



ORANGE COUNTY FIRE AUTHORITY

BUDGET AND FINANCE COMMITTEE Regular Meeting Agenda

Wednesday, March 11, 2026
12:00 p.m.

Orange County Fire Authority
Regional Fire Operations and Training Center
Classroom One
1 Fire Authority Road
Irvine, California 92602

Committee Members

Nitesh Patel, Chair • Shelley Hasselbrink, Vice Chair
David Burke • Tara Campbell • Kelly Jennings • Austin Lumbard
Mike Munzing • Chi Charlie Nguyen • Connor Traut
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 Patel

PLEDGE OF ALLEGIANCE – Director Jennings

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

Budget and Finance Committee Member Orientation

Presented by Robert Cortez, Deputy Chief/Administration & Support Bureau and Sara Kennedy, Assistant Chief/Business Services

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 February 11, 2026, Regular Meeting as submitted.

B. Monthly Investment Report

Submitted by: Sara Kennedy, Assistant Chief/Business Services Department, James Slobojan, Treasurer/Treasury & Financial Planning, and Traci Lee, Assistant 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 March 26, 2026, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the report.

C. Updated Equipment Cost Reimbursement Rates

Submitted by: Sara Kennedy, Assistant Chief/Business Services Department and Alicea Caccavo, Finance Division Manager/Business Services Department

Recommended Action:

Review the proposed agenda item and direct staff to place the item on the agenda for the Board of Directors meeting on March 26, 2026, with the Budget and Finance Committee's recommendation that the Board of Directors approve and adopt the Updated Equipment Cost Reimbursement Rates to be effective April 1, 2026.

3. DISCUSSION CALENDAR**A. FY 2025/26 Mid-Year Budget Adjustment**

Submitted by: Sara Kennedy, 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 March 26, 2026, with the Budget and Finance Committee's recommendation that the Board of Directors authorize the proposed mid-year budget adjustments and transfers as detailed in this report and attachments.

REPORTS

None.

COMMITTEE MEMBER COMMENTS

ADJOURNMENT – The next meeting of the Budget and Finance Committee is scheduled for Wednesday, April 8, 2026, at 12 noon.

AFFIDAVIT OF POSTING

I hereby certify under penalty of perjury and as required by the State of California, Government Code § 54954.2(a), 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 72 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 Auditor Communications
- Annual Long-Term Liability Report
- Backfill Overtime and Total Earnings / Compensation Analysis
- Quarterly Financial Newsletter
- Quarterly Purchasing Report
- Proposed Budget Review

UPCOMING MEETINGS:

Legislative and Public Affairs Committee
Executive Committee
Board of Directors

Wednesday, March 18, 2026, 12 noon
Thursday, March 26, 2026, 5:30 p.m.
Thursday, March 26, 2026, 6:00 p.m.

Orange County Fire Authority



Budget & Finance Committee Orientation

March 11, 2026

What is the B&FC?

- Standing committee established by Board Rules
- Membership is to approximate the ratio of Structural Fire Fund and Cash Contract members
- The Chair/Vice Chair are elected by B&FC members at first B&FC meeting following election of Board Chair/Vice Chair

Role and Scope of B&FC Members

Provide fiscal policy direction to staff and make recommendations to the Executive Committee and Board of Directors on a variety of areas such as:

- Financial, Budget and Purchasing Policies
- Proposed Budgets and the Monitoring of Fiscal Health
- Audit and Investment Oversight
- Proposed Debt Issuance
- Fee Study and Cost Recovery Practices
- Options for Reducing Unfunded Liabilities
- Annual Grant Priorities

Key Policies in Place

- Fiscal Health Plan
- Financial Stability Budget Policy
- Accelerated Pension Paydown Plan
- Investment Policy
- Short-term Debt Policy
- Grant Management Policy
- Purchasing Ordinance
- Roles/Responsibilities/Authorities Matrix

Business Services Department Management Team



Finance Division Items

- Comprehensive Annual Financial Report
- Single Audit
- Annual Compensation Study
- Cost Recovery Fees:
 - Community Risk Reduction Fees
 - Reimbursement for Advanced Life Support (ALS) Paramedic Services / Medical Supplies
 - Assistance-by-Hire (ABH) Rates (In/Out of County Incidents)

The logo of the Fire Orange County California Authority is a circular emblem. It features a central scene with a mountain range, a body of water, and a sun. The text 'FIRE' is at the top, 'ORANGE COUNTY' is in the middle, and 'CALIFORNIA AUTHORITY' is at the bottom. Below the emblem, it says 'Est. 1995'.

Treasury & Financial Planning Items

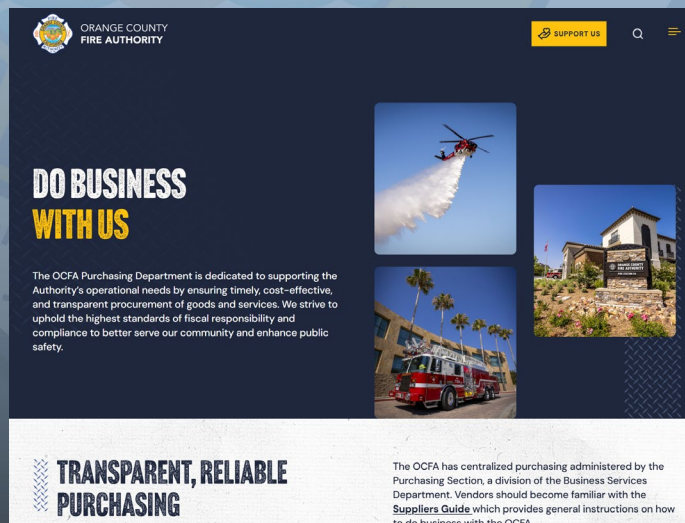
- Annual Investment Policy Update
- Monthly Investment Reports
- Annual Long-term Liability Study
- Budget Development
- Budget Adjustments
- 5-Year Financial Forecast
- Mid-Year Reviews
- Quarterly Financial Newsletter

Purchasing Division Items

Review and assist to establish policies or standards relating to procurement such as:

- Purchasing Ordinance
- Roles/Responsibilities/Authority Matrix

Doing Business With OCFA



ORANGE COUNTY FIRE AUTHORITY

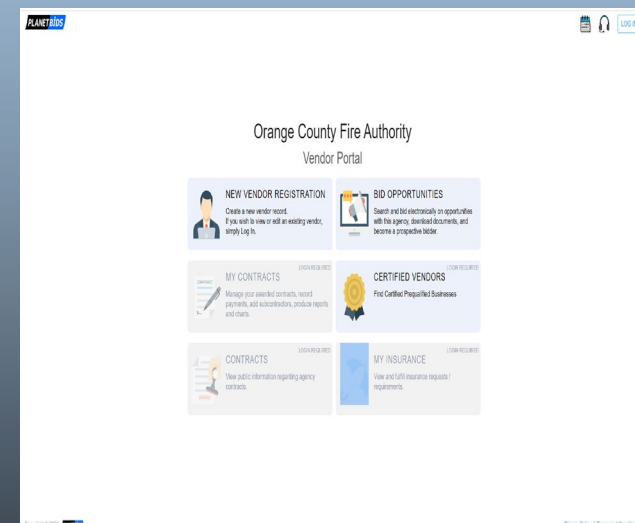
DO BUSINESS WITH US

The OCFA Purchasing Department is dedicated to supporting the Authority's operational needs by ensuring timely, cost-effective, and transparent procurement of goods and services. We strive to uphold the highest standards of fiscal responsibility and compliance to better serve our community and enhance public safety.

TRANSPARENT, RELIABLE PURCHASING

The OCFA has centralized purchasing administered by the Purchasing Section, a division of the Business Services Department. Vendors should become familiar with the [Suppliers Guide](#) which provides general instructions on how to do business with the OCFA.

Online Vendor Registration



Orange County Fire Authority Vendor Portal

- NEW VENDOR REGISTRATION**
Create a new vendor record. If you wish to view or edit an existing vendor, simply Log In.
- BID OPPORTUNITIES**
Search and bid electronically on opportunities with the agency, download documents, and become a prospective bidder.
- MY CONTRACTS**
Manage your awarded contracts, record payments, and subcontractors, produce reports, and charts.
- CERTIFIED VENDORS**
First Certified/Qualified Businesses
- CONTRACTS**
View public information regarding agency contracts.
- MY INSURANCE**
View and upload insurance requests / requirements.

FIRE

Transparency



FINANCIAL REPORTS

Adopted Budget

The Adopted Budget presents to the Board of Directors and the public a clear picture of the services which the OCFA provides, the cost of those services, and the policy decisions underlying the financial decisions. It also provides OCFA's management with a financial and operating plan that conforms to Generally Accepted Accounting Principles (GAAP). The upcoming budget must be adopted by the Board of Directors at or prior to their last meeting of the fiscal year.

Fiscal Year 2025-26 Adopted Budget
Fiscal Year 2024-25 Adopted Budget
Fiscal Year 2023-24 Adopted Budget
Fiscal Year 2022-23 Adopted Budget
Fiscal Year 2021-22 Adopted Budget

- 14-years of Long-Term Liability Studies
- 14-years of Budget Documents
- 16-years of Compensation Reports
- 21-years of Comprehensive Annual Financial Reports & Single Audits



Thank You

MINUTES ORANGE COUNTY FIRE AUTHORITY

Budget and Finance Committee Regular Meeting
Wednesday, February 11, 2026
12:00 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 Wednesday, February 11, 2026, by Vice Chair Nitesh Patel at 12:01 p.m.

PLEDGE OF ALLEGIANCE

Director Traut led the assembly in the Pledge of Allegiance.

ROLL CALL Maria Huizar, Clerk of the Authority

Present: Nitesh Patel, La Palma, Vice Chair
Joshua Sweeney, Laguna Hills
Mike Munzing, Aliso Viejo
Chi Charlie Nguyen, Westminster

Shelley Hasselbrink, Los Alamitos
David Burke, Cypress
Connor Traut, Buena Park

Absent: Austin Lumbard, Tustin, Chair

Staff present:

Interim Fire Chief TJ McGovern
Assistant Chief Jim Ruane
Assistant Chief Baryic Hunter
Assistant Chief Matt Olson
Assistant Chief Mike Summers
Clerk of the Authority Maria D. Huizar

Deputy Chief Robert C. Cortez
Assistant Chief Sara Kennedy
Assistant Chief Rob Capobianco
Assistant Chief Felicia Bryant
Assistant General Counsel Michael Daudt

PUBLIC COMMENTS

None.

1. PRESENTATION

No items.

2. CONSENT CALENDAR

On motion of Director Munzing and second by Director Nguyen, approved 6-0 Agenda Item Nos. 2A-2C (with Directors Lumbard and Sweeney 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 January 14, 2026, Regular Meeting as submitted.

B. Second 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 February 26, 2026, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the report.

C. Second 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 February 26, 2026, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the report.

Director Sweeney arrived at 12:07 p.m.

3. DISCUSSION CALENDAR

A. Monthly Investment Report (FILE 11.10D2)

Treasurer James Slobojan presented the report.

On motion of Director Sweeney and second by Director Burke, approved 7-0 by acclamation to review the proposed agenda item and direct staff to place the item on the agenda for the Executive Committee meeting of February 26, 2026, with the Budget and Finance Committee's recommendation that the Executive Committee receive and file the report.

B. Election of Committee Chair and Vice Chair (FILE 12.02B1)

Vice Chair Patel introduced the process for the selection of Chair and Vice Chair for the ensuing year. He opened the nominations for Chair.

Director Traut nominated Director Patel for Chair; seconded by Director Sweeney. Director Patel accepted the nomination; there were no other nominations. By acclamation Director Patel was selected Budget and Finance Committee Chair for the ensuing year.

Director Patel opened the nominations for Vice Chair, nominating Director Hasselbrink for Vice Chair; seconded by Director Burke. Director Hasselbrink accepted the nomination; there were no other nominations. By acclamation Director Hasselbrink was selected Budget and Finance Committee Vice Chair for the ensuing year.

REPORTS

None.

COMMITTEE MEMBER COMMENTS

None.

ADJOURNMENT – Chair Patel adjourned the meeting at 12:26 p.m. The next meeting of the Budget and Finance Committee is scheduled for Wednesday, March 11, 2026, at 12 noon.

Maria D. Huizar, CMC
Clerk of the Authority



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
March 11, 2026

Agenda Item No. 2B
Consent Calendar

Monthly Investment Reports

Contact(s) for Further Information

Sara Kennedy, Assistant Chief
Business Services Department sarakennedy@ocfa.org 714.573.6641

James Slobojan, Treasurer
Treasury & Financial Planning jameslobojan@ocfa.org 714.573.6305

Traci Lee, Assistant Treasurer
Treasury & Financial Planning tracilee@ocfa.org 714.573.6313

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 March 26, 2026, 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

Attached is the final monthly investment report for the month ended January 31, 2026. A preliminary investment report as of February 13, 2026 is also provided as the most complete report that was available at the time this agenda item was prepared.

Attachment(s)

Final Investment Report – January 2026/Preliminary Report – February 2026

Orange County Fire Authority Monthly Investment Report



Final Report – January 2026

Preliminary Report – February 2026



Monthly Investment Report Table of Contents

<i>Final Investment Report – January 31, 2026.....</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 – February 13, 2026</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

January 31, 2026



EXECUTIVE SUMMARY

Portfolio Activity & Earnings

During the month of January 2026, the size of the portfolio decreased by \$43.4 million to approximately \$321.4 million. Receipts for the month totaled approximately \$35.7 million, including property tax apportionment payments of \$25.3 million, cash contract payments of approximately \$6.8 million, and various grant reimbursement payments and charges for current services of approximately \$3.6 million. Total January cash outflows amounted to approximately \$85.3 million. Significant disbursements for the month included two biweekly payrolls and related benefits totaling approximately \$72.9 million, including the annual OCERS prepayment of \$33.5 million. The portfolio's balance is expected to decrease in February as expenses are projected to exceed revenue.

In January, the portfolio's yield to maturity (365-day equivalent) decreased by 5 basis points to 3.78%. The effective rate of return decreased by 28 basis points to 3.57%, while the average maturity of the portfolio increased to 373 days. Interest earnings for the portfolio totaled \$1,034,299.23 for January 2026 bringing fiscal year-to-date earnings to \$6,661,267.09. This represents an increase of \$487,756.29 compared to the fiscal year-to-date total as of January 31, 2025.

Economic News

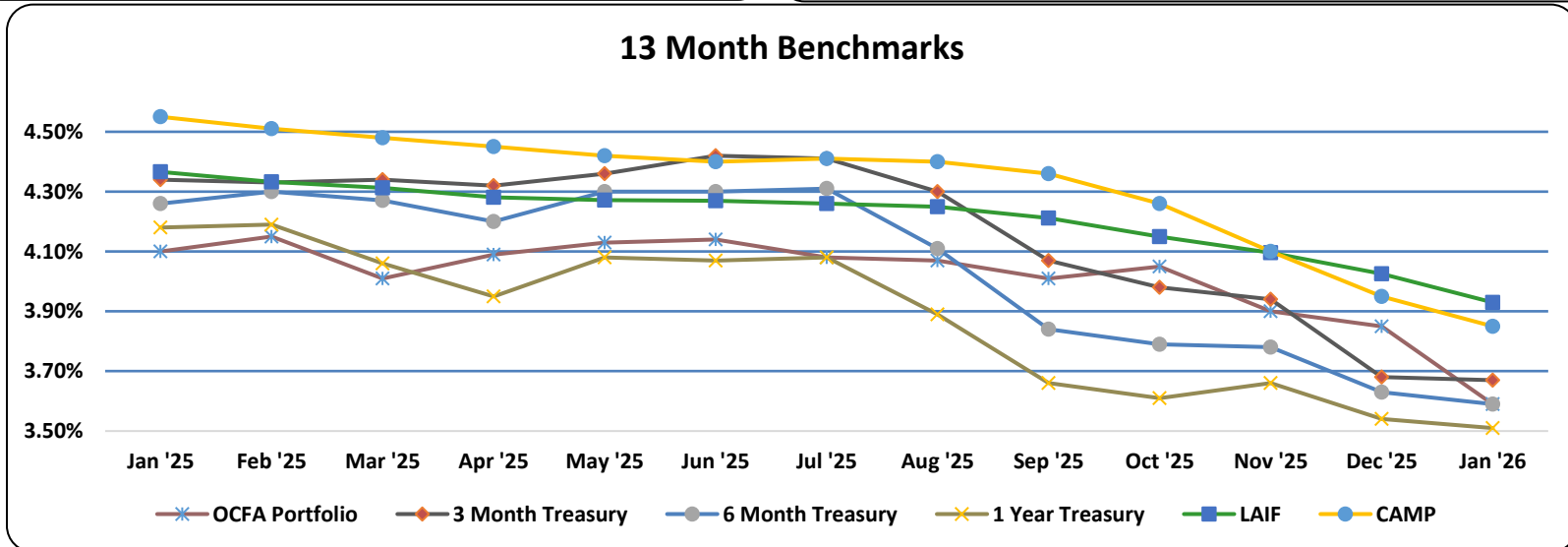
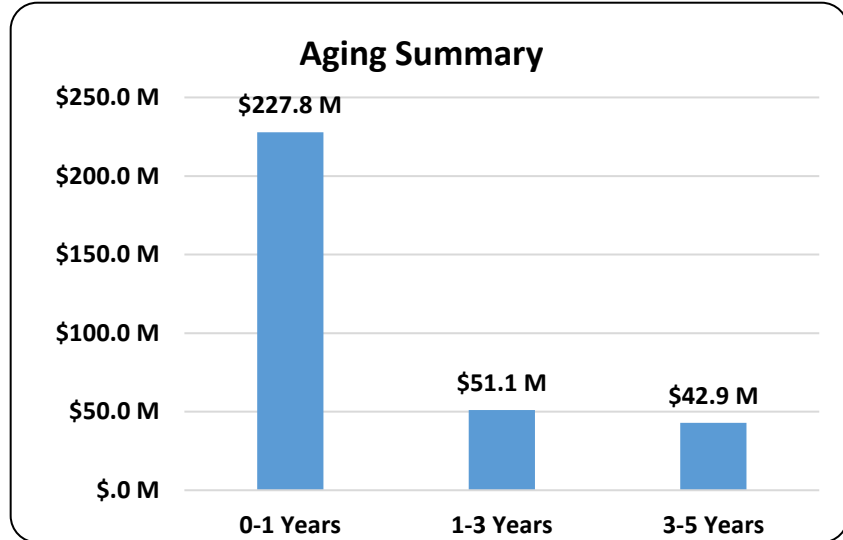
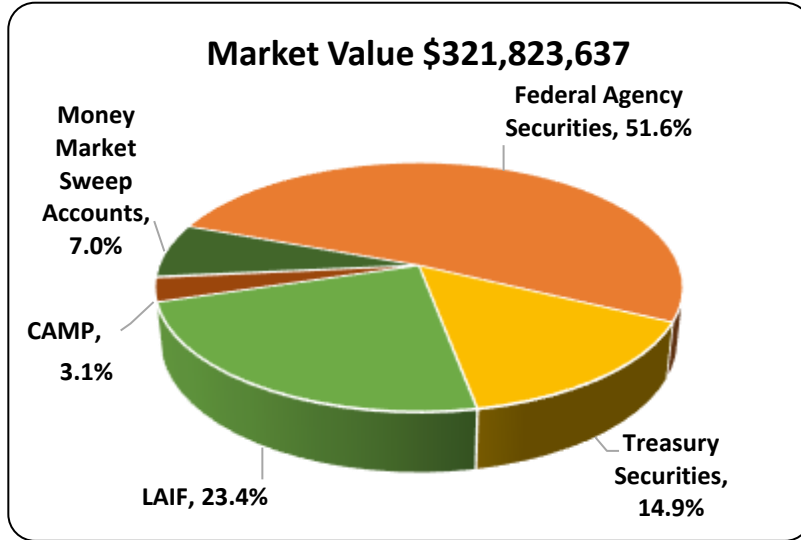
In January 2026, the U.S. added 130,000 nonfarm payroll jobs, while the unemployment rate slightly declined to 4.3%. Job growth was strongest in health care, social assistance, and construction while federal government and financial activities lost jobs. U.S. consumer confidence declined by 9.7 points in January to 84.5, following an upwardly revised December, as the Present Situation Index declined by 9.9 points and the Expectations Index declined by 9.5 points. Total retail sales for December 2025 were unchanged from November 2025, but up 2.4% year over year.

In January 2026, the Consumer Price Index (CPI) increased by 0.2% on a seasonally adjusted basis, bringing the annual inflation rate to 2.4%. The largest factor in the increase was a 0.2% increase in the index for shelter, followed by a 0.2% increase in the food index. A decrease occurred in the energy index, which fell by 1.5%.

The Federal Reserve met on January 28, 2026, where it maintained the target range for the federal funds rate at 3.50%–3.75%. The Committee is strongly committed to supporting maximum employment and returning inflation to its 2 percent objective. The Committee will continue to carefully assess incoming economic data, the evolving outlook, and the balance of risks. The next meeting is scheduled for March 18, 2026.



OCFA'S PORTFOLIO HAS AMPLE LIQUIDITY AND IS TRACKING ITS LAIF BENCHMARK AS OF JANUARY 31, 2026





BENCHMARK COMPARISON AS OF JANUARY 31, 2026

<i>3 Month T-Bill:</i>	3.67%	<i>LAIF:</i>	3.93%
<i>6 Month T-Bill:</i>	3.59%	<i>CAMP:</i>	3.85%
<i>1 Year T-Bill:</i>	3.51%	<i>SWEEP:</i>	3.58%
<i>OCFA Portfolio:</i>		3.57%	

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>	\$321,428,621	\$364,856,179	\$310,105,656
<i>Yield to Maturity (365 day)</i>	3.78%	3.83%	4.15%
<i>Effective Rate of Return</i>	3.57%	3.85%	4.10%
<i>Days to Maturity</i>	373*	323	98

*See Note 5 on page 10



ORANGE COUNTY FIRE AUTHORITY

Portfolio Management

Portfolio Summary

January 31, 2026

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

(See Note 1 on page 10)

(See Note 2 on page 10)

(See Note 5 on page 10)

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Coupon Securities	101,000,000.00	100,876,380.00	100,975,043.53	31.36	1,358	1,023	3.651	3.702
Federal Agency Disc. -Amortizing	66,000,000.00	65,576,540.00	65,590,162.50	20.37	116	62	3.676	3.727
Treasury Coupon Securities	11,000,000.00	11,092,110.00	10,989,875.04	3.41	1,283	977	3.936	3.991
Treasury Discounts -Amortizing	37,000,000.00	36,835,790.00	36,831,157.00	11.44	110	45	3.772	3.824
Local Agency Investment Funds	75,000,000.00	75,163,611.22	75,000,000.00	23.29	1	1	3.877	3.931
California Asset Management (CAMP)	10,003,159.78	10,003,159.78	10,003,159.78	3.11	1	1	3.797	3.850
Money Mkt Mutual Funds/Sweep	22,622,587.98	22,622,587.98	22,622,587.98	7.03	1	1	3.531	3.580
	322,625,747.76	322,170,178.98	322,011,985.83	100.00%	506	373	3.728	3.780

Investments

Cash and Accrued Interest

Passbook/Checking (not included in yield calculations)	-346,542.12	-346,542.12	-346,542.12	0	0	0.000	0.000
Accrued Interest at Purchase		11,377.78	11,377.78				
Subtotal		-335,164.34	-335,164.34				
Total Cash and Investments	322,279,205.64	321,835,014.64	321,676,821.49		506	373	3.728

Total Earnings

January 31 Month Ending

Fiscal Year To Date

Current Year	1,034,299.23	6,661,267.09
Average Daily Balance	341,224,922.98	284,714,305.26
Effective Rate of Return	3.57%	3.97%

"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, 2026. 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."

2-25-2026

James Slobjan, Treasurer

Cash and Investments with GASB 31 Adjustment:

Book Value of Cash & Investments before GASB 31 (Above)	\$ 321,676,821.49
GASB 31 Adjustment to Books (See Note 3 on page 10)	\$ (248,200.41)
Total	\$ 321,428,621.08

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
January 31, 2026

(See Note 5 on page 10)

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	(See Note 1 on page 10)	(See Note 2 on page 10)	Stated Rate	YTM	Days to 365 Maturity	Maturity Date
						Market Value	Book Value				
Federal Agency Coupon Securities											
3133ERVU2	1145	Federal Farm Credit Bank	Non-Callable	10/02/2024	3,000,000.00	2,997,690.00	2,998,774.92	3.500	3.564	243	10/02/2026
3133ERN31	1169	Federal Farm Credit Bank	(Cont., 12/23/26)	12/23/2024	4,000,000.00	4,020,680.00	3,995,781.70	4.340	4.400	690	12/23/2027
3133ER2J9	1181	Federal Farm Credit Bank	(Cont., 2/3/27)	02/03/2025	3,000,000.00	3,006,090.00	3,000,000.00	4.350	4.350	732	02/03/2028
3133ETJG3	1206	Federal Farm Credit Bank	(Cont., 6/2/26)	06/02/2025	3,000,000.00	3,004,620.00	3,000,000.00	4.400	4.400	852	06/02/2028
3133ETXX0	1217	Federal Farm Credit Bank	(Cont., 3/18/26)	09/18/2025	5,000,000.00	4,987,850.00	5,000,000.00	4.170	4.170	1,506	03/18/2030
3133ETS81	1228	Federal Farm Credit Bank	Non-Callable	11/17/2025	8,000,000.00	7,993,120.00	7,985,302.10	3.500	3.608	647	11/10/2027
3133ET3X3	1239	Federal Farm Credit Bank	(Cont., 6/12/26)	12/12/2025	5,000,000.00	4,995,550.00	5,000,000.00	4.260	4.260	1,775	12/12/2030
3133ET4L8	1248	Federal Farm Credit Bank	(Cont., 12/22/27)	12/22/2025	3,000,000.00	2,995,320.00	3,000,000.00	3.620	3.620	1,055	12/22/2028
3133EWAA8	1250	Federal Farm Credit Bank	(Cont., 4/16/26)	01/22/2026	5,000,000.00	4,994,550.00	4,995,184.81	3.920	3.950	1,261	07/16/2029
3134HBZS3	1209	Fed Home Loan Mtg Corp	(Annually, 7/21/26)	07/21/2025	2,000,000.00	2,005,400.00	2,000,000.00	4.200	4.200	901	07/21/2028
3134HB6K2	1235	Fed Home Loan Mtg Corp	(Called, 2/13/26)	11/14/2025	5,000,000.00	5,000,750.00	5,000,000.00	4.150	4.150	1,016	11/13/2028
3134HCKL2	1241	Fed Home Loan Mtg Corp	(Quarterly, 6/23/26)	12/23/2025	5,000,000.00	4,983,150.00	5,000,000.00	4.170	4.170	1,786	12/23/2030
3134HCGE3	1249	Fed Home Loan Mtg Corp	(1x, 12/11/26)	12/19/2025	3,000,000.00	2,995,890.00	3,000,000.00	4.000	3.999	1,774	12/11/2030
3134HCQX0	1251	Fed Home Loan Mtg Corp	(1x, 1/29/27)	01/29/2026	5,000,000.00	4,997,350.00	5,000,000.00	4.000	4.000	1,823	01/29/2031
3136GAD22	1182	Fed Natl Mortg Assoc	(1x, 3/4/27)	03/12/2025	2,000,000.00	2,008,300.00	2,000,000.00	4.300	4.300	1,492	03/04/2030
3130AM6P2	1034	Fed Home Loan Bank	(Quarterly, 4/23/26)	04/29/2021	12,000,000.00	11,921,640.00	12,000,000.00	1.000	1.000	87	04/29/2026
3130B4GP0	1170	Fed Home Loan Bank	Non-Callable	01/13/2025	3,000,000.00	3,000,000.00	3,000,000.00	4.375	4.375	341	01/08/2027
3130B5LN6	1183	Fed Home Loan Bank	(Annually, 3/24/26)	03/24/2025	2,000,000.00	2,000,440.00	2,000,000.00	4.300	4.300	782	03/24/2028
3130B5X45	1190	Fed Home Loan Bank	(Cont., 4/24/26)	04/24/2025	3,000,000.00	3,001,740.00	3,000,000.00	4.450	4.450	1,178	04/24/2029
3130B7E59	1214	Fed Home Loan Bank	(Called, 2/4/26)	08/07/2025	5,000,000.00	5,000,150.00	5,000,000.00	4.200	4.200	915	08/04/2028
3130B7ZM9	1225	Fed Home Loan Bank	(Quarterly, 7/7/26)	10/07/2025	5,000,000.00	5,003,300.00	5,000,000.00	3.750	3.750	613	10/07/2027
3130B8WD0	1240	Fed Home Loan Bank	(Cont., 12/17/27)	12/17/2025	5,000,000.00	4,985,100.00	5,000,000.00	3.850	3.850	1,415	12/17/2029
3130B8XM9	1242	Fed Home Loan Bank	(Monthly, 12/27/26)	12/30/2025	5,000,000.00	4,977,700.00	5,000,000.00	4.215	4.215	1,790	12/27/2030
Subtotal and Average					100,590,723.29	101,000,000.00	100,876,380.00	100,975,043.53	3.702	1,023	
Federal Agency Disc. -Amortizing											
313385VR4	1234	Fed Home Loan Bank		11/14/2025	12,000,000.00	11,907,960.00	11,907,250.00	3.710	3.875	75	04/17/2026
313385TX4	1238	Fed Home Loan Bank		11/28/2025	8,000,000.00	7,972,080.00	7,972,866.67	3.700	3.842	33	03/06/2026
313385WV4	1243	Fed Home Loan Bank		12/18/2025	8,000,000.00	7,916,560.00	7,919,888.89	3.500	3.650	103	05/15/2026
313397TG6	1244	Fed Home Loan Bank		12/18/2025	10,000,000.00	9,980,700.00	9,982,200.00	3.560	3.682	18	02/19/2026
313397VF5	1245	Fed Home Loan Bank		12/18/2025	14,000,000.00	13,906,620.00	13,910,769.44	3.530	3.668	65	04/07/2026
313397VR9	1246	Fed Home Loan Bank		12/18/2025	14,000,000.00	13,892,620.00	13,897,187.50	3.525	3.666	75	04/17/2026
Subtotal and Average					71,359,708.13	66,000,000.00	65,576,540.00	65,590,162.50	3.727	62	

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
January 31, 2026

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Treasury Coupon Securities											
91282CMF5	1179	Treasury Note		01/30/2025	3,000,000.00	3,039,390.00	2,998,452.69	4.250	4.278	713	01/15/2028
91282CJW2	1199	Treasury Note		04/23/2025	3,000,000.00	3,032,820.00	3,009,305.32	4.000	3.886	1,095	01/31/2029
91282CJR3	1200	Treasury Note		04/23/2025	5,000,000.00	5,019,900.00	4,982,117.03	3.750	3.882	1,064	12/31/2028
Subtotal and Average			10,989,717.84		11,000,000.00	11,092,110.00	10,989,875.04		3.991	977	
Treasury Discounts -Amortizing											
912797QD2	1227	US Treasury Bill		10/29/2025	6,000,000.00	5,956,320.00	5,955,476.67	3.610	3.775	74	04/16/2026
912797RL3	1230	US Treasury Bill		11/14/2025	8,000,000.00	7,997,600.00	7,996,641.78	3.778	3.918	4	02/05/2026
912797PM3	1231	US Treasury Bill		11/14/2025	8,000,000.00	7,986,400.00	7,985,048.00	3.738	3.881	18	02/19/2026
912797RV1	1237	US Treasury Bill		11/26/2025	8,000,000.00	7,975,200.00	7,973,724.44	3.695	3.837	32	03/05/2026
912797SW8	1252	US Treasury Bill		01/30/2026	7,000,000.00	6,920,270.00	6,920,266.11	3.535	3.676	116	05/28/2026
Subtotal and Average			39,726,472.73		37,000,000.00	36,835,790.00	36,831,157.00		3.824	45	
Local Agency Investment Funds											
SYS336	336	Local Agency Invstmt Fund			75,000,000.00	75,163,611.22	75,000,000.00	3.931	3.931	1	
Subtotal and Average			75,024,990.86		75,000,000.00	75,163,611.22	75,000,000.00		3.931	1	
California Asset Management (CAMP)											
SYS6296	6296	California Asset Mgmt Program		01/01/2026	10,003,159.78	10,003,159.78	10,003,159.78	3.850	3.850	1	
Subtotal and Average			967,945.79		10,003,159.78	10,003,159.78	10,003,159.78		3.850	1	
Money Mkt Mutual Funds/Sweep											
SYS5113	5113	US Bancorp Sweep Account		07/01/2025	2,870,829.98	2,870,829.98	2,870,829.98	3.580	3.580	1	
SYS5310	5310	US Bancorp Sweep Custodial		07/01/2025	19,751,758.00	19,751,758.00	19,751,758.00	3.580	3.580	1	
Subtotal and Average			41,467,245.37		22,622,587.98	22,622,587.98	22,622,587.98		3.580	1	
Total and Average			341,224,922.98		322,625,747.76	322,170,178.98	322,011,985.83		3.780	373	
Money Mkt Mutual Funds/Cash											
SYS10033	10033	Revolving Fund		07/01/2025	20,000.00	20,000.00	20,000.00		0.000	1	
SYS5	5	US Bancorp		07/01/2025	-366,542.12	-366,542.12	-366,542.12		0.000	1	
Average Balance			0.00	Accrued Interest at Purchase		11,377.78	11,377.78			0	
				Subtotal		-335,164.34	-335,164.34				
Total Cash and Investments			341,224,922.98		322,279,205.64	321,835,014.64	321,676,821.49		3.780	373	

Orange County Fire Authority
In Service of Others!



ORANGE COUNTY FIRE AUTHORITY
Aging Report
By Maturity Date
As of February 1, 2026

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

Aging Interval:	Maturities	Payments	Maturity Par Value	Percent of Portfolio	Current Book Value	Current Market Value
0 days (02/01/2026 - 02/01/2026)	6 Maturities	0 Payments	107,279,205.64	33.39%	107,279,205.64	107,442,816.86
1 - 30 days (02/02/2026 - 03/03/2026)	3 Maturities	0 Payments	26,000,000.00	8.07%	25,963,889.78	25,964,700.00
31 - 60 days (03/04/2026 - 04/02/2026)	2 Maturities	0 Payments	16,000,000.00	4.96%	15,946,591.11	15,947,280.00
61 - 90 days (04/03/2026 - 05/02/2026)	5 Maturities	0 Payments	58,000,000.00	17.89%	57,670,683.61	57,585,160.00
91 - 120 days (05/03/2026 - 06/01/2026)	2 Maturities	0 Payments	15,000,000.00	4.61%	14,840,155.00	14,836,830.00
121 - 365 days (06/02/2026 - 02/01/2027)	2 Maturities	0 Payments	6,000,000.00	1.86%	5,998,774.92	5,997,690.00
366 - 1095 days (02/02/2027 - 01/31/2029)	13 Maturities	0 Payments	51,000,000.00	15.89%	50,970,958.84	51,121,980.00
1096 days and after (02/01/2029)	10 Maturities	0 Payments	43,000,000.00	13.34%	42,995,184.81	42,927,180.00
Total for		43 Investments	0 Payments	100.00	321,665,443.71	321,823,636.86



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 \$248,200.41. The adjustment for June 30, 2025, includes an increase of \$89,691.30 to the LAIF investment and a decrease of \$337,891.71 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.
- Note 5: As of July 2025, Days to Maturity is being calculated without call dates. Prior calculations included call dates which could make the Days to Maturity seem lower than actual. This reporting change has no impact on investment strategy.



Local Agency Investment Fund (LAIF)

As of January 31, 2026, OCFA has \$75,000,000.00 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 January 31, 2026 is 100.2181483. When applied to OCFA's LAIF investment, the fair value is \$75,163,611.22 or \$163,611.22 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 January 31, 2026 is included on the following page.



State of California Pooled Money Investment Account Market Valuation 1/31/2026

Description	Carrying Cost Plus Accrued Interest Purch.	Fair Value	Accrued Interest
United States Treasury:			
Bills	\$ 51,799,914,348.32	\$ 52,213,105,650.00	NA
Notes	\$ 45,465,589,677.12	\$ 45,668,690,350.00	\$ 458,219,329.50
Federal Agency:			
SBA	\$ 265,888,072.99	\$ 262,838,882.60	\$ 1,003,292.16
MBS-REMICs	\$ 881,835.22	\$ 890,042.46	\$ 3,846.93
Debentures	\$ 4,571,257,842.07	\$ 4,585,927,730.00	\$ 50,061,695.40
Debentures FR	\$ -	\$ -	\$ -
Debentures CL	\$ 3,000,000,000.00	\$ 3,009,120,850.00	\$ 31,953,476.50
Discount Notes	\$ 28,281,433,868.04	\$ 28,568,972,500.00	NA
Supranational Debentures	\$ 4,337,631,978.20	\$ 4,352,940,700.00	\$ 46,470,793.30
Supranational Debentures FR	\$ -	\$ -	\$ -
CDs and YCDs FR	\$ -	\$ -	\$ -
Bank Notes	\$ 200,000,000.00	\$ 199,872,514.73	\$ 1,660,694.44
CDs and YCDs	\$ 16,050,000,000.00	\$ 16,051,759,635.81	\$ 173,077,694.49
Commercial Paper	\$ 9,399,377,736.03	\$ 9,485,305,694.54	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ 962,752,856.04	\$ 964,454,544.00	\$ 9,505,199.42
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 5,392,000,000.00	\$ 5,392,000,000.00	NA
PMIA & GF Loans	\$ 263,795,740.00	\$ 263,795,740.00	NA
TOTAL	\$ 169,990,523,954.03	\$ 171,019,674,834.14	\$ 771,956,022.14

Fair Value Including Accrued Interest \$ 171,791,630,856.28

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
February 13, 2026



ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Summary
February 13, 2026

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

(See Note 1 on page 19)

(See Note 2 on page 19)

(See Note 5 on page 19)

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Federal Agency Coupon Securities	96,000,000.00	95,973,310.00	95,975,539.32	31.42	1,409	1,058	3.624	3.675
Federal Agency Disc. -Amortizing	66,000,000.00	65,666,820.00	65,675,561.67	21.50	116	49	3.676	3.727
Treasury Coupon Securities	11,000,000.00	11,132,200.00	10,990,011.26	3.60	1,283	964	3.936	3.991
Treasury Discounts -Amortizing	29,000,000.00	28,881,020.00	28,872,745.70	9.45	117	44	3.746	3.798
Local Agency Investment Funds	75,000,000.00	75,163,611.22	75,000,000.00	24.56	1	1	3.877	3.931
California Asset Management (CAMP)	25,003,159.78	25,003,159.78	25,003,159.78	8.19	1	1	3.797	3.850
Money Mkt Mutual Funds/Sweep	3,910,609.15	3,910,609.15	3,910,609.15	1.28	1	1	3.531	3.580
	305,913,768.93	305,730,730.15	305,427,626.88	100.00%	525	382	3.733	3.785
Investments								
Cash and Accrued Interest								
Passbook/Checking (not included in yield calculations)	1,017,528.91	1,017,528.91	1,017,528.91		1	1	0.000	0.000
Accrued Interest at Purchase		17,679.86	17,679.86					
Subtotal		1,035,208.77	1,035,208.77					
Total Cash and Investments	306,931,297.84	306,765,938.92	306,462,835.65		525	382	3.733	3.785

Total Earnings	February 13 Month Ending	Fiscal Year To Date
Current Year	452,462.46	7,113,729.55
Average Daily Balance	313,718,637.37	286,368,061.04
Effective Rate of Return	4.05%	3.98%

"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, 2026. 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."

2-25-2026

James Slobojan, Treasurer

Cash and Investments with GASB 31 Adjustment:

Book Value of Cash & Investments before GASB 31 (Above)	\$ 306,462,835.65
GASB 31 Adjustment to Books (See Note 3 on page 19)	\$ (248,200.41)
Total	\$ 306,214,635.24

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
February 13, 2026

(See Note 5 on page 19)

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	(See Note 1 on page 19)		(See Note 2 on page 19)		YTM	Days to Maturity	Maturity Date
					Par Value	Market Value	Book Value	Stated Rate			
Federal Agency Coupon Securities											
3133ERVU2	1145	Federal Farm Credit Bank	Non-Callable	10/02/2024	3,000,000.00	2,998,260.00	2,998,841.00	3.500	3.564	230	10/02/2026
3133ERN31	1169	Federal Farm Credit Bank	(Cont., 12/23/26)	12/23/2024	4,000,000.00	4,020,520.00	3,995,862.11	4.340	4.400	677	12/23/2027
3133ER2J9	1181	Federal Farm Credit Bank	(Cont., 2/3/27)	02/03/2025	3,000,000.00	3,007,830.00	3,000,000.00	4.350	4.350	719	02/03/2028
3133ETJG3	1206	Federal Farm Credit Bank	(Cont., 6/2/26)	06/02/2025	3,000,000.00	3,002,610.00	3,000,000.00	4.400	4.400	839	06/02/2028
3133ETXX0	1217	Federal Farm Credit Bank	(Cont., 3/18/26)	09/18/2025	5,000,000.00	4,992,450.00	5,000,000.00	4.170	4.170	1,493	03/18/2030
3133ETS81	1228	Federal Farm Credit Bank	Non-Callable	11/17/2025	8,000,000.00	8,007,520.00	7,985,601.12	3.500	3.608	634	11/10/2027
3133ET3X3	1239	Federal Farm Credit Bank	(Cont., 6/12/26)	12/12/2025	5,000,000.00	4,998,750.00	5,000,000.00	4.260	4.260	1,762	12/12/2030
3133ET4L8	1248	Federal Farm Credit Bank	(Cont., 12/22/27)	12/22/2025	3,000,000.00	3,003,330.00	3,000,000.00	3.620	3.620	1,042	12/22/2028
3133EWAA8	1250	Federal Farm Credit Bank	(Cont., 4/16/26)	01/22/2026	5,000,000.00	4,997,000.00	4,995,235.09	3.920	3.950	1,248	07/16/2029
3134HBZS3	1209	Fed Home Loan Mtg Corp	(Annually, 7/21/26)	07/21/2025	2,000,000.00	2,008,160.00	2,000,000.00	4.200	4.200	888	07/21/2028
3134HCKL2	1241	Fed Home Loan Mtg Corp	(Quarterly, 6/23/26)	12/23/2025	5,000,000.00	4,989,750.00	5,000,000.00	4.170	4.170	1,773	12/23/2030
3134HCGE3	1249	Fed Home Loan Mtg Corp	(1x, 12/11/26)	12/19/2025	3,000,000.00	3,002,490.00	3,000,000.00	4.000	3.999	1,761	12/11/2030
3134HCQX0	1251	Fed Home Loan Mtg Corp	(1x, 1/29/27)	01/29/2026	5,000,000.00	5,009,450.00	5,000,000.00	4.000	4.000	1,810	01/29/2031
3134HCQK8	1253	Fed Home Loan Mtg Corp	(Quarterly, 10/21/26)	02/02/2026	5,000,000.00	4,996,800.00	5,000,000.00	4.125	4.125	1,802	01/21/2031
3136GAD22	1182	Fed Natl Mortg Assoc	(1x, 3/4/27)	03/12/2025	2,000,000.00	2,010,860.00	2,000,000.00	4.300	4.300	1,479	03/04/2030
3130AM6P2	1034	Fed Home Loan Bank	(Quarterly, 4/29/26)	04/29/2021	12,000,000.00	11,934,600.00	12,000,000.00	1.000	1.000	74	04/29/2026
3130B4GP0	1170	Fed Home Loan Bank	Non-Callable	01/13/2025	3,000,000.00	3,001,320.00	3,000,000.00	4.375	4.375	328	01/08/2027
3130B5LN6	1183	Fed Home Loan Bank	(Annually, 3/24/26)	03/24/2025	2,000,000.00	1,999,400.00	2,000,000.00	4.300	4.300	769	03/24/2028
3130B5X45	1190	Fed Home Loan Bank	(Cont., 4/24/26)	04/24/2025	3,000,000.00	3,001,260.00	3,000,000.00	4.450	4.450	1,165	04/24/2029
3130B7ZM9	1225	Fed Home Loan Bank	(Quarterly, 7/7/26)	10/07/2025	5,000,000.00	5,003,700.00	5,000,000.00	3.750	3.750	600	10/07/2027
3130B8WD0	1240	Fed Home Loan Bank	(Cont., 12/17/27)	12/17/2025	5,000,000.00	5,001,400.00	5,000,000.00	3.850	3.850	1,402	12/17/2029
3130B8XM9	1242	Fed Home Loan Bank	(Monthly, 12/27/26)	12/30/2025	5,000,000.00	4,985,850.00	5,000,000.00	4.215	4.215	1,777	12/27/2030
Subtotal and Average			101,359,925.88		96,000,000.00	95,973,310.00	95,975,539.32		3.675	1,058	
Federal Agency Disc. -Amortizing											
313385VR4	1234	Fed Home Loan Bank		11/14/2025	12,000,000.00	11,924,400.00	11,923,326.67	3.710	3.875	62	04/17/2026
313385TX4	1238	Fed Home Loan Bank		11/28/2025	8,000,000.00	7,983,120.00	7,983,555.56	3.700	3.842	20	03/06/2026
313385VV4	1243	Fed Home Loan Bank		12/18/2025	8,000,000.00	7,927,600.00	7,930,000.00	3.500	3.650	90	05/15/2026
313397TG6	1244	Fed Home Loan Bank		12/18/2025	10,000,000.00	9,994,100.00	9,995,055.56	3.560	3.682	5	02/19/2026
313397VF5	1245	Fed Home Loan Bank		12/18/2025	14,000,000.00	13,925,800.00	13,928,615.55	3.530	3.668	52	04/07/2026
313397VR9	1246	Fed Home Loan Bank		12/18/2025	14,000,000.00	13,911,800.00	13,915,008.33	3.525	3.666	62	04/17/2026
Subtotal and Average			65,636,146.67		66,000,000.00	65,666,820.00	65,675,561.67		3.727	49	
Treasury Coupon Securities											
91282CMF5	1179	Treasury Note		01/30/2025	3,000,000.00	3,045,600.00	2,998,480.90	4.250	4.278	700	01/15/2028

ORANGE COUNTY FIRE AUTHORITY
Portfolio Management
Portfolio Details - Investments
February 13, 2026

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	YTM 365	Days to Maturity	Maturity Date
Treasury Coupon Securities											
91282CJW2	1199	Treasury Note		04/23/2025	3,000,000.00	3,045,600.00	3,009,194.84	4.000	3.886	1,082	01/31/2029
91282CJR3	1200	Treasury Note		04/23/2025	5,000,000.00	5,041,000.00	4,982,335.52	3.750	3.882	1,051	12/31/2028
Subtotal and Average			10,989,948.39		11,000,000.00	11,132,200.00	10,990,011.26		3.991	964	
Treasury Discounts -Amortizing											
912797QD2	1227	US Treasury Bill		10/29/2025	6,000,000.00	5,965,020.00	5,963,298.33	3.610	3.775	61	04/16/2026
912797PM3	1231	US Treasury Bill		11/14/2025	8,000,000.00	7,998,400.00	7,995,846.67	3.738	3.881	5	02/19/2026
912797RV1	1237	US Treasury Bill		11/26/2025	8,000,000.00	7,987,040.00	7,984,398.89	3.695	3.837	19	03/05/2026
912797SW8	1252	US Treasury Bill		01/30/2026	7,000,000.00	6,930,560.00	6,929,201.81	3.535	3.676	103	05/28/2026
Subtotal and Average			31,316,251.84		29,000,000.00	28,881,020.00	28,872,745.70		3.798	44	
Local Agency Investment Funds											
SYS336	336	Local Agency Invstmt Fund			75,000,000.00	75,163,611.22	75,000,000.00	3.931	3.931	1	
Subtotal and Average			75,000,000.00		75,000,000.00	75,163,611.22	75,000,000.00		3.931	1	
California Asset Management (CAMP)											
SYS6296	6296	California Asset Mgmt Program		01/01/2026	25,003,159.78	25,003,159.78	25,003,159.78	3.850	3.850	1	
Subtotal and Average			17,310,852.09		25,003,159.78	25,003,159.78	25,003,159.78		3.850	1	
Money Mkt Mutual Funds/Sweep											
SYS5113	5113	US Bancorp Sweep Account		07/01/2025	2,814,485.14	2,814,485.14	2,814,485.14	3.580	3.580	1	
SYS5310	5310	US Bancorp Sweep Custodial		07/01/2025	1,096,124.01	1,096,124.01	1,096,124.01	3.580	3.580	1	
Subtotal and Average			10,925,977.85		3,910,609.15	3,910,609.15	3,910,609.15		3.580	1	
Total and Average			313,718,637.37		305,913,768.93	305,730,730.15	305,427,626.88		3.785	382	
Money Mkt Mutual Funds/Cash											
SYS10033	10033	Revolving Fund		07/01/2025	20,000.00	20,000.00	20,000.00		0.000	1	
SYS5	5	US Bancorp		07/01/2025	997,528.91	997,528.91	997,528.91		0.000	1	
Average Balance			0.00	Accrued Interest at Purchase		17,679.86	17,679.86				1
				Subtotal		1,035,208.77	1,035,208.77				
Total Cash and Investments			313,718,637.37		306,931,297.84	306,765,938.92	306,462,835.65		3.785	382	

(This Page Intentionally Left Blank)



ORANGE COUNTY FIRE AUTHORITY
Aging Report
By Maturity Date
As of February 14, 2026

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	(02/14/2026 - 02/14/2026)	6 Maturities	0 Payments	104,931,297.84	34.26%	104,931,297.84	105,094,909.06
Aging Interval:	1 - 30 days	(02/15/2026 - 03/16/2026)	4 Maturities	0 Payments	34,000,000.00	11.07%	33,958,856.68	33,962,660.00
Aging Interval:	31 - 60 days	(03/17/2026 - 04/15/2026)	1 Maturities	0 Payments	14,000,000.00	4.54%	13,928,615.55	13,925,800.00
Aging Interval:	61 - 90 days	(04/16/2026 - 05/15/2026)	5 Maturities	0 Payments	52,000,000.00	16.84%	51,731,633.33	51,663,420.00
Aging Interval:	91 - 120 days	(05/16/2026 - 06/14/2026)	1 Maturities	0 Payments	7,000,000.00	2.26%	6,929,201.81	6,930,560.00
Aging Interval:	121 - 365 days	(06/15/2026 - 02/14/2027)	2 Maturities	0 Payments	6,000,000.00	1.96%	5,998,841.00	5,999,580.00
Aging Interval:	366 - 1095 days	(02/15/2027 - 02/13/2029)	11 Maturities	0 Payments	41,000,000.00	13.43%	40,971,474.49	41,185,270.00
Aging Interval:	1096 days and after	(02/14/2029)	11 Maturities	0 Payments	48,000,000.00	15.64%	47,995,235.09	47,986,060.00
Total for			41 Investments	0 Payments		100.00	306,445,155.79	306,748,259.06



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, 2025 includes an increase of \$89,691.30 to the LAIF investment and a decrease of \$337,891.71, 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.
- Note 5: As of July 2025, Days to Maturity is being calculated without call dates. Prior calculations included call dates which could make the Days to Maturity seem lower than actual. This reporting change has no impact on investment strategy.

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.

Days to Maturity. The remaining time until a bond reaches its maturity date and repays the principal investment.

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 Meeting
March 11, 2026

Agenda Item No. 2C
Consent Calendar

Updated Equipment Cost Reimbursement Rates

Contact(s) for Further Information

Sara Kennedy, Assistant Chief
Business Services Department

sarakennedy@ocfa.org

714.573.6012

Alicea Caccavo, Finance Division
Manager/Business Services Department

aliceacaccavo@ocfa.org

714.573.6304

Summary

This item is submitted to request approval of the proposed Updated Equipment 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 March 26, 2026, with the Budget and Finance Committee's recommendation that the Board of Directors approve and adopt the Updated Equipment Cost Reimbursement Rates to be effective April 1, 2026.

Impact on Cities/County

Not Applicable

Fiscal Impact

The fiscal impact of the Updated Equipment Cost Reimbursement 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

The *California Fire and Rescue Mutual Aid System Operating Plan* outlines the methodologies and formulas that participating agencies (including OCFA) are required to use when developing cost reimbursement rates. These rates are applied when OCFA resources are requested by various federal (e.g., Cleveland National Forest Service) and state (e.g., Cal Fire) agencies.

Equipment Rates

OCFA adopted the CalOES California Fire Assistance Agreement (CFAA) and the Federal Emergency Management Agency (FEMA) approved equipment rates, with the exception of helicopter rates (which OCFA calculates based on the methodology approved by CFAA and utilized by the Association of Contract Counties), to submit reimbursement requests for equipment use during fire incidents. Given recent changes at the State and Federal levels, staff is bringing this item in advance of the routine annual adjustments in June.

Staff is requesting the approval of the Updated Equipment Cost Reimbursement Rates as outlined in the Attachment. to be effective April 1, 2026.

Attachment(s)

Updated Equipment Cost Reimbursement Rates

ORANGE COUNTY FIRE AUTHORITY
COST REIMBURSEMENT RATES
EQUIPMENT
EFFECTIVE April 1, 2026

DESCRIPTION	2025/26 RATE	2025/26 25-Jul	\$ CHANGE	% CHANGE	SOURCE	Hourly / Daily
TYPE 1 ENGINE	\$173.47	\$173.47	\$0.00	0.00%	Cal OES	Hourly
TYPE 2 ENGINE	\$163.55	\$163.55	\$0.00	0.00%	Cal OES	Hourly
TYPE 3 ENGINE	\$156.47	\$156.47	\$0.00	0.00%	Cal OES	Hourly
TRUCK/QUINT	\$149.92	\$149.92	\$0.00	0.00%	FEMA	Hourly
AIR/LIGHT UTILITY	\$79.92	\$76.33	\$3.59	4.70%	FEMA	Hourly
AIRPORT CRASH UNIT	\$98.04	\$100.49	(\$2.45)	-2.44%	FEMA	Hourly
CHIPPER	\$54.11	\$68.02	(\$13.91)	-20.45%	FEMA	Hourly
CREW CARRYING VEHICLE	\$32.34	\$41.46	(\$9.12)	-22.00%	FEMA	Hourly
DOZER	\$160.75	\$199.60	(\$38.85)	-19.46%	FEMA	Hourly
DOZER MODULE (DOZER+TRANSPORT)	\$258.46	\$298.61	(\$40.15)	-13.45%	FEMA	Hourly
DOZER TENDER	\$18.71	\$27.78	(\$9.07)	-32.65%	FEMA	Hourly
DOZER TRAILER	\$15.80	\$17.10	(\$1.30)	-7.60%	FEMA	Hourly
DOZER TRANSPORT	\$97.71	\$99.01	(\$1.30)	-1.31%	FEMA	Hourly
DUMP TRUCK	\$100.63	\$74.83	\$25.80	34.48%	FEMA	Hourly
EXCAVATOR	\$57.14	\$48.97	\$8.17	16.68%	FEMA	Hourly
FIRE COMMAND UNIT	\$182.51	\$106.68	\$75.83	71.08%	FEMA	Hourly
FUEL TENDER	\$42.54	\$38.94	\$3.60	9.24%	FEMA	Hourly
GRADER	\$131.96	\$116.57	\$15.39	13.20%	FEMA	Hourly
HAZMAT UNIT	\$98.04	\$100.49	(\$2.45)	-2.44%	FEMA	Hourly
HAZMAT SUPPORT	\$36.72	\$38.94	(\$2.22)	-5.70%	FEMA	Hourly
LOADER/SKID-STEER	\$60.67	\$78.88	(\$18.21)	-23.09%	FEMA	Hourly
MEDIC UNIT	\$270.00	\$270.00	\$0.00	0.00%	Cal OES	Daily
MULE	\$17.20	\$17.20	\$0.00	0.00%	FEMA	Hourly
PATROL/SQUAD UNIT	\$150.47	\$150.47	\$0.00	0.00%	Cal OES	Hourly
PICKUP (less than 3/4 ton)	\$170.00	\$170.00	\$0.00	0.00%	Cal OES	Daily
PROWLER	\$19.07	\$19.07	\$0.00	0.00%	FEMA	Hourly
REFRIGERATED TRAILER (29-40 ft)	\$599.00	\$599.00	\$0.00	0.00%	CAL FIRE	Daily
SEDAN	\$227.00	\$227.00	\$0.00	0.00%	Cal OES	Daily
SPORT UTILITY VEHICLE	\$283.00	\$283.00	\$0.00	0.00%	Cal OES	Daily
VAN	\$312.00	\$312.00	\$0.00	0.00%	Cal OES	Daily
WATER TENDER	\$127.21	\$127.21	\$0.00	0.00%	Cal OES	Hourly
OTHER (3/4 ton and above)	\$270.00	\$270.00	\$0.00	0.00%	Cal OES	Daily
HELICOPTER - BELL 412	\$10,131.80	\$5,199.69	\$4,932.11	94.85%	OCFA	Hourly (1)
HELICOPTER - Firehawks	\$15,199.68	\$12,618.92	\$2,580.76	20.45%	OCFA	Hourly (2)

Notes:

- (1) Helicopter rates are based on 20 years useful life with the pilot and crew chief (Captain).
(2) Helicopter rates are based on 20 years useful life with the pilot and crew chief (Captain).



Orange County Fire Authority
AGENDA STAFF REPORT

Budget and Finance Committee Meeting
March 11, 2026

Agenda Item No. 3A
Discussion Calendar

FY 2025/26 Mid-Year Budget Adjustment

Contact(s) for Further Information

Sara Kennedy, Assistant Chief sarakennedy@ocfa.org 714.573.6012
Business Services Department

James Slobojan, Treasurer jameslobojan@ocfa.org 714.573.6305
Treasury & Financial Planning

Stuart Lam, Budget Manager stuartlam@ocfa.org 714.573.6302
Treasury & Financial Planning

Summary

This item is submitted to request approval to adjust revenues, expenditures and transfers to reflect changes identified after adoption of the FY 2025/26 budget.

Prior Board/Committee Action

A comprehensive mid-year financial review was presented to the Budget and Finance Committee and the Board of Directors in January, highlighting proposed mid-year changes to the FY 2025/26 budget that are needed based on events that have occurred since the budget was adopted last May. The Board directed staff to return in March with the technical budget adjustments required to implement the proposed changes.

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 March 26, 2026, with the Budget and Finance Committee's recommendation that the Board of Directors authorize the proposed mid-year budget adjustments and transfers as detailed in this report and attachments.

Impact to Cities/County

The proposed mid-year adjustments to the FY 2025/26 budget will have no impact to cash contract city charges in the current FY.

Fiscal Impact

Financial impact is detailed in the report, with an overall increase in revenues (all funds combined) of \$33,428,227 and an overall increase in expenditures (all funds combined) of \$29,891,968.

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

Background

This report is submitted to request approval of the technical budget adjustments following the January mid-year financial review. The following is a summary of budgetary changes needed since the adoption of the FY 2025/26 budget in May 2025 (See Attachment 1 for the total proposed adjustment for each Fund).

Overall, the proposed changes in the General Fund result in an estimated total revenue adjustment of approximately \$30.2 million and an estimated total expenditure adjustment of \$23.5 million. ***Approximately \$19.4 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 property tax administration fees, legal fees and pharmaceutical costs.

FY 2025/26 General Fund Estimated Revenue Adjustments - \$30.2 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 \$1.8 million increase over budget. **\$1,778,000**

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 \$9.8 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. **\$9,757,229**

Grant/Reimbursements: This category represents reimbursements for Grants or other programs where expenditures are reimbursed once incurred. The \$14.1 million adjustment is for Quick Reaction Force (\$9.7M), Cal Fire Contract revenue (\$4.0M), accelerated SAFER Grant funding (\$454K), County of Orange contribution for San Clemente HeloPod (\$100K), OCSD SONGS Reimbursement (\$40K), donation from the Garden Grove Strawberry Festival Association (\$8K), and 2023 US&R Grant (\$4K), offset by a \$148K reduction in John Wayne Airport Contract revenue to match the final billing amount for FY2025/26, and a \$46K reduction in Cal OES Swift Water Flood and US&R Training Grant to correct the carryover budget amount recorded in September. **\$14,136,400**

Miscellaneous: This category of revenue adjustments includes Silverado Settlement funds (\$2.6M), sale of surplus (\$1.5M), increased interest earnings (\$268K), and combined adjustments to cash contract city maintenance charges (\$217K). **\$4,566,852**

FY 2025/26 General Fund Estimated Expenditure Adjustments - \$23.5 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. Staff will be monitoring these categories closely as the fiscal year progresses. **\$9,757,229⁽¹⁾**

Grant/Reimbursable Programs: These expenditure items include Quick Reaction Force (\$9.7M), OCSD SONGS Reimbursement (\$40K), Garden Grove Strawberry Festival Association Donation (\$8K), 2023 US&R Grant (\$4K), and \$46K reduction in Cal OES Swift Water Flood and US&R Training Grant to correct the carryover budget amount recorded in September. **\$9,683,142⁽¹⁾**

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

Personnel/Training: This category includes the impact of the Executive Management PSR changes (\$303K) and reserve firefighter stipend increase (\$180K) both approved by the Board on 6/26/2025 as well as the September 2025 Side Letter with the Firefighters (\$56K). This category also includes employee counseling services (\$75K), Connect26 training event (\$62K), and Heavy Fire Equipment Operator academy tuition (\$6K).	\$682,180
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 (\$866K), property tax administration fee (\$738K), legal fees (\$278K), Santiago Crew buggy safety upgrades (\$250K), rapid intervention injury management program (\$213K), pharmaceuticals (\$150K), Silverado Fire settlement order (\$59K), development impact fee study (\$35K), CommsCoach review of 911 EMS calls (\$30K), junior firefighting helmets (\$25K), Zodiac boat (\$25K), Vector Solutions online learning platform (\$16K), ALS certification and instructor development (\$15K), 2026 RFOTC Open House supplies (\$15K), Pelican cases for controlled narcotics (\$11K), Puma inflatable rafts (\$10K), cardiac monitor/defibrillator training software (\$10K), Division 3 fire station supplies (\$5K), Fire Station 64 saw cleaning station (\$3K), and pain management medication (\$3K).	\$2,757,011
Interfund Borrowing: When the budget was adopted in May, the Board approved interfund borrowing as a cash flow management mechanism in FY 2025/26. 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 \$573K increase in interfund borrowing costs are partially offset by increased General Fund interest earnings revenue of \$268K.	\$573,000
Fixed Asset Purchases: : OCFA plans to use existing funds in the Division 2 budget to purchase two box trailers for a total estimated cost of \$27K. No budget adjustment is needed.	\$0

FY 2025/26 CIP and Other Fund Adjustments

- **Fund 12110 – General Fund CIP:** An increase of \$100,000 is needed for a new HeloPod in the City of San Clemente. Expenditures are expected to be fully covered by a \$100,000 contribution from the County of Orange District 5. See Attachment 3 for a CIP project description.
- **Fund 123 – Fire Stations and Facilities:** An increase in expenditures of \$6,188,500 is needed for the Wildfire Resource Center (\$6,068,500) and Fire Station 18 upgrades (\$120,000). See Attachment 3 for updated CIP project descriptions.
- **Fund 124 – Communications and Information Systems:** An increase in expenditures of \$100,000 is needed for consulting services to assist with the preparation of an RFP for the enterprise resource planning system. See Attachment 3 for an updated CIP project description.
- **Fund 133 – Fire Apparatus:** Authorization from the Board is needed for the purchase of two additional Type III engines accelerating replacement of Type III engines and one additional crew carrier vehicle with safety features that cannot be retro-fitted with warranty on the existing crew carrier. The purchase of these vehicles will be made with anticipated budget savings in Fund 133 with no budget adjustment needed. See Attachment 3 for updated CIP project descriptions.
- **Fund 139 – Settlement Agreement:** An increase in expenditures in the amount of \$50,906 is needed to accommodate Trustee and PARS fees for administering the 115 Trust.

- **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 \$3,189,746 increase.

FY 2025/26 Fund Balance Transfer Adjustments

- **Unencumbered Fund Balance:** The FY 2024/25 year-end audit identified unencumbered fund balance in the amount of \$4,375,248. 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 2024/25 unencumbered fund balance remaining in the General Fund, the required 10% contingency amount of \$52,303,701 will be maintained. With added CIP expenditures, the following fund balance transfers are required to maintain positive fund balance across all funds: \$6,000,000 transfer from Fund 121 to Fund 123. The proposed revenue and expenditure adjustments are summarized in the table below:

Fund	Revenues	Expenditures
General Fund (121)		
Property Taxes	\$1,778,000	-
Assistance by Hire/Emergency Incident	\$9,757,229	\$9,757,229
Grant/Reimbursements	\$14,136,400	\$9,683,142
Miscellaneous	\$4,566,852	-
Personnel/Training	-	\$682,180
Supplies/Equipment/Professional Services	-	\$2,757,011
Interfund Borrowing	-	\$573,000
Total General Fund (121)	\$30,238,481	\$23,452,562
GF Capital Improvement Program (12110)	-	\$100,000
Fire Stations & Facilities (123)	\$146,710	\$6,188,500
Comm. & Info Systems (124)	\$22,580	\$100,000
Vehicle Replacement (133)	\$1,142,661	-
Settlement Agreement (139)	\$317,212	\$50,906
SFF Entitlement Fund (171)	-	-
Workers’ Compensation (190)	\$1,560,583	-
Total All Funds	\$33,428,227	\$29,891,968

Attachment(s)

1. FY 2025/26 Mid-Year Budget Adjustments
2. Combined Budget Summary
3. Updated CIP Project Descriptions

FY 2025/26 Mid-Year Budget Adjustments

The following adjustments to the FY 2025/26 budget are requested:

General Fund (Fund 121)

Revenues: \$30,238,481 increase
Expenditures: \$23,452,562 increase
Operating Transfer Out to Fund 123: \$6,000,000

General Fund CIP (Fund 12110)

Expenditures: \$100,000 increase

Fire Stations and Facilities Fund (Fund 123)

Revenues: \$146,710 increase
Expenditures: \$6,188,500 increase
Operating Transfer In from Fund 121: \$6,000,000

Communications and Information Systems Fund (Fund 124)

Revenues: \$22,580 increase
Expenditures: \$100,000 increase

Fire Apparatus Fund (Fund 133)

Revenues: \$1,142,661 increase

Irvine Settlement Agreement Fund (Fund 139)

Revenues: \$317,212 increase
Expenditures: \$50,906 increase

Self-Insurance Fund (Fund 190)

Revenues: \$1,560,583 increase

**ORANGE COUNTY FIRE AUTHORITY
COMBINED BUDGET SUMMARY
FY 2025/26**

	121 General Fund	<u>CIP Funds</u>				<u>Other Funds</u>			Total
		12110 General Fund CIP (1)	123 Fire Stations & Facilities	124 Communications & Info. Systems	133 Fire Apparatus	139 Settlement Agreement	171 SFF Entitlement	190 Self Insurance	
FUNDING SOURCES									
<i>Property Taxes</i>	393,433,364	-	-	-	-	-	-	-	393,433,364
<i>Intergovernmental</i>									
State Reimbursements	38,147,427	-	-	-	-	-	-	-	38,147,427
Federal Reimbursements	6,368,668	-	-	-	-	-	-	-	6,368,668
Community Redevelopment Pass-thru	10,889,058	-	-	-	-	-	-	-	10,889,058
<i>Charges for Current Services</i>									
Cash Contract Cities	154,720,140	-	-	-	2,022,076	-	-	-	156,742,216
HMS Revenue	-	-	-	-	-	-	-	-	-
Fees - Community Risk Reduction	7,709,838	-	-	-	-	-	-	-	7,709,838
Other Charges for Services	22,056	-	-	-	-	-	-	-	22,056
ALS Reimbursements, Supplies	4,547,600	-	-	-	-	-	-	-	4,547,600
Charges for Workers' Comp	-	-	-	-	-	-	-	27,664,428	27,664,428
<i>Use of Money and Property</i>									
Interest	4,115,219	-	894,140	244,690	1,941,112	1,471,321	-	6,810,364	15,476,846
<i>Other</i>									
Developer contributions	-	-	871,411	-	-	-	-	-	871,411
Miscellaneous	17,003,632	-	-	-	-	-	-	-	17,003,632
Total Revenues & Other Financing Sources	636,957,002	-	1,765,551	244,690	3,963,188	1,471,321	-	34,474,792	678,876,544
Operating Transfer In	-	12,700,000	8,700,000	1,000,000	20,777,695	2,668,000	-	-	45,845,695
Beginning Fund Balance	55,612,531	15,364,143	24,431,065	7,216,046	3,471,572	36,516,641	3,052,038	171,650,046	317,314,082
TOTAL AVAILABLE RESOURCES	\$692,569,533	\$28,064,143	\$34,896,616	\$8,460,736	\$28,212,455	\$40,655,962	\$3,052,038	\$206,124,838	\$1,042,036,321
EXPENDITURES									
Salaries & Emp Benefits	\$513,612,338	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$513,612,338
Services & Supplies	72,895,071	18,385,876	-	106,701	4,933,000	2,218,906	2,876,583	35,543,903	136,960,040
Capital Outlay/Equipment	2,630,922	9,113,293	34,326,839	8,107,684	20,640,461	-	-	-	74,819,199
Total Expenditures	\$589,138,331	\$27,499,169	\$34,326,839	\$8,214,385	\$25,573,461	\$2,218,906	\$2,876,583	\$35,543,903	\$725,391,577
Appropriation for Contingencies	3,000,000	-	-	-	-	-	-	-	3,000,000
Operating Transfer Out	45,845,695	-	-	-	-	-	-	-	45,845,695
Ending Fund Balance	\$54,585,507	\$564,974	569,777	246,351	2,638,994	38,437,056	175,455	\$170,580,935	267,799,049
TOTAL FUND COMMITMENTS & FUND BALANCE	\$692,569,533	\$28,064,143	\$34,896,616	\$8,460,736	\$28,212,455	\$40,655,962	\$3,052,038	\$206,124,838	\$1,042,036,321

[1] Project related budgets segregated for operational budget clarity purposes. As a sub-fund of the General Fund, revenues and expenditures are accounted for as the General Fund in the ACFR, however for cash-flow purposes the expenditures are tracked outside of the General Fund. Therefore 12110 requires cash-flow transfers in the same manner as the other CIP Funds.

**FY 2025/26
MIDYEAR UPDATE**

SAN CLEMENTE HELOPOD SITE PREPARATION

Project Priority: A

Project Org: TBD

Project Total: \$100,000

Project Type: Site Improvements

Project Management: Construction and Facilities

Project Description: The project will provide the site preparation and equipment required to support emergency air operations at the leased San Clemente helicopter site (HeloPod) located at the Rancho San Clemente Ridgeline Trail. Work will include, but is not limited to, surface preparation and gravel placement, pod equipment, and related materials. The Orange County Fire Authority (OCFA) will be receiving funding from the County of Orange – District Five – for project costs up to \$100,000.



Project Status: Work will commence in FY 2025/26.

Fiscal Years:	2025/26	2026/27	2027/28	2028/29	2029/30	5 Year Total
Budget:	\$100,000					\$100,000

Impact on Operating Budget: No anticipated impact.

FY 2025/26 MIDYEAR UPDATE

WILDFIRE RESOURCE CENTER (RANCHO MISSION VIEJO)

Project Priority: A

Project Org: P555

Project Total: \$24,428,000

Project Type: Facilities Upgrade

Project Management: Property Management

Project Description: With the adoption of the 2022-2023 State Budget, the Fire Authority will receive funding for a second permanent (full-time, year-round) hand crew, which will be available to respond to wildfires throughout the year and implement high-priority fuel reduction projects to protect communities from wildfire.



This project contemplates site identification, planning, design, and construction of a new Fire Station for the Fire Hand Crews currently located at Trabuco Canyon Station 18. The project includes sitework/utilities, construction of a new station and related facilities and equipment, and possibly land purchase, with sufficient capacity to support expanded OCFA Hand Crew operations.

The new facilities will include housing and training space, support Hand Crew vehicles and equipment, and include emergency power. Station locations to be considered include existing developed commercial sites, undeveloped properties, and potential reconstruction of facilities at the current Hand Crew Station 18.

Project Status: Construction to begin in FY 2025/26.

Fiscal Years:	2025/26	2026/27	2027/28	2028/29	2029/30	5 Year Total
Budget:	\$16,896,860					\$16,896,860
	\$22,965,360					\$22,965,360

Impact on Operating Budget: Increased utility costs (to be determined) for larger facility.

FY 2025/26 MIDYEAR UPDATE

FIRE STATION 18 (TRABUCO CANYON) UPGRADES

Project Priority: A

Project Org: P263

Project Total: ~~\$300,000~~ \$420,000

Project Type: Facilities Upgrade

Project Management: Property Management

Project Description: This project is for the purchase and installation of a manufactured building and new generator at Fire Station 18 Trabuco Canyon. Due to the increase in Hand Crew personnel staffed at Station 18, there is a need for additional housing and training space that cannot be accommodated with the current available space at the station. The addition of a generator is required to supply power to the new building due to the lack of power capacity available with the current power sources at the station. Costs include temporary facilities necessary for continuity of operations during construction.

Project Status: The project began in FY 2022/23 and will continue through FY 2026/27.

Fiscal Years:	2025/26	2026/27	2027/28	2028/29	2029/30	5 Year Total
Budget:	\$120,000					\$120,000

Impact on Operating Budget: No anticipated impact.

**FY 2025/26
MIDYEAR UPDATE**

ENTERPRISE RESOURCE PLANNING (ERP) AND WORKFORCE MANAGEMENT – TIME & ATTENDANCE (WM-TM) SYSTEMS

Project Priority: A

Project Org: TBD

Project Total: \$12,650,000

Project Type: Application Replacement

Project Management: Business Services Department in collaboration with Operations (Manpower), IT (Systems Development & Support) and the Human Resources Departments

Project Description: The OCFA seeks a fully integrated Enterprise Resource Planning (ERP) and Workforce Management – Time & Attendance (WM-TM) application(s). The current HRMS/Payroll Finance ERP and separate Timekeeping/Staffing systems have been in use for over 20 years.

The ERP solution for the Business Services Department would perform all of the OCFA's business functions, inclusive of general accounting, accounts receivable, accounts payable, purchasing, budgeting, HRMS/payroll, and provide intuitive reporting, dashboards, and other functionality to enhance productivity, create efficiencies, and streamline manual business processes. The objective of the Time and Attendance application is to meet all operational requirements necessary to perform emergency personnel constant staffing consistent with the OCFA's standard operating procedures (SOPs) and employee Memorandum of Understanding labor agreements (MOUs), while being capable of fully integrating with the Enterprise Resource System. The final outcome may entail separate proposals for the ERP and Time & Attendance applications, or a single vendor, combined solution.

In 2023, an independent consultant Staffing Application Needs Assessment study was completed, which recommended project objectives and a path toward implementation. Among the possible multiple approaches for meeting the stated objectives, the report recommended that the OCFA prepare to replace its existing Emergency Operations Staffing and Timekeeping applications with a commercial off-the-shelf (COTS) system. Due to the specific and potentially unique operational requirements of the OCFA, and its current practices for managing its staffing/timekeeping applications, this undertaking is expected to require a hybrid solution consisting of a COTS solution, augmented with the commercial vendor's customization as needed to meet OCFA's MOU and staffing-related Standard Operating Procedures.

This project is expected to include the following phases:

1. Full needs analysis of the current systems and technology utilized by the OCFA's Business Services Department, Operations, and Human Resources Departments.
2. Development of a Request for Information (RFI).
3. Based on the results of the RFI, issue a Request for Proposals (RFP).
4. Vendor/technology selection and contract negotiations.
5. Implementation of the new ERP solution.

Project Status: WM-TM needs analysis completed; WM-TM RFI issued and to be evaluated in FY 2024/25.

Fiscal Years:	2025/26	2026/27	2027/28	2028/29	2029/30	5 Year Total
Budget:	\$100,000	\$400,000 \$300,000	\$3,500,000	\$3,500,000		\$7,400,000
ERP		\$250,000	\$500,000	\$3,500,000		\$4,250,000
WM-TM		\$150,000	\$3,000,000			\$3,150,000

Impact on Operating Budget: Annual maintenance/license costs are estimated to be 10% - 15% of initial system cost and are anticipated to be comparable with existing system annual costs.

**FY 2025/26
MIDYEAR UPDATE**

ENGINE – TYPE III (EMERGENCY)

Project Priority: A

Project Type: Vehicle Replacement

Project Management: Fleet Services

Project Description: The Type III engine carries hose, water and a skid mounted pump, giving the apparatus the capability to pump while driving. The unit's primary objective is for off-road wildland firefighting and rescue operations. These engines are smaller by design to maneuver on truck trails and rural areas.



Vehicle replacement evaluation is based on the following criteria:

- Actual miles of the vehicles
- Actual years of operation compared to expected years
- Evaluation of mechanical condition by the Fleet Services Manager
- Evaluation of the maintenance costs by the Fleet Services Manager

The age and mileage targets for Type III engines are 20 years and/or 120,000 miles. The projections for the replacement of these vehicles are based on age. However, mileage will be reviewed before a purchase is made, and the purchase may be deferred if warranted.

Project Status: Purchases to occur in various years.

Fiscal Years:	2025/26	2026/27	2027/28	2028/29	2029/30	5 Year Total
Budget:	\$2,520,000	\$2,646,000	\$2,778,000	\$2,917,200		\$10,861,200
Units:	2 4	2	2	2		8 10

Impact on Operating Budget: The replacement of older vehicles with high mileage reduces operating budget maintenance costs.

**FY 2025/26
MIDYEAR UPDATE**

CREW CARRIER (EMERGENCY)

Project Priority: A

Project Type: Vehicle Replacement

Project Management: Fleet Services

Project Description: This project will provide replacement units for OCFA's Fire Crews carrier trucks. These vehicles are used to transport Fire Hand Crew personnel to wildland vegetation reduction sites and incidents/fire lines. They are built to handle rough terrain and provide safe transportation for the crews.



Two of the three vehicles to be purchased are being replaced due to age and mileage, with the third unit for replacement of a unit irreparably damaged in a vehicle accident.

Vehicle replacement evaluation is based on the following criteria:

- Actual miles of the vehicles
- Actual years of operation compared to expected years
- Evaluation of mechanical condition by the Fleet Services Manager
- Evaluation of the maintenance costs by the Fleet Services Manager

The age and mileage targets for crew carrier vehicles are 10 years and/or 120,000 miles. However, mileage will be reviewed before a purchase is made, and the purchase may be deferred if warranted.

Project Status: Purchases to occur in FY 2025/26 and FY 2027/28.

Fiscal Years:	2025/26	2026/27	2027/28	2028/29	2029/30	5 Year Total
Budget:	\$1,260,000		\$2,780,000 \$1,389,000			\$4,040,000 \$2,649,000
Units:	± 2		± 1			3

Impact on Operating Budget: The replacement of older vehicles with high mileage reduces downtime and operating budget maintenance costs.