditures, the following fund balance transfers are required to maintain positive fund balance across all funds: \$4,500,000 transfer from Fund 12110 to Fund 133.

FUTURE FISCAL YEAR FINANCES

Significant factors that are anticipated to influence the FY 2025/26 budget development include:

- **Prepayment of OCERS Contributions** – Staff will conduct an analysis of OCFA's cash flow position; we expect to prepay half of the employer contributions to take advantage of an approximately 7.0% discount. This discount can fluctuate over time but remained unchanged from last year's amount of 7.0%. The prepayment discount amounts to significant savings. In the current FY 2024/25, OCFA saved an estimated \$2.3M by prepaying a portion of its OCERS contributions.
- **Property Taxes** - Since property tax is the largest source of income for the General Fund at about 63%, we have contracted with HdL Coren & Cone to update our property tax projections. Updated preliminary information for our FY 2025/26 budget will be available in February 2025; therefore, in the interim we are continuing to use prior projections for FYs 2025/26 through 2028/29 of the Five-Year Financial Forecast.
- **Retirement Rates** - The Orange County Employees Retirement System (OCERS) Board has adopted retirement rates for FY 2025/26. Retirement rates in FY 2025/26 are approximately 0.52% lower for safety and unchanged for non-safety compared to FY 2024/25 rates after removing the impact of the additional pension liability contributions OCFA has made to OCERS. Consistent with Board direction, we continue to pay the original rates, capturing those savings and increasing payments directly to our unfunded liability.
- **Workers' Compensation** – The current forecast is based on the workers' compensation actuarial study dated July 2024. We have contracted with Rivelle Consulting to update the actuarial study to be completed in January 2025 which may impact the workers' compensation cost projections in the five-year forecast.

PENDING ISSUES

- **CIP Project Budget Funding/Timing** – The next five-year Capital Improvement Program budgets are in the process of being developed. As we build the CIP, staff is working on options to align the updated five-year CIP schedule with available funding that is primarily derived from transfers from the General Fund.



MONITORING FINANCIAL HEALTH

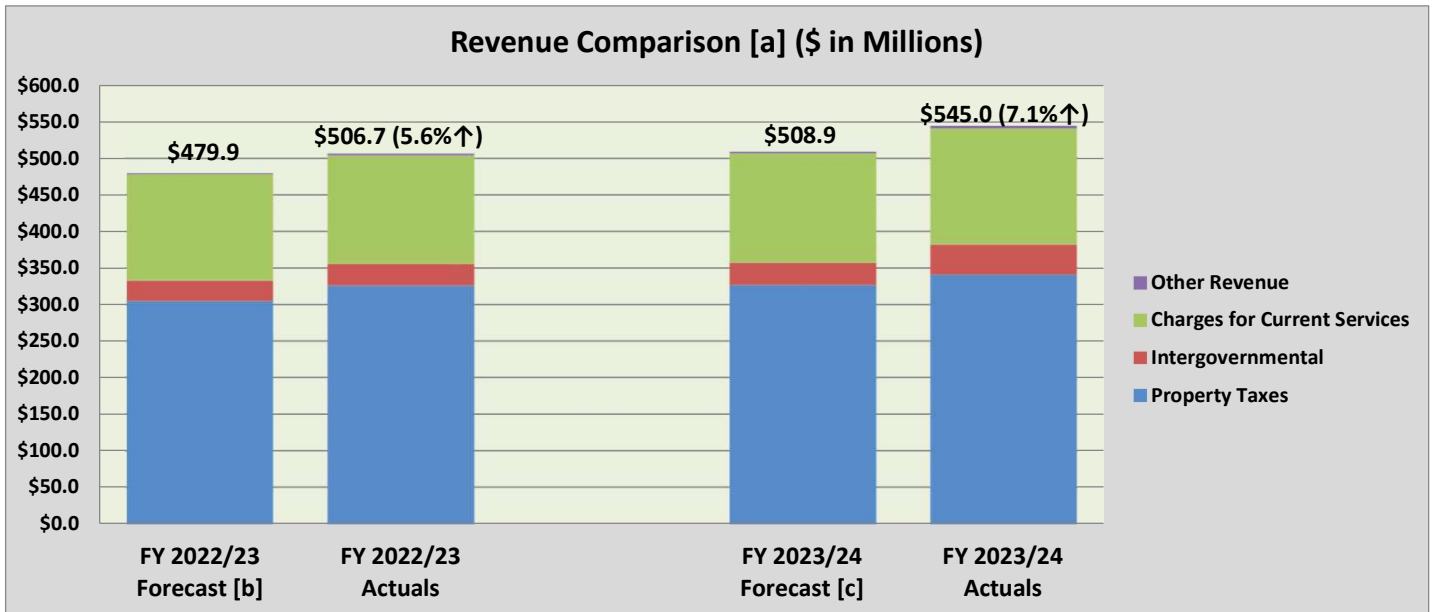
Financial Forecast

The Fiscal Health Plan directs staff to monitor our financial indicators through frequent updates to the Authority's Five-Year Financial Forecast, measuring revenue, expenditures, debt, and committed and uncommitted fund balance. These categories are forecasted using all available information, Board actions, and economic conditions (Exhibits 2 and 3).

A trend report has been developed comparing the differences between the forecasted data and actual financial results and is attached to this review as Exhibit 1.

2024 Trend Analysis: Summary of 2-Year Forecast vs. Adjusted Actuals

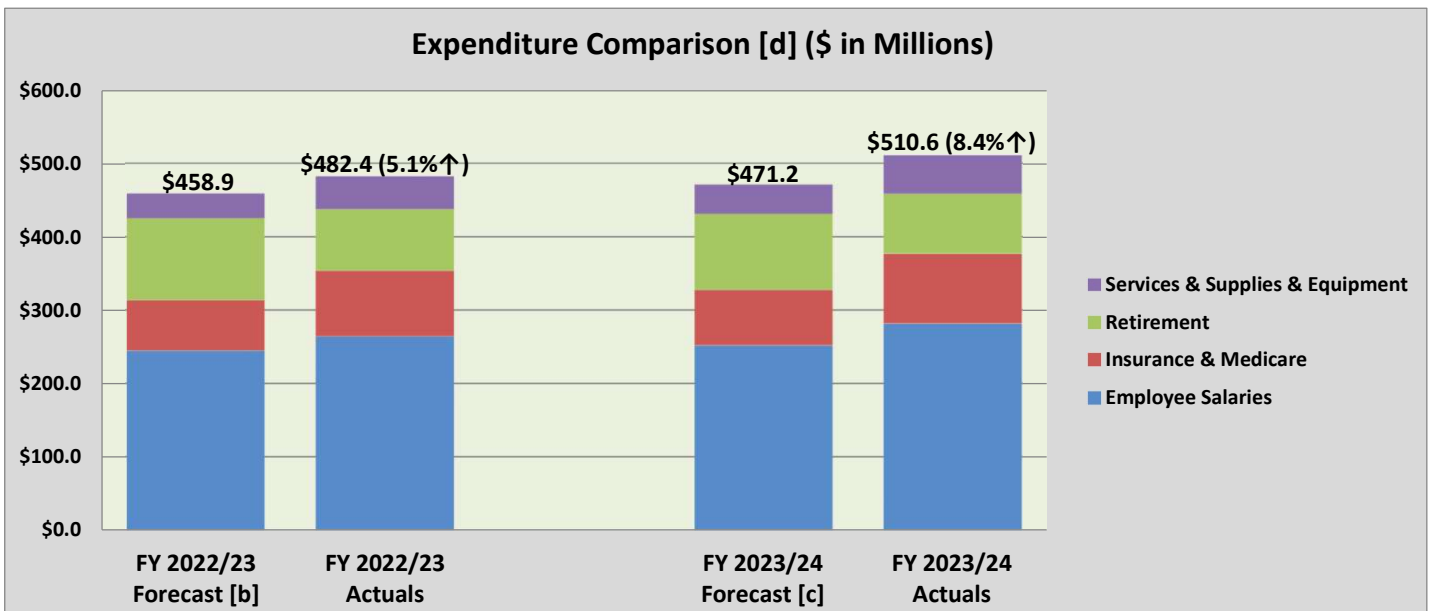
Comparison of 2022/23 Forecast to 2022/23 Actuals
and
Comparison of 2023/24 Forecast to 2023/24 Actuals



[a] Actual revenue adjusted for one-time sources not forecasted such as assistance by hire revenue, grant revenue, donation revenue, and one-time revenue associated with RDA dissolutions.

[b] As presented in the FY2021/22 Adopted Budget - Scenario 1.

[c] As presented in the FY2022/23 Adopted Budget - Scenario 1.



[d] Actual expenditures adjusted for one-time items not forecasted such as grant and donation expenditures.

Scenario 1 - \$5.9M Max SAFER Grant Funding Over 3 Years, 2% Increases after MOU Exp.		PROJECTED FY 2024/25	PROJECTED FY 2025/26	PROJECTED FY 2026/27	PROJECTED FY 2027/28	PROJECTED FY 2028/29
A.	BEGINNING FUND BALANCE - All Funds Combined	295,761,892	252,551,428	251,799,340	261,487,687	277,104,826
GENERAL FUND Revenue & Expenditures						
	Property Taxes	358,765,181	370,636,824	406,448,525	427,153,649	448,729,374
	State Reimbursements	16,786,908	16,786,908	16,786,908	16,786,908	16,786,908
	Federal Reimbursements	100,000	100,000	100,000	100,000	100,000
	One-Time Grant/ABH/RDA	73,389,789	-	-	-	-
	Community Redevelopment Agency Pass-thru	28,532,644	30,765,240	14,629,608	15,509,971	16,249,560
	Cash Contracts	148,114,007	154,692,862	160,736,213	166,321,404	172,472,735
	Community Risk Reduction Fees	8,194,287	8,194,287	8,194,287	8,358,173	8,525,336
	ALS Supplies & Transport Reimbursement	4,547,600	4,547,600	4,547,600	4,547,600	4,547,600
	Interest Earnings	3,761,452	1,670,022	1,759,003	1,845,000	1,940,102
	Other Revenue	1,416,239	1,416,239	1,416,239	1,416,239	1,416,239
	General Fund Revenue	643,608,107	588,809,982	614,618,383	642,038,944	670,767,855
	New Positions for New Stations	-	-	1,179,909	1,818,535	4,935,954
	Employee Salaries	285,158,899	293,955,876	299,483,984	308,204,363	316,024,757
	Retirement - Regular Annual Payments	88,021,351	95,544,592	96,708,085	100,669,455	108,262,050
	Accelerated Pension / Retiree Medical Paydown	21,814,115	29,242,631	34,647,456	35,807,106	41,075,871
	Workers' Compensation (Transfer to Fund 190)	24,400,324	27,929,760	31,053,885	35,246,721	36,304,123
	Other Insurance	39,923,993	41,007,172	42,609,480	44,309,558	46,330,443
	Medicare	4,130,363	4,262,360	4,342,518	4,468,963	4,582,359
	One-Time Grant/ABH Expenditures	27,643,884	-	-	-	-
	Salaries & Employee Benefits	491,092,929	491,942,391	510,025,316	530,524,701	557,515,556
	Services & Supplies/Equipment	55,749,081	54,476,394	55,078,388	55,783,384	55,791,902
	Irvine Settlement Agreement (Transfer to Fund 139)	2,668,000	2,668,000	2,668,000	2,668,000	2,668,000
	New Station/Enhancements S&S Impacts	-	-	80,136	123,510	380,719
	One-Time Grant Expenditures	45,915,412	-	-	-	-
	General Fund Expenditures	595,425,422	549,086,785	567,851,840	589,099,595	616,356,177
B.	Incremental Increase in GF 10% Contingency	2,024,726	2,367,763	1,336,023	2,008,810	2,198,782
	GENERAL FUND SURPLUS/(DEFICIT)	46,157,959	37,355,433	45,430,519	50,930,538	52,212,896
C.	Operating Transfer from Operating Contingency	-	-	-	-	-
	Transfers to CIP Funds from General Fund Surplus	46,157,959	37,355,433	45,430,519	50,930,538	52,212,896
	One-Time Pension / Retiree Med. Paydown from GF Surplus	-	-	-	-	-
CAPITAL IMPROVEMENT PROGRAM (CIP)						
	Interest Earnings	2,824,031	2,349,075	2,371,344	2,488,489	2,634,195
	Cash Contracts	1,963,179	2,022,076	2,082,737	2,145,219	2,209,574
	Developer Contributions	1,868,550	1,276,550	3,376,550	1,276,550	828,620
	Operating Transfers into CIP from General Fund Surplus	46,157,959	37,355,433	45,430,519	50,930,538	52,212,896
	Total CIP Revenue	52,813,719	43,003,134	53,261,150	56,840,797	57,885,285
	Fund 12110 - General Fund CIP	33,251,393	11,609,700	7,806,600	5,070,300	4,565,200
	Fund 123 - Fire Stations and Facilities	23,298,955	1,500,000	1,300,000	13,300,000	17,200,000
	Fund 124 - Communications & Information Systems	7,408,054	1,200,000	1,500,000	4,500,000	4,250,000
	Fund 133 - Fire Apparatus	25,784,740	28,477,230	32,875,060	22,007,800	20,814,500
	Lease Purchase Payments	4,933,000	4,933,000	4,933,000	4,933,000	4,933,000
	Total CIP Expenses	94,676,142	47,719,930	48,414,660	49,811,100	51,762,700
D.	CIP SURPLUS/(DEFICIT) - Deposit to/withdraw from CIP reserve	(41,862,423)	(4,716,796)	4,846,490	7,029,697	6,122,585
OTHER FUNDS						
	Fund 190 - WC Revenue - Transfer from GF	24,400,324	27,929,760	31,053,885	35,246,721	36,304,123
	Fund 190 - WC Revenue - Interest Earnings	6,283,071	4,065,498	4,104,039	4,306,780	4,558,950
	Fund 190 - WC Cashflow Payments per Actuary	32,235,643	33,193,043	34,454,355	35,816,767	36,891,270
E.	Deposit to WC Cashflow Reserve	(1,552,248)	(1,197,785)	703,569	3,736,734	3,971,803
	Fund 139 - Irvine Settlement Revenue - Transfer from GF	2,668,000	2,668,000	2,668,000	2,668,000	2,668,000
	Fund 139 - Irvine Settlement Revenue - Interest Earnings	1,130,482	794,730	802,265	841,897	891,191
	Fund 139 - Irvine Settlement Expenditures - Per Agreement	2,206,000	668,000	668,000	668,000	668,000
F.	Deposit to Fund 139 - Irvine Settlement Agmt.	1,592,482	2,794,730	2,802,265	2,841,897	2,891,191
G.	Fund 171 - SFFEF Expenditures	3,413,001	-	-	-	-
	ENDING FUND BALANCE (Note) - All Funds Combined	252,551,428	251,799,341	261,487,687	277,104,826	292,289,187
Ending Balance by Fund						
	Operating Contingency (10% of Expenditures)	49,349,852	51,717,615	53,053,638	55,062,449	57,261,231
	Reserve for Cash Contract City Station Maintenance	475,000	475,000	475,000	475,000	475,000
	Structural Fire Fund Entitlement Fund (Fund 171)	10,204	10,204	10,204	10,204	10,204
	Irvine Settlement Agreement (Fund 139)	34,090,466	36,885,196	39,687,461	42,529,358	45,420,549
	CIP FUND BALANCE	5,397,857	681,061	5,527,550	12,557,247	18,679,833
	Workers' Compensation Cashflow Reserve (Fund 190)	163,228,049	162,030,264	162,733,833	166,470,567	170,442,370
	Total Fund Balances	252,551,428	251,799,341	261,487,687	277,104,826	292,289,187

Note: Ending Fund Balance is calculated by adding rows A+B+C+D+E+F-G

Forecast Assumptions – Mid-Year Revised

Basic Assumptions

The Adopted FY 2024/25 Budget, and the Five-Year Capital Improvement Plan approved by the Board of Directors on May 23, 2024 form the basis for this financial forecast with the following adjustments:

- Updated total beginning fund balance from the FY 2023/24 audited financial statements.
- All approved budget adjustments that have occurred since the adoption of the budget.
- Proposed FY 2024/25 mid-year adjustments.

General Fund Revenues

- **Secured Property Taxes** – The Harris & Associates Final 2024 Report Typical Scenario provides the growth factors assumed for the forecast. The following are projections of current secured property tax growth:

FY 2024/25	5.72%
FY 2025/26	3.83%
FY 2026/27	10.26% (Irvine pass-thru revenues transferring to property tax in FY 2026/27)
FY 2027/28	5.38%
FY 2028/29	5.32%

- **Public Utility, Unsecured, Homeowners Property Tax Relief, and Supplemental Delinquent Taxes** – All of these categories of property taxes are projected to remain constant during the forecast period.
- **State Reimbursements** – State reimbursements are expected to remain constant, pending more details from CAL FIRE.
- **Federal Reimbursements** – This revenue is projected to remain constant.
- **Community Redevelopment Agency Pass-thru Revenue** – Harris & Associates completed a Redevelopment Area Excess Revenue Analysis of pass-thru and residual revenues from the dissolution of the redevelopment agencies dated April 1, 2024. The forecast figures come from this report. Dissolution of the Irvine Successor Agency is projected for FY 2026/27 and Irvine pass-thru revenues are projected to transfer to ad-valorem property tax revenue in this year.
- **Cash Contracts** – The forecasted calculations are based on the Joint Powers Agreement and subsequent amendments with year-over-year changes ranging from 3.50% to 4.50%. In addition, this revenue category includes John Wayne Airport contract proceeds with an annual 4.00% increase cap, which is projected to continue through the forecast period.
- **Community Risk Reduction Fees** – Community Risk Reduction Fees are projected to remain constant through the forecast period from FY 2024/25 through FY 2028/29, pending any changes approved by the Board.

- **ALS Supplies & Transport Reimbursements** – This revenue is estimated to remain flat, pending any changes approved by the Board.
- **Interest Earnings** – Assumes an average annual return of 3.50% for FY 2024/25, 3.00% for FY 2025/26, and 2.50% thereafter.
- **Other Revenue** – This revenue source includes various items such as reimbursements for training and cost recovery for the firefighter handcrew and is projected to remain flat over the forecast period.

General Fund Expenditures

- **Salaries & Employee Benefits** – S&EB is composed of the following factors:
 - ✓ **New Positions for New Stations** – The forecast assumes that new vehicles will be in service for Station 67 starting 11/1/2026 and Station 12 on 7/1/2028.
 - ✓ **Employee Salaries** – Projected salaries reflect increases consistent with the approved labor group MOUs.
 - ✓ **Retirement** – Retirement costs reflect projected employer retirement rates, which are based on the OCERS provided rates for FY 2024/25. The projected employer rates in the outer years of the forecast are based on a Segal Consulting study dated July 2, 2024 provided by OCERS. FY 2025/26 rates are approximately 0.52% lower for safety and unchanged for non-safety compared to FY 2024/25 rates.

FY	Safety	General	Source
2024/25	42.01%	35.02%	FY 2024/25 based on OCERS provided rates. Outer years based on Segal Consulting Study dated July 2, 2024. Effective rates adjusted to remove impact of additional OCFA UAAL contributions.
2025/26	41.49%	35.02%	
2026/27	41.19%	34.92%	
2027/28	41.69%	35.22%	
2028/29	43.79%	36.72%	

In accordance with the Updated Snowball Strategy presented to the board in November 2015, the forecast includes the following unfunded liability paydowns:

- Contributing additional funds each year using projected savings that will be realized under new Public Employees’ Pension Reform Act (PEPRA) of \$6.8M in FY 2024/25 and continuing in different amounts until payment is complete.
- Contributing an additional \$1M each year starting in FY 2016/17 and increasing by \$2M each year until it reaches \$15M and continuing at \$15M thereafter.
- In prior years, contributed \$1 million per year from surplus fund balance available in the Workers’ Compensation Self-Insurance Fund from FY 2016/17 through FY 2020/21.
- Beginning in FY 2017/18 at mid-year, if CIP is sufficiently funded, allocate 50% of the General Fund surplus, if any, to UAAL with the remaining 50% used to fund CIP.
- ✓ **Workers’ Compensation** – FY 2024/25 assumes a 50% confidence level for ongoing Workers’ Compensation costs. The 50% confidence level is assumed throughout the

forecast period. Workers' Compensation costs in the forecast period are based on projected payments in the Rivelle Consulting Services January 2024 Actuarial Study.

- ✓ **Other Insurance** – Medical insurance rates for firefighters assume no increases through FY 2025/26 and 2.50% annual increases thereafter. For staff members, they are projected to grow by 10% annually. This category also includes \$37,000 for unemployment insurance in FY 2024/25.
- ✓ **Medicare** – Annual amounts are calculated at 1.45% of projected salaries.
- **Services and Supplies (S&S)** – S&S is held flat unless a new fire station is built, specific increases have been identified by section managers, or one-time grant proceeds have been received.

Net General Fund Revenue

This figure equals the General Fund Revenue minus the General Fund Expenditures.

Incremental Increase in General Fund 10% Contingency

This is the amount needed to add to the General Fund 10% Contingency each year to maintain this category of fund balance at the required policy level of 10% of General Fund expenditures (less one-time expenditures).

Transfer to Fund 139 from General Fund Surplus

This is the amount needed to pay for City of Irvine Settlement Agreement costs.

General Fund Surplus/(Deficit)

This figure is equal to the Net General Fund Revenue less the incremental increase in the General Fund 10% Contingency and the transfer out to Fund 139. In years when there is a surplus, unless an exception is triggered, 50% is transferred to the CIP funds and 50% is used to paydown unfunded liabilities as outlined in the Financial Stability Budget Policy. In years when there is a deficit, the deficit amount must be drawn from the 10% Contingency, and once those are exhausted, from fund balance for CIP.

Capital Improvement Program/Other Funds Revenue

- **Interest Earnings** – Assumes an average annual return of 3.50% for FY 2024/25, 3.00% for FY 2025/26, and 2.50% thereafter.
- **State/Federal Reimbursement** – The forecast assumes no State/Federal reimbursement revenue in the forecast period.
- **Cash Contracts** – The forecast calculations are based on the Joint Powers Agreement and subsequent amendments.
- **Developer Contributions** – The forecast assumes we will receive developer contributions to fund fire stations and vehicles in all years through FY 2028/29.
- **Workers' Compensation Transfer** – These amounts equal the General Fund Workers' Compensation budget.

- ***Fund 139 Transfer*** – These amounts are transferred from the General Fund to pay for various expenditures required under the City of Irvine Settlement Agreement.
- ***Operating Transfer In*** – This figure equals the Operating Transfer Out from the General Fund.

Capital Improvement Program/Other Funds Expenditures

Expenditures for each CIP fund are based on the CIP Budget.

- ***Irvine Settlement (Fund 139)*** – Budgeted expenditures in Fund 139 are based on the City of Irvine Settlement Agreement.
- ***Structural Fire Fund Entitlement (Fund 171)*** – The forecast period assumes no Structural Fire Fund Entitlement expenditures beyond FY 2024/25.
- ***Self-Insurance Fund (Fund 190)*** – Self-Insurance Fund expenditures are based on projected payments in the Rivelle Consulting Services January 2024 Workers’ Compensation Actuarial Study.

Fund Balances

- ***Operating Contingency*** – Reflects policy of 10% of the General Fund expenditures each year (less one-time expenditures and UAAL payments). General Fund deficits (if applicable) are deducted from this category of fund balance.

Assigned Fund Balances

- ***Irvine Settlement (Fund 139)*** – Funding is set aside for City of Irvine Settlement Agreement costs, including the 115 Trust.
- ***Self-Insurance Fund (Fund 190)*** – Funding is set aside for Workers’ Compensation outstanding claims at the 50% confidence level per Board policy. The required amount is based on the actuarial report for Estimated Outstanding Losses as of the last full fiscal year prior to report issuance. The required funding levels are maintained by retaining funds in fund balance that reflect the difference between the workers’ compensation transfer and Fund 190 expenditures.
- ***Capital Improvement Program*** – This fund balance includes funding for future capital replacements and is reduced annually by the cost of capital assets and increased in years when there are Operating Transfers into the CIP.



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
January 15, 2025

Agenda Item 3B
Discussion Calendar

Contract Amendments and Budget Adjustment for
Quick Reaction Force (QRF) 2024 Program

Contact(s) for Further Information

Brian Fennessy, Fire Chief	brianfennessy@ocfa.org	714.573.6010
Tim Perkins, Assistant Chief Field Operations South	timperkins@ocfa.org	949.702.3868

Summary

This agenda item is submitted for approval to increase the total QRF Program Spending Cap and related blanket order contracts and budget adjustment to close out the 2024 QRF program year. Approval of this item will recognize increased reimbursement revenue associated with the QRF responding to major incidents, and it will authorize the processing of invoice payments to vendors, also associated with responding to major incidents. QRF resources were utilized during a number of late 2024 season wildland fires such as the Franklin Fire, Mountain Fire, and Bridge Fire and associated QRF costs are reimbursable to the OCFA.

Prior Board/Committee Action

On November 16, 2023, the Board of Directors authorized the 2024 QRF program to continue for a duration of 365 days from January 1, 2024, through December 31, 2024. This included funding and approval of various agreements for services (aerial firefighting equipment, a mobile retardant base, a program manager, Helicopter Coordinator and other related services) for a Total Spending Cap of \$19,369,772.

On November 21, 2024, the Board of Directors authorize a FY 2024/25 General Fund (121) budget adjustment to recognize 2024 QRF Program related reimbursement revenue increase of \$1,975,000 and to increase appropriations by the same amount. However, this amount was not allocated to any contracted services agreements at the time and, therefore, was not authorized for payment to any specific vendor. The budget adjustment increased the Total Spending Cap from the original \$19,369,772 to a revised cap of \$21,344,772.

RECOMMENDED ACTION(S)

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting of January 23, 2025, with the Budget and Finance Committee's recommendation that the Board of Directors:

1. Approve and authorize an FY 2024/25 General Fund (121) budget adjustment to recognize an additional increase in QRF related reimbursement revenue of \$4,932,989 and to increase appropriations by the same amount, due to additional incident activity (bringing the new Total Spending Cap from \$21,344,772 to \$26,277,761).

2. Approve and authorize the Purchasing Manager to amend the 2024 QRF-related vendor blanket order contracts by the individual amounts needed in support of the QRF Program so long as the aggregate value does not exceed the new program budget total of \$26,277,761.

Impact to Cities/County

The QRF services will enhance regional aerial wildland fire response.

Fiscal Impact

Authorization of the Budget Adjustments will increase revenues and expenditures by \$4,932,989 from additional anticipated reimbursements. Reimbursements from Los Angeles County Fire Department, State and Federal agencies are forthcoming.

Background

Quick Reaction Force (QRF) Program

Wildland fire remains the most significant threat to life and property in California. Given the devastating and destructive wildfires of recent years, Governor Gavin Newsom, as well as fire agencies and utility companies throughout the state, continue to emphasize that wildfire mitigation and suppression are a top priority. The QRF is organized and dispatched as a complete aviation suppression package with everything it needs to operate at full capacity without having to rely on logistical support from the incident organization. When a wildland fire exceeds the suppression effort mounted during initial attack, the QRF Program rapidly deploys additional reinforcement aircraft including Very Large Helitankers, Aerial Supervision aircraft, and mobile fire-retardant plant services. The components of the QRF are strategically located throughout the three partner counties with Orange County’s resources based at the Fullerton Municipal and Chino Airports. The QRF operates within the defined fire threat areas of the SCE service territory.

Program Funding

Fixed Costs

SCE funding covers the fixed costs of the CH-47, S-61 and S-76 Aerial Supervision Aircraft, and the ATGS/HLCO for 365 days. In addition, SCE will fund the standby costs for the mobile retardant plant for 180 days during the highest-risk portion of the year, July – December. SCE also funds program management.

Variable Costs

Separate from the SCE Program Funding, agencies requesting QRF services cover the variable costs via ABH cost reimbursement. Program non-reimbursable costs covered by State Augmentation funds.

The table below details the additional revenue reimbursement to be recognized and appropriated and the contract amendment increases in order to process invoice payments for Coulson Aviation Inc. and Perimeter Solutions for the 2024 QRF Program:

Program Funding:		
Funding Source	Description	2024 Additional Funding
Reimbursement Revenue*	Cost reimbursements from Ventura County Fire Dept, Los Angeles County Fire Dept, State and Federal agencies	\$1,975,000 <i>(Board action taken, Nov 2024)</i>
		\$4,932,989 <i>(This Board action, Jan 2025)</i>
Total Funding Sources:		\$6,907,989

Allocation of Increased Program Spending Caps to Vendors:

Contractor	Description	Spending Cap Increase
Coulson Aviation Inc.	CH-47/S-61 Very Large Helitankers and S-76 Aerial Supervision Aircraft	\$3,607,989
Perimeter Solutions	Mobile Retardant Plant	\$3,300,000
Total Spending Cap Increase:		\$6,907,989

Resources Available to Other Fire Agencies Upon Request

The CH-47 VLHT, S-61 helitanker, and S-76 Aerial Supervision Aircraft daily standby lease and hourly flight rates, the mobile retardant plant daily standby and variable cost rates, Air Tactical Group Supervisors, and a Program Manager were added to the equipment cost reimbursement rate schedule (known as the Assistance by Hire rates or ABH rates). These ABH rates serve as the basis for OCFA cost reimbursement for services requested by other fire service agencies.

Accordingly, OCFA is expecting reimbursement funds totaling \$6,907,989 for QRF aircraft flight time and retardant usage on various fires this season. The Board previously recognized \$1,975,000 of these anticipated reimbursements and staff is now returning for approval to recognize additional reimbursements. We are expecting these reimbursement funds from Ventura County Fire Department, LA County Fire Department, Cal Fire and USFS utilizing our existing agreements

OCFA will be responsible for the flight-time charges for OCFA's own use of the CH-47, S-61, and S-76 Aerial Supervision Aircraft resources.

Staff recommends approval of the stated recommended actions to process vendor payments for the 2024 QRF Program year.

Attachment(s)

None.