

# *Rescue Fire Protection District*

## **BOARD OF DIRECTORS AGENDA**

**Regular Meeting April 13, 2022**

**6:00 P.M.**

**5221 Deer Valley Road, Rescue, CA 95672**

**(P.O. Box 201)**

**(530) 677-1868**

### **ATTENTION**

*Residents planning to address the Board of Directors at this Board meeting: due to the concerns about the COVID-19 virus, we respectfully ask if you are feeling ill for any reason not to attend in person.*

*Please submit your comments in writing to [admin@rescuefiredepartment.org](mailto:admin@rescuefiredepartment.org) and they will be entered into the public record. If you are healthy and chose to attend the meeting, we ask that you wear a mask and maintain a six-foot buffer between you and others, as suggested by the State Department of Public Health.*

*Thank you for your understanding during these challenging times.*

### **NOTE**

*If you need a disability-related modification or accommodation, including auxiliary aids or services, to participate in this meeting, please contact the Board Clerk at 916-933-6623; ext. 1038, at least two (2) days prior to the meeting.*

1. **CALL TO ORDER**
2. **ROLL CALL/ESTABLISH QUORUM**
3. **FLAG SALUTE**
4. **APPROVAL OF AGENDA**
5. **PUBLIC COMMENTS and PUBLIC FORUM**

This item is for the public to discuss matters not on the agenda and within the jurisdiction of the District or to discuss the closed executive session item. Comments shall be limited to five minutes per person and twenty minutes for all comments unless otherwise authorized by the Board.
6. **CLOSED SESSION**
  - A. **Closed Session pursuant to Government Code Section 54956.9(d)(4); Anticipated litigation: one matter**
  - B. **Closed session pursuant to Government Code Section 54957(b)(1); Public Employee Appointment; Position under Consideration: Fire Chief**
7. **CHIEF'S REPORT**
8. **CORRESPONDENCE and COMMUNICATIONS**
  - A. **Letter from Chief Johnson regarding rescinding the Letter of Intent to Annex and the termination of the Shared Services Agreement**
9. **CONSENT CALENDAR**
  - A. **Approve Minutes from the March 9, 2022 Board Meeting**

# *Rescue Fire Protection District*

- B. Approve Minutes from the March 30, 2022 Special Board Meeting
- C. Approve Financial Statements and Warrants Report for March 2022
- D. Approve Intern Hours Report for March 2022

## 10. BOARD COMMITTEES

- A. Personnel Committee: Report
- B. Budget Committee: Report
- C. Buildings and Grounds: Report
- D. JPA Committee: Report
- E. LAFCO: Report
- F. Annexation Committee: Report

## 11. RVFA REPORT

## 12. OLD BUSINESS

## 13. FISCAL ITEMS

- A. Receive and File 2020/21 Final Audit Report, Management Letter and SAS 114 Governance Letter
- B. 2022/23 Preliminary Budget Update

## 14. NEW BUSINESS

- A. Review and Discuss FASIS Board of Directors Election ballot
- B. Review and Approve Resolution 2022-02 for Rescue Fire Protection District Declaring an Election be Held in its Jurisdiction, Consolidation with other Districts Requesting Election Services
- C. Review and Discuss Shared Services Agreement with El Dorado Hills Fire Department
- D. Discuss rescindment of Letter of Intent to Annex with El Dorado Hills Fire Department

## 15. GOOD TO THE ORDER

## 16. NEXT SCHEDULED MEETING/AGENDA ITEMS

May 11, 2022

## 17. ADJOURNMENT

# Rescue Fire Protection District

Rescue, CA

This report was generated on 4/1/2022 7:34:55 PM



## Incident Count for Zone for Date Range

Zone: All Zones | Start Date: 03/01/2022 | End Date: 03/31/2022

ZONE	NUMBER OF CALLS
28 - Shingle Springs	1
47 - Sleepy Hollow	8
48 - Missouri Flat	4
49 - Diamond Springs	2
51 - Garden Valley	3
63 - Volcanoeville	1
72 - Cool	4
73 - Pilot hill	1
74 - Coloma	4
81 - North Rescue	11
82 - West Rescue	11
83 - Central Rescue	15
84 - North Eldorado Hills	1
85 - Central Eldorado hills	1
86 - East Eldorado Hills	3
88 - North Cameron Park	9
89 - South Cameron Park	2
<b>TOTAL:</b>	<b>81</b>

Zone information is defined on the Basic Info 3 screen of an incident. This report counts each exposure. Only REVIEWED incidents included.





# EL DORADO HILLS FIRE DEPARTMENT

*"Serving the Communities of El Dorado Hills, Rescue and Latrobe"*

April 5, 2022

Matt Koht, Board President  
Rescue Fire Protection District  
5221 Deer Valley Road  
Rescue, CA 95672

**RE: Rescind Letter of Intent to Annex  
Termination of Shared Services Agreement**

Board President Koht,

The EDHFD Board of Directors held a Special Board meeting on April 4<sup>th</sup>, 2022. During this Board Meeting, the Board voted to take three (3) actions regarding the Rescue Fire Department Annexation and Shared Services Agreement:

1. Rescind the Letter of Intent to Annex
2. Notify the Rescue Fire Department of EDH Fire's intent to terminate the Shared Services Agreement
3. Meet with the Rescue Fire Board of Directors to discuss the terms of a Transitional Services Agreement.

This letter shall serve as the official notification of EDHFD's intent to terminate the Shared Services Agreement with the Rescue Fire Department as outlined in section five (5), Termination of Agreement.

The El Dorado Hills Fire Department is committed to working with the Rescue Fire Department to ensure that a seamless and professional transition of services occurs.

Sincerely,

Maurice Johnson, Fire Chief  
El Dorado Hills Fire Department

# *Rescue Fire Protection District*

## **BOARD OF DIRECTORS MINUTES**

**Regular Meeting March 9, 2022**

**6:00 P.M.**

**5221 Deer Valley Road, Rescue, CA 95672**

**(P.O. Box 201)**

**(530) 677-1868**

1. **CALL TO ORDER** 1800
2. **ROLL CALL/ESTABLISH QUORUM**  
Directors in attendance: Araujo, Koht, Smith and Thorne.
3. **FLAG SALUTE**
4. **APPROVAL OF AGENDA**  
*Director Araujo made a motion to approve the agenda, seconded by Director Smith, and motion unanimously carried.*
5. **PUBLIC COMMENTS and PUBLIC FORUM**  
None
6. **CLOSED SESSION**
  - A. **Pursuant to Government Code Section 54957.6, conference with labor negotiators; items under negotiation: Memorandum of Understanding with the Rescue Professional Firefighters Association pertaining to wages and benefits; District negotiator is Chief Johnson**
  - B. **Pursuant to Government Code Sections 54956.9(d)(2) and 54956.9 (d)4); potential litigation; one matter**

*The Board adjourned to closed session at 1802.*

*The Board returned to open session at 1926. No action was taken in Closed Session.*
7. **CHIEF'S REPORT**  
Chief Johnson reported the following to the Board:
  - The roof leak was assessed, and staff is working on scheduling the repair.
  - Captain Warman is working on finding a place to dispose of the steel from Station 81 and Solon Fire Control will dispose of the extinguishers.
  - Staff will secure a dumpster when they are ready to finish the Station 81 cleanup.
  - Captain Balak is working on the donation of the surplus items.
  - Engineer English will work on the insulation project.
  - Council Cook is reviewing the documents to determine if an RFP is needed to move forward with the architect work on the station remodel.
  - The internet issue is likely a wiring problem and there will be a company out on Monday to address it.
  - The pest control company took care of the rat problem.
  - Council Cook recommended 3 quotes to move forward with financing options for the Station 83 remodel project.

# Rescue Fire Protection District

- Staff will be meeting with the Building Industry Advisory Committee regarding the pursuit of both the Rescue and El Dorado Hills CFDs.
- The MSR has been sent to the Board members for review.
- Station 83 responded to a fatal fire in Pilot Hill and has used the Lucas device three times in the last month.

## 8. CORRESPONDENCE and COMMUNICATIONS

None

## 9. CONSENT CALENDAR

- A. **Approve Minutes from the February 9, 2022 Board Meeting**
- B. **Approve Financial Statements and Warrants Report for February 2022**
- C. **Approve Intern Hours Report for February 2022**

*Director Thorne made a motion to approve the consent calendar, seconded by Director Araujo, and motion unanimously carried.*

## 9. BOARD COMMITTEES

### A. Personnel Committee:

- 1) **Review and approve Resolution 2022-01 approving the Memorandum of Understanding with the Rescue Professional Firefighters pertaining to wages and benefits**

*Director Thorne made a motion to approve Resolution 2022-01 approving the Memorandum of Understanding with the Rescue Professional Firefighters pertaining to wages and benefits, seconded by Director Araujo, and motion unanimously carried. (Roll Call: Ayes: 4; Noes: 0)*

### B. Budget Committee: No report.

- C. **Buildings and Grounds:** Director Koht reported that Staff is looking into RFP requirement and funding options to move forward with the Station 83 remodel project.
- D. **JPA Committee:** Chief Johnson reported that the JPA will be limiting the Inter-facility Transfers in the County.
- E. **LAFCO:** Chief Johnson stated that they completed their budget process and are requesting all final comments on the MSR.
- F. **Annexation Committee:** Chief Johnson stated he plans to bring a resolution to the Board to file the formal application to annex, potentially at a Special meeting.

## 10. RVFA REPORT

Director Thorne reported there is a new RVFA Vice President, the National Night Out is scheduled for August 2, the 100<sup>th</sup> anniversary event is being planned, and the pancake breakfast is tentatively scheduled for April 16.

## 11. OLD BUSINESS

### A. Update on Requested Meeting with El Dorado County Payroll

Director of Finance Braddock stated she is working with the County payroll manager to set up a meeting to discuss the payroll process and potential ways to reduce errors.

## 12. FISCAL ITEMS

## 13. NEW BUSINESS

- A. **Discuss SB-114 and Potential Impact to the District**

# *Rescue Fire Protection District*

Director of Human Resources Hall requested that the Board consider allowing supplemental paid sick leave in alignment with SB 114 for the Rescue employees.

*Director Araujo made a motion to approve a paid sick leave bank for each employee of up to 48 hours if ordered by Command Staff to quarantine and an additional 48 hours if Covid-19 positive, seconded by Director Smith, and motion unanimously carried.*

**B. Review and Approve Public Salary Schedule effective 7/1/2021**

*Director Smith made a motion to approve Public Salary Schedule effective 7/1/2021, seconded by Director Thorne, and motion unanimously carried.*

**C. Review and Discuss Fire Station Expansion Options**

Continued to the next meeting.

**14. GOOD TO THE ORDER**

Jodi Martin reported that the Fire Safe Council Defensible Space Assistance program will assist Seniors, Veterans, and low-income west-slope residents and will be funded by PG&E for up to \$100,000.

Chief Johnson reported that El Dorado Hills negotiated a contract with the County to do defensible space inspections with a county emphasis area in parts of Rescue and Diamond Springs.

**15. NEXT SCHEDULED MEETING/AGENDA ITEMS**

April 13, 2022

**17. ADJOURNMENT**

The meeting was adjourned at 2019.

*Prepared By:*

*Approved By:*

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Megan Selling, Board Clerk  
Rescue Fire Protection District

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Matt Koht, Board President  
Rescue Fire Protection District

# *Rescue Fire Protection District*

## **BOARD OF DIRECTORS MINUTES**

**Special Meeting March 30, 2022**

**6:30 P.M.**

**5221 Deer Valley Road, Rescue, CA 95672**

**(P.O. Box 201)**

**(530) 677-1868**

1. **CALL TO ORDER** 1830

2. **ROLL CALL/ESTABLISH QUORUM**

Directors in attendance: Araujo, Humphreys, Koht, Smith and Thorne.

3. **FLAG SALUTE**

4. **APPROVAL OF AGENDA**

*Director Humphreys made a motion to approve the agenda, seconded by Director Araujo, and motion unanimously carried.*

5. **PUBLIC COMMENTS and PUBLIC FORUM**

None

6. **CLOSED SESSION**

A. **Closed Session pursuant to Government Code Section 54957(b)(1); Public Employee Appointment Discussion Concerning Fire Chief Position**

*The Board adjourned to closed session at 1830.*

*The Board returned to open session at 2049. No action was taken in Closed Session.*

7. **OLD BUSINESS**

A. **Review and discuss the Shared Services Agreement with El Dorado Hills Fire Department**

No discussion.

8. **GOOD TO THE ORDER**

15. **NEXT SCHEDULED MEETING/AGENDA ITEMS**

April 13, 2022

17. **ADJOURNMENT**

The meeting was adjourned at 2050.

*Prepared By:*

*Approved By:*

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Megan Selling, Board Clerk  
Rescue Fire Protection District

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Matt Koht, Board President  
Rescue Fire Protection District



**Rescue Fire Protection District**  
**Monthly Budget Report**  
**For the Period Ending March 31, 2022**

														(Target 75%)	
	Actual Jul 2021	Actual Aug 2021	Actual Sept 2021	Actual Oct 2021	Actual Nov 2021	Actual Dec 2021	Actual Jan 2022	Actual Feb 2022	Actual Mar 2022	Total YTD March 31, 2022	Full Year FINAL Budget 2021/22	Variance YTD Actual to Full Year Budget	YTD Actual % of Full Year Budget	Notes/Comments	
<b>REVENUE</b>															
<b>Property Tax Revenue</b>															
0100	\$ -	\$ -	\$ 1,822	\$ 4,165	\$ 109,492	\$ 485,412	\$ 29,488	\$ 24,336	\$ 26,127	\$ 680,842	\$ 1,164,705	\$ (483,863)	58%		
0110	\$ -	\$ -	\$ 14,962	\$ 1,924	\$ 2,397	\$ 415	\$ 127	\$ 117	\$ 87	\$ 20,030	\$ 20,329	\$ (299)	99%		
0140	\$ -	\$ 2,636	\$ 3,103	\$ 1,174	\$ 1,946	\$ 247	\$ 4,009	\$ 2,613	\$ 3,237	\$ 18,965	\$ 29,089	\$ (10,124)	65%	Property tax revenue on target to budget	
0175	\$ -	\$ -	\$ 575	\$ 350	\$ 12,900	\$ 57,325	\$ 3,250	\$ 73	\$ 3,125	\$ 77,598	\$ 133,400	\$ (55,802)	58%		
0820	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,351	\$ 3,152	\$ (0)	\$ (0)	\$ 4,503	\$ 8,802	\$ (4,299)	51%		
0360	\$ -	\$ -	\$ 311	\$ 82	\$ 79	\$ 87	\$ 90	\$ 15	\$ 25	\$ 688	\$ 2,079	\$ (1,391)	33%		
<b>Subtotal Property Tax Revenue</b>	\$ -	\$ 2,636	\$ 20,773	\$ 7,695	\$ 126,813	\$ 544,837	\$ 40,116	\$ 27,155	\$ 32,601	\$ 802,626	\$ 1,358,404	\$ (555,778)	59%		
<b>Other Revenue</b>															
0001	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,000	\$ (300,000)	0%		
0400	\$ -	\$ 308	\$ 311	\$ 238	\$ 189	\$ 175	\$ 222	\$ 379	\$ 358	\$ 2,179	\$ 5,000	\$ (2,821)	44%	Interest rates lower than budgeted	
0420	\$ -	\$ 2,112	\$ 2,112	\$ -	\$ 2,112	\$ -	\$ 2,112	\$ 1,056	\$ 1,056	\$ 10,558	\$ 12,669	\$ (2,112)	83%		
1060	\$ 2,112	\$ 45,361	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 73,599	\$ 714,111	\$ 835,182	\$ 761,583	\$ 73,599	110%	Received FEMA grant revenue for SCBAs and EKG Monitors Classification - Grant share collections from other agencies coded to 1060	
1200	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 66,258	\$ (66,258)	0%		
1310	\$ -	\$ -	\$ 1,026	\$ 684	\$ 25,277	\$ 113,179	\$ 6,929	\$ 2,301	\$ 6,127	\$ 155,523	\$ 263,552	\$ (108,029)	59%		
1742	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A	Donation for Mobile Radios (\$10k); Workers' Compensation reimbursements; Mutual Aid reimbursement	
1940	\$ 6,790	\$ -	\$ 13,550	\$ -	\$ 65	\$ -	\$ 3,551	\$ 5,882	\$ 9,067	\$ 38,904	\$ 35,000	\$ 3,904	111%		
2000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A		
<b>Subtotal Other Revenue</b>	\$ 8,901	\$ 47,780	\$ 16,998	\$ 921	\$ 27,642	\$ 113,354	\$ 12,813	\$ 83,216	\$ 730,719	\$ 1,042,346	\$ 1,444,062	\$ (401,716)	72%		
<b>TOTAL REVENUE</b>	\$ 8,901	\$ 50,416	\$ 37,771	\$ 8,616	\$ 154,455	\$ 658,191	\$ 52,930	\$ 110,371	\$ 763,320	\$ 1,844,972	\$ 2,802,466	\$ (957,494)	66%		



**Rescue Fire Protection District**  
**Monthly Budget Report**  
**For the Period Ending March 31, 2022**

														(Target 75%)	
		Actual Jul 2021	Actual Aug 2021	Actual Sept 2021	Actual Oct 2021	Actual Nov 2021	Actual Dec 2021	Actual Jan 2022	Actual Feb 2022	Actual Mar 2022	Total YTD March 31, 2022	Full Year FINAL Budget 2021/22	Variance YTD Actual to Full Year Budget	YTD Actual % of Full Year Budget	Notes/Comments
EXPENDITURES						\$ 55,882									
<b>Salaries &amp; Benefits</b>															
3000	Regular Employees	\$ 18,271	\$ 30,498	\$ 34,416	\$ 53,660		\$ 35,354	\$ 35,354	\$ 34,404	\$ 35,354	\$ 333,193	\$ 460,115	\$ 126,922	72%	Running favorable due to timing of hire of Firefighter/Paramedic
3001	Extra Help	\$ 85	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 424	\$ -	\$ 509	7,000	6,491	7%	
3002	Overtime	\$ 13,992	\$ 23,442	\$ 16,613	\$ 30,553	\$ 15,221	\$ 15,573	\$ 8,390	\$ 19,661	\$ 10,623	\$ 154,068	143,546	(10,522)	107%	Timing of hire of Firefighter/Paramedic; Long-term vacancy
3004	Other Compensation	\$ 664	\$ 941	\$ 1,041	\$ 2,872	\$ 1,782	\$ 1,682	\$ 1,682	\$ 1,882	\$ 2,132	\$ 14,676	49,473	34,797	30%	Holiday/Longevity Pay coded to GL 3000
3020	Retirement	\$ 152,647	\$ 6,444	\$ 6,525	\$ 10,209	\$ 11,378	\$ 7,046	\$ 7,046	\$ 6,935	\$ 7,046	\$ 215,278	254,121	38,843	85%	CalPERS UAL lump sum payments made in Jul-21
3021	Social Security	\$ 19	\$ 12	\$ 19	\$ 40	\$ 19	\$ 12	\$ 12	\$ 51	\$ 40	\$ 225	-	(225)	N/A	
3022	Medicare	\$ 437	\$ 742	\$ 748	\$ 1,234	\$ 1,050	\$ 712	\$ 587	\$ 745	\$ 626	\$ 6,880	9,692	2,812	71%	
3040	Health Insurance	\$ 32,793	\$ (478)	\$ 1,017	\$ 32,638	\$ 16,900	\$ 1,196	\$ 49,471	\$ 17,553	\$ 18,453	\$ 169,542	210,292	40,750	81%	April payment made in March
3042	Long-Term Disability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,088	\$ -	\$ 2,088	1,638	(450)	127%	Annual LTD premium unfavorable to budget
3060	Workers' Compensation	\$ 14,918	\$ -	\$ -	\$ 14,918	\$ -	\$ -	\$ 14,918	\$ -	\$ (13,366)	\$ 31,388	70,000	38,612	45%	Favorable rate for 2022; Payroll audit refund received in Mar-22
<b>Subtotal Salaries &amp; Benefits</b>		<b>\$ 233,827</b>	<b>\$ 61,601</b>	<b>\$ 60,378</b>	<b>\$ 146,124</b>	<b>\$ 102,231</b>	<b>\$ 61,575</b>	<b>\$ 117,459</b>	<b>\$ 83,743</b>	<b>\$ 60,908</b>	<b>\$ 927,848</b>	<b>\$ 1,205,876</b>	<b>\$ 278,029</b>	<b>77%</b>	
<b>Services &amp; Supplies</b>															
4020	Clothing	\$ -	\$ 482	\$ 1,138	\$ 7,236	\$ (0)	\$ 39	\$ (0)	\$ 222	\$ 937	\$ 10,055	\$ 24,568	\$ 14,513	41%	Timing of purchases
4040	Communications	\$ -	\$ 264	\$ 558	\$ 443	\$ 912	\$ 1,664	\$ 3,055	\$ 403	\$ 2,535	\$ 9,833	15,318	5,485	64%	Timing of invoices
4060	Inservice Food	\$ -	\$ 319	\$ -	\$ -	\$ 22	\$ -	\$ 97	\$ -	\$ -	\$ 437	1,000	563	44%	
4080	Household Expense	\$ -	\$ 194	\$ 364	\$ 259	\$ 168	\$ 257	\$ 127	\$ 481	\$ 366	\$ 2,216	3,300	1,084	67%	
4100	Insurance	\$ -	\$ -	\$ -	\$ 21,916	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 21,916	18,000	(3,916)	122%	Renewal in Oct-21 higher than budget
4140	Equipment Maintenance	\$ -	\$ -	\$ 386	\$ -	\$ -	\$ 696	\$ (0)	\$ 1,457	\$ 1,290	\$ 3,829	6,928	3,099	55%	
4142	Radio Maintenance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	500	500	0%	
4162	Vehicle Maintenance	\$ -	\$ -	\$ 2,540	\$ 1,232	\$ 27	\$ 1,179	\$ -	\$ 10,625	\$ 3,521	\$ 19,125	55,000	35,875	35%	Timing of maintenance
4180	Maintenance of Structures	\$ -	\$ -	\$ 240	\$ -	\$ 65	\$ 44	\$ 65	\$ -	\$ 65	\$ 479	15,480	15,001	3%	
4200	Medical Supplies	\$ 277	\$ 1,221	\$ 282	\$ 656	\$ 957	\$ 8	\$ 198	\$ 1,104	\$ 1,038	\$ 5,742	7,000	1,258	82%	
4220	Memberships	\$ 112	\$ -	\$ 188	\$ -	\$ -	\$ 510	\$ -	\$ -	\$ -	\$ 809	788	(22)	103%	FDAC, CSFA Annual Memberships paid
4260	Office Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42	\$ -	\$ 194	\$ 236	2,910	2,674	8%	



**Rescue Fire Protection District**  
**Monthly Budget Report**  
**For the Period Ending March 31, 2022**

												(Target 75%)				
		Actual Jul 2021	Actual Aug 2021	Actual Sept 2021	Actual Oct 2021	Actual Nov 2021	Actual Dec 2021	Actual Jan 2022	Actual Feb 2022	Actual Mar 2022	Total YTD March 31, 2022	Full Year FINAL Budget 2021/22	Variance YTD Actual to Full Year Budget	YTD Actual % of Full Year Budget	Notes/Comments	
4261	Postage	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35	\$ -	\$ 35	-	(35)	N/A		
4300	Professional Services	\$ 1,500	\$ 75,000	\$ 2,563	\$ 4,416	\$ -	\$ 3,045	\$ 2,307	\$ -	\$ 34,040	\$ 122,872	150,294	27,422	82%		
4400	Publications & Legal Notices	\$ -	\$ -	\$ 150	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 150	450	301	33%		
4420	Rents & Leases/Equipment	\$ -	\$ -	\$ 1,623	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,623	1,623	-	100%	Pine Hill Radio Vault/PO Box paid for year	
4460	Small Tools	\$ -	\$ 76	\$ -	\$ 1,034	\$ (0)	\$ (0)	\$ (0)	\$ (0)	\$ (0)	\$ 1,110	2,200	1,090	50%		
4461	Fire Equipment	\$ -	\$ -	\$ -	\$ -	\$ 382	\$ -	\$ -	\$ -	\$ -	\$ 382	-	(382)	N/A		
4500	Special Department Expense	\$ -	\$ -	\$ 1,221	\$ -	\$ -	\$ -	\$ -	\$ 30	\$ -	\$ 1,251	1,833	581	68%		
4507	Fire Prevention	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	640	640	0%		
4515	Fuel Purchases	\$ 1,125	\$ -	\$ 534	\$ 2,154	\$ 759	\$ 895	\$ 699	\$ -	\$ 3,808	\$ 9,975	21,000	11,025	47%		
4539	Software License	\$ 1,440	\$ 2,368	\$ -	\$ 344	\$ -	\$ 1,633	\$ 20	\$ -	\$ 720	\$ 6,525	10,158	3,633	64%		
4600	Transportation & Travel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 42	\$ -	\$ 42	2,500	2,458	2%		
4609	Educational Training	\$ -	\$ -	\$ -	\$ -	\$ 640	\$ 145	\$ -	\$ -	\$ -	\$ 785	5,980	5,196	13%	Timing of Training	
4617	Staff Development	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	500	500	0%		
4700	Utilities	\$ -	\$ 1,247	\$ 1,724	\$ 1,500	\$ 2,192	\$ 1,555	\$ 1,088	\$ 3,380	\$ 2,402	\$ 15,087	22,500	7,413	67%		
<b>Subtotal Services &amp; Supplies</b>		\$ 4,454	\$ 81,171	\$ 13,510	\$ 41,190	\$ 6,124	\$ 11,671	\$ 7,698	\$ 17,779	\$ 50,915	\$ 234,513	\$ 370,470	\$ 135,957	63%		
<b>Fixed Assets</b>																
6020	Structures & Improvements	\$ -	\$ -	\$ 9,180	\$ 1,020	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,200	\$ 300,000	\$ 289,800	3%	Timing of Station 83 remodel	
6040	Equipment	\$ 99,692	\$ -	\$ 15,348	\$ 23,606	\$ -	\$ -	\$ -	\$ -	\$ 777,388	\$ 916,034	925,811	9,777	99%	SCBAs purchased in Jul-21; Grant EKG Monitors paid for in Mar-22	
<b>Subtotal Fixed Assets</b>		\$ 99,692	\$ -	\$ 24,528	\$ 24,626	\$ -	\$ -	\$ -	\$ -	\$ 777,388	\$ 926,234	\$ 1,225,811	\$ 299,577	76%		
<b>TOTAL EXPENDITURES</b>		\$ 337,972	\$ 142,772	\$ 98,416	\$ 211,941	\$ 108,355	\$ 73,246	\$ 125,158	\$ 101,522	\$ 889,212	\$ 2,088,594	\$ 2,802,157	\$ 713,563	75%		
<b>TOTAL REVENUE LESS EXPENDITURES</b>		\$ (329,071)	\$ (92,356)	\$ (60,645)	\$ (203,325)	\$ 46,100	\$ 584,945	\$ (72,228)	\$ 8,849	\$ (125,892)	\$ (243,623)	\$ 309	\$ (243,932)			



## Rescue Fire Protection District

### Warrants Report

March 2022

Invoice Number	Vendor	Description	GL Code/ Object	Journal Year	Journal Period	Net Amount	Invoice Date	Received Date
D425697	AMERICAN FIDELITY ASSURANCE COMPANY	RFPD Inv: D425697 ; Supplemental Insurance	3040	2022	9	172.52	03/03/2022	03/04/2022
BE004835533	DELTA DENTAL OF CALIFORNIA	RFPD Inv: BE004835533; Dental Insurance	3040	2022	9	1,051.19	03/03/2022	03/04/2022
FDAC4/1/22	FIRE DISTRICTS ASSOCIATION OF CALIFORNIA	RFPD Inv: FDAC4/1/22; Health Insurance - April	3040	2022	9	16,465.37	03/21/2022	03/22/2022
D437196	AMERICAN FIDELITY ASSURANCE COMPANY	RFPD Inv: D437196; Supplemental Insurance	3040	2022	9	329.84	03/24/2022	03/24/2022
BE004879007	DELTA DENTAL OF CALIFORNIA	RFPD Inv: BE004879007; Dental Insurance	3040	2022	9	1,051.19	03/24/2022	03/24/2022
INV563843	LN CURTIS & SONS	RFPD Inv: INV563843; Wildland coats	4020	2022	9	613.64	03/03/2022	03/04/2022
42463-1	ADVANTAGE GEAR INC	RFPD Inv: 42463-1; Intern Uniform	4020	2022	9	323.73	03/24/2022	03/24/2022
CC 2/22/22-9	US BANK INC	RFPD Inv: CC 2/22/22-9; M2M Account	4040	2022	9	7.02	03/03/2022	03/04/2022
CC 2/22/22-10	US BANK INC	RFPD Inv: CC 2/22/22-10; Internet	4040	2022	9	123.05	03/03/2022	03/04/2022
CC 2/22/22-4	US BANK INC	RFPD Inv: CC 2/22/22-4; Ipad/Cell Phone Service	4040	2022	9	157.59	03/03/2022	03/04/2022
EDCESA09012071	EL DORADO COUNTY EMERGENCY SERVICES AUTHORITY	RFPD Inv: EDCESA09012071; FY 21-22 Q2 Dispatch Reimburs	4040	2022	9	1,837.72	03/21/2022	03/22/2022
CC 3/22/22-4	US BANK INC	RFPD Inv: CC 3/22/22-4; M2M Account	4040	2022	9	7.02	03/24/2022	03/24/2022
17867009	PACIFIC BELL TELEPHONE COMPANY	RFPD Inv: 000017867009; Phone Lines	4040	2022	9	116.03	03/24/2022	03/24/2022
CC 3/22/22-5	US BANK INC	RFPD Inv: CC 3/22/22-5; Internet	4040	2022	9	123.05	03/24/2022	03/24/2022
CC 3/22/22-3	US BANK INC	RFPD Inv: CC 3/22/22-3; Ipad/Cell Phone Service	4040	2022	9	163.27	03/24/2022	03/24/2022
CC 3/22/22-1	US BANK INC	RFPD Inv: CC 3/22/22-1; Housekeeping Supplies	4080	2022	9	111.59	03/24/2022	03/24/2022
CC 2/22/22-3	US BANK INC	RFPD Inv: CC 2/22/22-3; Waste Disposal	4085	2022	9	127.07	03/03/2022	03/04/2022
CC 3/22/22-2	US BANK INC	RFPD Inv: CC 3/22/22-2; Waste Disposal	4085	2022	9	127.07	03/24/2022	03/24/2022
INV573273	LN CURTIS & SONS	RFPD Inv: INV573273; Hurst Repair	4140	2022	9	1,250.75	03/24/2022	03/24/2022
CC 2/22/22-13	US BANK INC	RFPD Inv: CC 2/22/22-13; Shipping- Radio Repair	4140	2022	9	38.95	03/03/2022	03/04/2022
330564	DOUG VEERKAMP GENERAL ENGINEERING INC	RFPD Inv: 330564; Tire Installation E383	4162	2022	9	596.00	03/21/2022	03/22/2022
1808909	EAST BAY TIRE COMPANY	RFPD Inv: 1808909; 6 Tires 8360	4162	2022	9	2,925.36	03/21/2022	03/22/2022
32863	HIGHLANDER TERMITE & PEST CONTROL INC	RFPD Inv: 32863; Pest Control	4180	2022	9	65.00	03/03/2022	03/04/2022
1179837	LIFE ASSIST INC	RFPD Inv: 1179837; Medical Supplies	4201	2022	9	11.05	03/03/2022	03/04/2022
1174294	LIFE ASSIST INC	RFPD Inv: 1174294 Medical Supplies	4201	2022	9	129.63	03/03/2022	03/04/2022
1174649	LIFE ASSIST INC	RFPD Inv: 1174649; Medical Supplies	4201	2022	9	191.76	03/03/2022	03/04/2022
1178750	LIFE ASSIST INC	RFPD Inv: 1178750; Medical Supplies	4201	2022	9	208.29	03/03/2022	03/04/2022
1183018	LIFE ASSIST INC	RFPD Inv: 1183018; Medical Supplies	4201	2022	9	16.10	03/21/2022	03/22/2022
1182352	LIFE ASSIST INC	RFPD Inv: 1182352; Medical Supplies	4201	2022	9	354.90	03/21/2022	03/22/2022
1187910	LIFE ASSIST INC	RFPD Inv: 1187910; Medical Supplies	4201	2022	9	125.95	03/24/2022	03/24/2022
CC 2/22/22-14	US BANK INC	RFPD Inv: CC 2/22/22-14; 2022 Calendar	4260	2022	9	28.49	03/03/2022	03/04/2022
CC 3/22/22-7	US BANK INC	RFPD Inv: CC 3/22/22-7; PO Box Renewal	4260	2022	9	166.00	03/24/2022	03/24/2022
CC 2/22/22-7	US BANK INC	RFPD Inv: CC 2/22/22-7; Alarm Monitoring Services	4300	2022	9	105.00	03/03/2022	03/04/2022
CC 2/22/22-12	US BANK INC	RFPD Inv: CC 2/22/22-12; DMV Physical	4300	2022	9	132.00	03/03/2022	03/04/2022
22-01	EL DORADO HILLS FIRE DEPARTMENT	RFPD Inv: 22-01; Admin Services	4300	2022	9	33,016.00	03/03/2022	03/04/2022
2201163	DAVID TAUSSIG & ASSOCIATES INC	RFPD Inv: 2201163; CFD Fomation Services 12/1-1/31	4300	2022	9	786.66	03/21/2022	03/22/2022
CC 2/22/22-11	US BANK INC	RFPD Inv: CC 2/22/22-11; Fuel for Sta Equipment	4515	2022	9	75.04	03/03/2022	03/04/2022
CC 2/22/22-1	US BANK INC	RFPD Inv: CC 2/22/22-1; Fuel for U83	4515	2022	9	86.02	03/03/2022	03/04/2022
546628	MEL DAWSON INC	RFPD Inv: 546628; Fuel	4515	2022	9	2,313.74	03/03/2022	03/04/2022
553461	MEL DAWSON INC	RFPD Inv: 553461; Fuel	4515	2022	9	1,333.18	03/24/2022	03/24/2022
CC 2/22/22-6	US BANK INC	RFPD Inv: CC 2/22/22-6; Website subscription	4539	2022	9	216.00	03/03/2022	03/04/2022
CC 2/22/22-2	US BANK INC	RFPD Inv: CC 2/22/22-2; Workspace subscription	4539	2022	9	504.00	03/03/2022	03/04/2022
CC 2/22/22-5	US BANK INC	RFPD Inv: CC 2/22/22-5; Water Service	4700	2022	9	146.04	03/03/2022	03/04/2022
CC 2/22/22-8	US BANK INC	RFPD Inv: CC 2/22/22-8; Utilities/Electric	4700	2022	9	1,222.12	03/03/2022	03/04/2022
CC 3/22/22-6	US BANK INC	RFPD Inv: CC 3/22/22-6; Utilities/Electric	4700	2022	9	1,033.54	03/24/2022	03/24/2022
2582636	ZOLL MEDICAL CORPORATION	RFPD Inv: 2582636; Cardiac Monitors	6040	2022	9	777,387.98	03/03/2022	03/04/2022
<b>TOTAL MARCH 2022</b>						<b>\$ 847,373.51</b>		



# Rescue Fire Protection District

## Intern Hours Report

1/1/22-3/31/22

Name	WorkCode Payroll	Date	Shift	Position	Hours
VanLeuven, Justin	RIOD	1/30/22	C	1//Engine 83/Rescue Intern (RFD)	24

Row Labels	Sum of Hours
VanLeuven, Justin	24
<b>Grand Total</b>	<b>24</b>



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## MANAGEMENT LETTER

To the Board of Directors and Management  
Rescue Fire Protection District

In planning and performing our audit of the financial statements of the governmental activities and the major fund of the Rescue Fire Protection District (the District) as of and for the year ended June 30, 2021, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given those limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

During our audit, we became aware of the following matters that warrant consideration:

### Credit Card Transactions

During our testing of credit card transactions, we noted one transaction where the receipt was not available. We recommend receipts be retained after approval by management.

### Capital Asset Policy

We noted the District does not have a documented capital asset policy. We recommend the District approve a capital assets policy documenting capitalization thresholds and depreciable lives for each type of asset held and a section defining a capital cost versus maintenance that should be expensed.

### Appropriations Limit

The California Constitution requires the appropriations limit calculation to be reviewed and an agreed-upon procedures report to be issued by an auditor indicating whether it was prepared according to

To the Board of Directors and Management  
Rescue Fire Protection District

approved guidelines. The procedures indicate whether the current year limit was prepared appropriately with the reviewed prior year balance as a starting point. However, the predecessor auditor indicated to us that an agreed-upon procedures report was not issued for the 2020 calculation, so we do not have a reviewed opening balance to use for the 2021 agreed-upon procedures. We recommend the District have the calculation reviewed from the date the last agreed-upon procedures report was issued through the most recent date the appropriations limit calculation was prepared. The District would need to locate the last agreed-upon procedures report prepared for this purpose.

\* \* \* \* \*

This communication is intended solely for the information and use of management, the Board of Directors, and others within the organization, and is not intended to be, and should not be, used by anyone other than the specified parties.

\_\_\_\_\_, 2022

**DRAFT**



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## GOVERNANCE LETTER

To the Board of Directors  
Rescue Fire Protection District  
5221 Deer Valley Road  
Rescue, California 95672

We have audited the financial statements of the Rescue Fire Protection District for the year ended June 30, 2021, and have issued our report thereon dated \_\_\_\_\_, 2022. Professional standards require that we provide you with the information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information to you in our engagement letter dated October 7, 2021, and to a member of the Board of Directors during the audit. Professional standards also require that we communicate to you the following information related to our audit.

### Significant Audit Matters

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note A to the financial statements. No new accounting policies were adopted that affected the financial statements and the application of existing policies was not changed during the year. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were the depreciable lives used for capital assets, grant and strike team receivables, the computation of the health reimbursement arrangement liability, the current portion of compensated absences, the computation of the net pension and other postemployment benefits liabilities and the computation of qualifying expenditures under restricted revenue sources. We evaluated the key factors and assumptions used to develop the estimates in determining that they are reasonable in relation to the financial statements taken as a whole. The computation of the net pension liability and postemployment benefits liability were determined by actuarial valuations performed by qualified actuaries.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were the disclosures about the defined benefit pension plan, other postemployment benefits plan and commitments and contingencies disclosed in Notes E, F, and H to the financial statements, respectively.

The financial statement disclosures are neutral, consistent, and clear.

#### Difficulties Encountered in Performing the Audit

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

#### Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Two adjustments and closing entries were recorded during the audit to true-up contributions made subsequent to the OPEB measurement date and to reduce the sick leave included in the compensated absences liability to the amount expected to be paid rather than be converted to CalPERS service credit based on historical information.

#### Disagreements with Management

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

#### Management Representations

We have requested certain representations from management that are included in the management representation letter dated \_\_\_\_\_, 2022.

#### Management Consultations with Other Independent Accountants

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

#### Other Findings or Issues

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

#### Other Matters

We applied certain limited procedures to information related to the District's budgetary comparison schedule, pension and other post-employment benefits plans identified in the table of contents as required supplementary information to the financial statements, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Restriction of Use

This information is intended solely for the use of the Board of Directors and management of the District and is not intended to be and should not be used by anyone other than these specified parties.

\_\_\_\_\_, 2022

**DRAFT**

**RESCUE FIRE PROTECTION DISTRICT**

Audited Financial Statements and  
Compliance Report

June 30, 2021

RESCUE FIRE PROTECTION DISTRICT  
AUDITED FINANCIAL STATEMENTS AND  
COMPLIANCE REPORT

June 30, 2021

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Rescue Fire Protection District  
Rescue, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities and the major fund of the Rescue Fire Protection District (the District) as of and for the year ended June 30, 2021 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the State Controller's Minimum Audit Requirements for California Special Districts. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the District as of

To the Board of Directors  
Rescue Fire Protection District

June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

### **Correction of Error**

As discussed in Note K to the financial statements, an error was discovered by management of the District that compensated absences were incorrectly reported in the General Fund rather than in the government-wide statements as of July 1, 2020. Accordingly, amounts reported for compensated absences have been restated in the June 30, 2021 financial statements now presented, and an adjustment has been made to the fund balance of the General Fund and governmental activities net position as of July 1, 2020, to correct the error. Our opinion is not modified with respect to this matter.

### **Other Matters**

#### *Required Supplementary Information*

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

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the financial statements. Such missing information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. Our opinion on the financial statements is not affected by this missing information.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated \_\_\_\_\_, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

\_\_\_\_\_, 2022

RESCUE FIRE PROTECTION DISTRICT

STATEMENT OF NET POSITION AND GOVERNMENTAL FUND BALANCE SHEET

June 30, 2021

	General Fund	Adjustments (Note J)	Statement of Net Position
<b>ASSETS</b>			
Cash and investments - unrestricted	\$ 1,467,346		\$ 1,467,346
Cash and investments - restricted	557,679		557,679
Receivables:			
Accounts receivable	5,056		5,056
Capital assets:			
Nondepreciable		\$ 25,000	25,000
Depreciable, net		287,764	287,764
<b>TOTAL ASSETS</b>	<b>2,030,081</b>	<b>312,764</b>	<b>2,342,845</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension plan		450,110	450,110
Other postemployment benefits plan		547,096	547,096
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>		<b>997,206</b>	<b>997,206</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</b>	<b>\$ 2,030,081</b>	<b>1,309,970</b>	<b>3,340,051</b>
<b>LIABILITIES</b>			
Accounts payable	\$ 59,251		59,251
Salaries and benefits payable	27,026		27,026
Compensated absences - current		25,518	25,518
Noncurrent liabilities:			
Compensated absences - noncurrent		13,912	13,912
Net pension liability		2,037,724	2,037,724
Other postemployment benefits liability		2,705,323	2,705,323
<b>TOTAL LIABILITIES</b>	<b>86,277</b>	<b>4,782,477</b>	<b>4,868,754</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenue	5,056	(5,056)	
Pension plan		159,226	159,226
Other postemployment benefits plan		35,702	35,702
<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	<b>5,056</b>	<b>189,872</b>	<b>194,928</b>
<b>FUND BALANCES/NET POSITION</b>			
Fund balance:			
Restricted for capital improvements	557,679	(557,679)	
Committed	473,802	(473,802)	
Unassigned	907,267	(907,267)	
<b>TOTAL FUND BALANCES</b>	<b>1,938,748</b>	<b>(1,938,748)</b>	
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b>\$ 2,030,081</b>		
<b>Net position:</b>			
Investment in capital assets		312,764	312,764
Restricted for capital improvements		557,679	557,679
Unrestricted		(2,594,074)	(2,594,074)
<b>TOTAL NET POSITION</b>		<b>\$ (1,723,631)</b>	<b>\$ (1,723,631)</b>

The accompanying notes are an integral part of these financial statements.

RESCUE FIRE PROTECTION DISTRICT

STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCE

For the Year Ended June 30, 2021

	General Fund	Adjustments (Note J)	Statement of Activities
<b>EXPENDITURES/EXPENSES</b>			
Current:			
Public Protection:			
Salaries and benefits	\$ 1,172,331	\$ 247,358	\$ 1,419,689
Services and supplies	296,656		296,656
Pass-through grants	115,097		115,097
Capital outlay	4,270	(4,270)	
Depreciation		39,863	39,863
Loss on disposal of capital assets		125,081	125,081
TOTAL EXPENDITURES/EXPENSES	<u>1,588,354</u>	<u>408,032</u>	<u>1,996,386</u>
<b>GENERAL REVENUES</b>			
Property taxes	1,180,195		1,180,195
Special tax assessments:			
Direct assessment	132,498		132,498
Special benefit assessment	258,212		258,212
Grant revenue	115,311		115,311
Development impact fees	89,658		89,658
Use of money and property	13,512		13,512
Other revenues	67,778		67,778
TOTAL GENERAL REVENUES	<u>1,857,164</u>		<u>1,857,164</u>
EXCESS OF REVENUES OVER EXPENDITURES	268,810		
<b>OTHER FINANCING SOURCES/(USES)</b>			
Proceeds from sale of capital assets	12,029	(12,029)	
TOTAL OTHER FINANCING SOURCES/(USES)	<u>12,029</u>	<u>(12,029)</u>	
NET CHANGE IN FUND BALANCE	280,839	(280,839)	
CHANGE IN NET POSITION		(420,061)	(139,222)
Fund balance/net position, beginning of year, as previously reported	1,599,346	(3,183,755)	(1,584,409)
Restatement	58,563	(58,563)	
Fund balance/net position, beginning of year, as restated	<u>1,657,909</u>	<u>(3,242,318)</u>	<u>(1,584,409)</u>
FUND BALANCE/NET POSITION, END OF YEAR	<u>\$ 1,938,748</u>	<u>\$ (3,662,379)</u>	<u>\$ (1,723,631)</u>

The accompanying notes are an integral part of these financial statements.

RESCUE FIRE PROTECTION DISTRICT  
NOTES TO BASIC FINANCIAL STATEMENTS

June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Rescue Fire Protection District (District) have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The most significant accounting policies of the District are described below.

Background: Rescue Fire Protection District (the District) was first established in 1960 by a local group of men and women who saw the need to provide improved fire protection to the community of Rescue. Before 1960, the United States Forest Services provided fire protection. In December 1974, the Rescue Fire Protection District was reorganized under LAFCO Resolution #74-26.

The District's functions are governed by a five-member Board of Directors elected by the District's voting population. The Board of Directors manages the Fire Chief who oversees all financial, administrative and operational aspects of the District for the purpose of carrying-out fire and emergency services.

The District operates one staffed fire station. Administrative services are provided through a Shared Services Agreement with the El Dorado Hills Fire Department, including the Fire Chief, training, fire protection, Finance and Human Resources. The District provides emergency medical services, rescue, fire suppression, and other public services as needed. The District is a member of the El Dorado County Emergency Services Authority (Authority), which also provides advanced life support and ambulance transport within the County. The District serves approximately 2,400 homes and an estimated population of 5,660.

As discussed in more detail below, the District is a member of the Authority under a Joint Powers Agreement. The District is not responsible for the liabilities of the Authority upon withdrawal from the Authority and has a proportionate residual equity interest in any assets of the Authority upon its dissolution.

Basis of Presentation – Fund Financial Statements: The accounts of the District are organized on the basis of funds. A fund is a separate accounting entity with a self-balancing set of accounts. All of the District's activities are reported in the General Fund.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers all revenues to be available if they are collected within 90 days of the end of the current fiscal period or 60 days for taxes. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Payable balances consist primarily of payables to vendors.

Property and other tax revenues, reimbursements and interest earnings associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The District reports the following major governmental fund:

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

General Fund – The General Fund is the general operating fund of the District and accounts for revenues collected to provide services and finance the fundamental operations of the District. The fund is charged with all costs of operations.

Budgets: Budgets are adopted on a basis consistent with generally accepted accounting principles and in accordance with the District’s policy and procedure. Budgetary control is exercised by major object. All budgetary changes during the fiscal year require the approval of the District’s Board of Directors. Unencumbered budget appropriations lapse at the end of the fiscal year.

Risk Management: The District is a member of the Northern California Fire District Association’s liability and workers’ compensation insurance program provided through a private insurance company. The District’s claims have not exceeded the insurance coverage and no reductions of coverage have occurred during the past three years.

Restricted Assets: Restricted assets consist of \$557,679 of unspent fire impact fees collected by the County of El Dorado on the District’s behalf. The impact fees are required to be spent on public facilities and equipment by the related County of El Dorado Ordinance. See Note G for additional information.

Capital Assets: Capital assets for governmental funds are not capitalized in the funds used to acquire or construct them. Capital acquisitions are reflected as expenditures in the governmental fund, and the related assets are reported in the government-wide financial statements. Capital assets are stated at historical cost or estimated historical cost if actual historical cost is not available. The cost of normal repairs and maintenance that do not add to the value of the asset or materially extend asset lives are not capitalized. Contributed capital assets are recorded at their acquisition value, which is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date.

Capital assets are defined by the District as assets with at least three years expected life and meet the required minimum value threshold listed in the table below. The District currently utilizes the El Dorado Hills Fire District capital asset policy as a guideline, with the exception that hoses are capitalized. The cost of assets sold or retired are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement. In governmental funds, the sale of general capital assets is included in the statement of revenues, expenditures and changes in fund balances as proceeds from sale. Depreciation is recorded using the straight-line method over the useful lives of the assets as follows:

<u>Capital Asset Category</u>	<u>Threshold</u>	<u>Estimated Useful Life</u>
Land & easements	-	N/A
Building/improvements	50,000	39.5 years
Fire equipment (SCBA's)	1,000	8-15 years
Fire equipment (Other)	3,000	5-15 years
Hose (LDH)	3,000	15-20 years
Office equipment	3,000	3-7 years
Radio communications equipment	3,000	5 years
Fire apparatus	3,000	15 years
Vehicles	3,000	5-7 years
Furniture/fixtures/tools	3,000	3-7 years

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows and Inflows of Resources: In addition to assets and liabilities, the balance sheet will sometimes report separate sections for deferred outflows and inflows of resources. Deferred outflows of resources represent a consumption of net position by the government that is applicable to a future reporting period. Deferred inflows of resources represent an acquisition of net position that is applicable to a future reporting period. These amounts will not be recognized as an outflow of resources (expense) or an inflow of resources (revenue) until the earnings process is complete. Deferred outflows and inflows of resources include amounts deferred related to the District's pension and OPEB plans under GASB Statements No. 68 and No. 75, respectively, as described in Notes E and F. Unavailable revenues in governmental funds arise when a potential revenue source does not meet both the "measurable" and "available" criteria for recognition in the current period. Revenues unavailable because they were not received in the availability period are recognized for the government-wide presentation.

Compensated Absences: The District compensates employees for unused vacation and, subject to certain conditions, sick leave upon separation from the District. Unused vacation up to a maximum limit of 480 hours is payable at separation. Sick leave is payable only for employees that retire from the District with 5 consecutive years of employment with the District. Employees with five to ten years of employment are paid 50% of accumulated sick leave and employees with more than 10 year of employment are paid 100% of accumulated sick leave up to a maximum of 500 hours. Sick leave may instead be converted to service credit under the District's pension plan with CalPERS. All vacation is accrued when earned. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund is used to liquidate compensated absences.

Fund Balance: In the fund financial statements, governmental funds report nonspendable, restricted, committed, assigned and unassigned balances.

Nonspendable Funds – Fund balance should be reported as nonspendable when the amounts cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. Nonspendable balances are not expected to be converted to cash within the next operating cycle, which comprise prepaid costs.

Restricted Funds – Fund balance should be reported as restricted when constraints placed on the use of resources are either externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. Amounts reported as restricted funds represent unspent development impact fees collected for future capital expenditures.

Committed Funds – Fund balance should be reported as committed when the amounts can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, which is a Resolution of the Board of Directors. These amounts cannot be used for any other purpose unless the Board modifies or removes the fund balance commitment with another Resolution of the Board of Directors. Committed fund balance represents the capital replacement fund of \$90,978 for replacement or necessary improvements of fleet and facilities that exceeds routine maintenance and an OPEB fund of \$382,024. Both commitments were approved with the Board Resolution approving the budget and the commitments may be used through another Board Resolution.

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Assigned Funds – Fund balance should be reported as assigned when the amounts are constrained by the government’s intent to be used for specific purposes but are neither restricted nor committed.

Unassigned Funds – Unassigned fund balance is the residual classification of the District’s funds and includes all spendable amounts that have not been restricted, committed, or assigned to specific purposes.

When both restricted and unrestricted resources are available, it is the District’s policy to use restricted resources, then unrestricted resources as they are needed.

Net Position: The government-wide financial statements report net position. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Net Investment in Capital Assets – This category groups all capital assets into one component of net position. The outstanding balance of debt that is attributable to the acquisition, construction or improvement of the assets reduces the balance in this category. The District had no outstanding debt.

Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Restrictions of net position represent unspent development impact fees collected for future capital expenses.

Unrestricted Net Position – This category represents net position of the District not restricted for any project or other purpose.

Property Taxes: The District receives property taxes from El Dorado County. Property taxes become a lien on the first day of the year they are levied. Secured property tax is levied on July 1 and due in two installments, on November 1 and February 1. They become delinquent on December 10 and April 10, respectively. Unsecured property taxes are levied on July 1 and become delinquent on August 31. The District elected to receive the property taxes from the County under the Teeter Bill Program. Under this Program, the District receives 100% of the levied property taxes in periodic payments, with the County assuming responsibility for delinquencies. These taxes are accrued as intergovernmental revenue only if they are received from the County within 60 days after year end in the governmental fund. They are accrued when earned regardless of the timing of the related cash flows in the government-wide statement.

Joint Powers Authority: The District is a member agency of the El Dorado County Emergency Services Authority, a Joint Powers Authority (JPA), which provides ambulance and other pre-hospital emergency transport services on the west slope of El Dorado County. There are ten member agencies in total. The governing Board of Directors controls the operations of the JPA. The JPA Board is made up of a Fire Chief or authorized alternate from each member agency. The JPA is independently accountable for its fiscal matters and maintains its own accounting records under the oversight of the El Dorado County board of Supervisors. Each of the ten-member Fire Districts approves the JPA budget and their vote is carried by their Fire Chief to the Board. The JPA contracts with the District for one medic unit and six employees working shift work. The District is provided a flat fee that is designed to reimburse all costs incurred in the execution of the contract. The District is not responsible for the liabilities of the JPA upon dissolution. Separate financial statements for the JPA are available by contacting the JPA staff through the link at [edcjpga.org](http://edcjpga.org).

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension Plan: For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to the District's pension plan, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits Plan (OPEB): For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the plan and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by the plan. For this purpose, the plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from these estimates.

New Pronouncements: In June 2017, the GASB issued Statement No. 87, Leases. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. A lease is defined as a contract that conveys control of the right to use another entity's nonfinancial asset as specified in the contract for a period of time in an exchange or exchange like transaction. Examples of nonfinancial assets include buildings, land, vehicles, and equipment. Any contract that meets this definition should be accounted for under the lease guidance, unless specifically excluded in this Statement. The requirements of this Statement are effective for reporting periods beginning after June 15, 2021.

In May 2020, the GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA). This Statement 1) defines the term SBITA; 2) establishes that a SBITA results in a right-to-use subscription asset – an intangible asset – and a corresponding subscription liability; 3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs to a SBITA; and 4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITA are based on the standards established in Statement No. 87, *Leases*, as amended. This statement is effective for fiscal years beginning after June 15, 2022.

The District is currently analyzing the impact of the required implementation of these new statements.

RESCUE FIRE PROTECTION DISTRICT  
 NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE B – CASH AND INVESTMENTS

As of June 30, 2021, the District’s cash and investments consisted of the following:

Cash and investments - unrestricted	\$ 1,467,346
Cash and investments - restricted	557,679
	\$ 2,025,025
Investment in County of El Dorado investment pool	\$ 2,025,025
Total cash and investments	\$ 2,025,025

Investment in the County of El Dorado’s Investment Pool: The District maintains an investment in the County of El Dorado cash and investment pool, which is managed by the County Treasurer. The County pool is stated at fair value. The amount invested by all public agencies in El Dorado County’s cash and investment pool was \$652,129,826 at June 30, 2021. The County does not invest in any derivative financial products. The County Treasury Investment Oversight Committee has oversight responsibility for the investment pool. The Committee consists of ten members as designated by State law. The value of pool shares in El Dorado County that may be withdrawn is determined on an amortized cost basis, which is different than the fair value of the District’s position in the pool. Investments held in the County’s investment pool are available on demand to the District and are stated at amortized cost, which approximates fair value. This investment is not subject to categorization under GASB No. 3. As of June 30, 2021, the weighted average maturity of the investments contained in the County’s investment pool was approximately 699 days.

Interest Rate Risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Credit Risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating issued by a nationally recognized statistical rating organization. The County’s investment pool does not have a rating provided by a nationally recognized statistical rating organization.

Custodial Credit Risk: Custodial credit risk is the risk that a government will not be able to recover its deposits or its investments that are in the possession of an outside party. Custodial credit risk does not apply to a local government’s indirect deposits or investment in securities through the use of government investment pools (such as the County of El Dorado’s investment pool).

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE C – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021 was as follows:

	Balance at June 30, 2020	Additions	Retirements	Transfers	Balance at June 30, 2021
Capital assets not being depreciated:					
Land	\$ 25,000				\$ 25,000
Total capital assets not being depreciated	25,000				25,000
Capital assets being depreciated:					
Buildings and improvements	709,982		\$ (4,286)		705,696
Vehicles	586,236		(27,738)		558,498
Equipment	575,338	\$ 4,270	(431,895)		147,713
Total capital assets being depreciated	1,871,556	4,270	(463,919)		1,411,907
Less accumulated depreciation:					
Buildings and improvements	(615,561)	(8,783)	3,051		(621,293)
Vehicles	(393,347)	(24,766)	27,738		(390,375)
Equipment	(402,181)	(6,314)	296,020		(112,475)
Total accumulated depreciation	(1,411,089)	(39,863)	326,809		(1,124,143)
Total capital assets being depreciated, net	460,467	(35,593)	(137,110)		287,764
Capital assets, net	\$ 485,467	\$ (35,593)	\$ (137,110)	\$ -	\$ 312,764

The classifications above at June 30, 2020 were reclassified to report vehicles and equipment separately and accumulated depreciation at June 30, 2020 was reported separately as required by Generally Accepted Accounting Principles.

NOTE D – LONG-TERM LIABILITIES

The following is a summary of long-term liabilities activity other than pension and OPEB liability activity for the year ended June 30, 2021:

	Balance June 30, 2020	Additions	Repayments	Balance June 30, 2021	Due Within One Year	Due in More Than One Year
Compensated absences	\$ 58,563	\$ 29,922	\$ (49,054)	\$ 39,431	25,518	\$ 13,913
	\$ 58,563	\$ 29,922	\$ (49,054)	\$ 39,431	\$ 25,518	\$ 13,913

During the year ended June 30, 2021, the District performed a study of the percentage of sick leave converted to CalPERS service credit and determined approximately 94% of sick leave was converted to CalPERS service credit in the past four fiscal years. As a result, the District reduced the sick leave liability in compensated absences by 94%, which resulted in a change in estimate of \$24,613.

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE E – DEFINED BENEFIT PENSION PLAN

Plan Description: All qualified permanent and probationary employees are eligible to participate in the District’s Cost-Sharing Multiple Employer Defined Benefit Pension Plan (the Plan or PERFC) administered by the California Public Employees’ Retirement System (CalPERS). PERFC consists of a miscellaneous risk pool and a safety risk pool, which are comprised of the following rate plans:

- Miscellaneous Rate Plan
- PEPRM Miscellaneous Rate Plan
- Safety Rate Plan
- Safety Second Tier Rate Plan
- PEPRM Safety Rate Plan

Although one Plan exists, CalPERS provides the information separately for the Miscellaneous and Safety Risk Pools and the information is presented separately below where available. Benefit provisions under the Plan are established by State statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov).

Benefits Provided: CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the 1959 Survivor Benefit level 4, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

The rate plans’ provisions and benefits in effect at June 30, 2021, are summarized as follows:

	<b>Miscellaneous Rate Plan</b>	<b>PEPRM Miscellaneous Rate Plan</b>
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula (at full retirement)	2.0% @ 55	2.0% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Final average compensation period	one year	three year
Retirement age	50 - 60	52 - 67
Monthly benefits, as a % of eligible compensation	1.426% to 2.418%	1.0% to 2.5%
Required employee contribution rates	7.00%	7.25%
Required employer contribution rates	11.746%	7.732%

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE E – DEFINED BENEFIT PENSION PLAN (Continued)

	<b>Safety Rate Plan</b>	<b>Safety Second Tier Rate Plan</b>	<b>PEPRA Safety Rate Plan</b>
Hire date	Prior to August 13, 2011	August 14, 2011 to December 31, 2012	On or after January 1, 2013
Benefit formula (at full retirement)	3.0% @ 55	2.0% @ 55	2.0% @ 57
Benefit vesting schedule	5 years service	5 years service	5 years service
Benefit payments	monthly for life	monthly for life	monthly for life
Final average compensation period	one year	three year	three year
Retirement age	50 - 55	50 - 55	50 - 57
Monthly benefits, as a % of eligible compensation	2.40% to 3.00%	1.426% to 2.00%	1.426% to 2.00%
Required employee contribution rates	9.00%	7.00%	10.75%
Required employer contribution rates	23.558%	16.189%	11.648%

The District has agreed to pay 9% of the employee contributions under the District’s MOU. The tables above reflect employer contribution percentages before an employee pick-up of employer contributions of 9% for Miscellaneous Fire, Safety First and Second Tier Rate Plans under the District’s MOU. PEPRA Safety Rate Plan participants pick up 50% of the normal cost, rounded to the nearest quarter of one percent. All rate plans except the PEPRA rate plans are closed to new members that are not already CalPERS participants. All miscellaneous rate plans are combined and reported below as the Miscellaneous Risk Pool and all safety rate plans are combined and reported below as the Safety Risk Pool.

**Contributions:** Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for the risk pools are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2021, the employer contributions of \$186,116 were made to the Safety Risk Pool. There were no contributions made to the Miscellaneous Risk Pool during the year ended June 30, 2021.

**A. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources**

As of June 30, 2021, the District reported net pension liabilities (assets) for its proportionate share of the net pension liability (asset) of each risk pool as follows:

Miscellaneous Risk Pool	\$ (8,819)
Safety Risk Pool	<u>2,046,543</u>
Total Net Pension Liability	<u>\$ 2,037,724</u>

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE E – DEFINED BENEFIT PENSION PLAN (Continued)

The District’s net pension liability (asset) for each risk pool is measured as the proportionate share of the net pension liability. The net pension liability (asset) of each risk pool is measured as of June 30, 2020, and the total pension liability for each risk pool used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2019 rolled forward to June 30, 2020 using standard update procedures. The District’s proportion of the net pension liability (asset) was based on a projection of the District’s long-term share of contributions to the risk pool relative to the projected contributions of all participating employers, actuarially determined.

The District’s proportionate share of the net pension liability (asset) for each risk pool as of June 30, 2021 and 2020 were as follows:

	<u>Miscellaneous Risk Pool</u>	<u>Safety Risk Pool</u>	<u>Total</u>
Proportion - June 30, 2020	-0.00030%	0.02963%	0.01793%
Proportion - June 30, 2021	-0.00021%	0.03072%	0.01873%
Change - increase (decrease)	0.00009%	0.00109%	0.00080%

For the year ended June 30, 2021, the District recognized pension expense of \$356,837 for both risk pools combined. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources for the Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to measurement date	\$ 186,116	
Differences between actual and expected experience	158,245	
Changes in assumptions		\$ (6,755)
Differences between the employer's contribution and the employer's proportionate share of contributions		(140,295)
Change in employer's proportion	61,532	(12,176)
Net differences between projected and actual earnings on plan investments	<u>44,217</u>	
Total	<u>\$ 450,110</u>	<u>\$ (159,226)</u>

The amount above reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the risk pools will be recognized as pension expense as follows:

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE E – DEFINED BENEFIT PENSION PLAN (Continued)

Year Ended June 30	
2022	\$ 9,827
2023	36,383
2024	36,397
2025	22,161
	<u>\$ 104,768</u>

Actuarial Assumptions: The total pension liabilities at the June 30, 2020 measurement date for each risk pool was determined using the following actuarial assumptions:

Valuation date	June 30, 2019
Measurement date	June 30, 2020
Actuarial cost method	Entry-Age Normal Cost Method
Amortization Method	Level percent of payroll
Asset valuation method	Market value
Actuarial assumptions:	
Discount rate	7.15%
Inflation	2.50%
Payroll growth	2.75%
Projected salary increases	0.4% to 8.5% Miscellaneous and 0.97% to 17.0% Safety, depending on entry age and service
Investment rate of return	7.15%
Mortality <sup>1</sup>	Derived using CalPERS membership data for all funds

<sup>1</sup> The mortality table used was developed based on CalPERS-specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website. All other actuarial assumptions used in the valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, including updates to salary increase, mortality and retirement rates. The Experience Study Report can be found on CalPERS' website under Forms and Publications.

Discount Rate: The discount rate used to measure the total pension liability for PERF C was 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE E – DEFINED BENEFIT PENSION PLAN (Continued)

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds’ asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

The table below reflects the long-term expected real rate of return by asset class for each risk pool. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10(1)	Real Return Years 11+(2)
Global equity	50.0%	4.80%	5.98%
Fixed income	28.0%	1.00%	2.62%
Inflation assets	0.0%	0.77%	1.81%
Private equity	8.0%	6.30%	7.23%
Real assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	100.00%		

(1) An expected inflation of 2.00% used for this period.

(2) An expected inflation of 2.92% used for this period.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the District’s proportionate share of the net pension liability for each risk pool, calculated using the discount rate for each risk pool, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	Miscellaneous Risk Pool	Safety Risk Pool	Total
1% Decrease	6.15%	6.15%	6.15%
Net pension liability	\$ 21,899	\$ 3,089,528	\$ 3,111,427
Current discount rate	7.15%	7.15%	7.15%
Net pension (asset) liability	\$ (8,819)	\$ 2,046,543	\$ 2,037,724
1% increase	8.15%	8.15%	8.15%
Net pension (asset) liability	\$ (34,200)	\$ 1,190,675	\$ 1,156,475

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE E – DEFINED BENEFIT PENSION PLAN (Continued)

Pension Plan Fiduciary Net Position: Detailed information about each risk pool’s fiduciary net position is available in the separately issued CalPERS financial reports.

NOTE F – OTHER POSTEMPLOYMENT BENEFITS PLAN

Plan Description/Benefits Provided: The District offers a single employer OPEB plan (the Plan) that provides medical, dental, or other health benefits to retired employees and one eligible dependent at District cost for represented Rescue Professional Firefighters Association employees hired prior to July 1, 2013. Employees hired after this date are not eligible for Plan benefits. Employees hired prior to January 1, 2008 with a minimum of 15 years of continuous employment with the District that meet CalPERS retirement requirements may enroll in any available District sponsored medical plan of their choice. Any eligible employee that retires on or after January 1, 2014, shall receive a medical benefit equivalent to active employees. Dental and vision insurance and medical insurance coverage for additional dependents are available under the Plan, but at cost to the retiree.

The Plan does not issue separate financial statements.

Employees Covered by Benefit Terms: At June 30, 2021 (June 30, 2020 measurement date), the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	5
Active employees	<u>3</u>
Total	<u><u>8</u></u>

The plan is closed to new entrants.

Contributions: The Board of Directors has the authority to establish and amend the contribution requirements of the District and employees under powers granted to it under the California Government Code, subject to the District’s Memorandum of Understanding with employee bargaining units.

The Board of Directors has established reimbursement percentages of actual insurance premiums paid by Plan members. No other contribution requirements exist under the Plan. Employees are not required to contribute to the Plan. During the fiscal year ended June 30, 2021, the District’s contributed \$129,147 to the Plan, including \$90,243 through as pay-as-you-go health insurance premium payments on behalf of retired Plan members and implied subsidy payments totaling \$38,904. Plan members did not make any contributions to the Plan and no contributions are made by the District to a qualifying trust fund to fund benefits.

OPEB Liability: The District’s OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019.

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

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE F – OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

Valuation date	June 30, 2019
Measurement date	June 30, 2020
Actuarial cost method	Entry-age normal cost method
Actuarial assumptions:	
Discount rate	2.20%
Inflation	2.75%
Salary increases	2.75%
Dental/vision cap increase	3.00%
Mortality rate	2014 CalPERS Mortality for Active Safety Employees
Pre-retirement turnover	2009 CalPERS Rates for Sworn Fire Employees
Healthcare trend rate	4.0% increase each year
Participation rate	100%

Discount Rate/Change in Assumptions: The discount rate used to measure the total OPEB liability at June 30, 2020 was 2.20%, which changed from 3.5% at June 30, 2019. The discount rate is based on the Bond Buyer 20 Bond Index.

Changes in the OPEB Liability:

	<u>Increase (Decrease)</u>
	<u>Total OPEB Liability</u>
Balance at June 30, 2020	\$ 2,281,363
Changes in the year:	
Service cost	47,823
Interest	78,681
Differences between expected and actual experience	12,768
Changes in assumptions	411,968
Benefit payments	<u>(127,280)</u>
Net change in OPEB liability	<u>423,960</u>
Balance at June 30, 2021	<u>\$ 2,705,323</u>

Sensitivity of the OPEB Liability to Changes in the Discount Rate: The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease	Current Discount Rate	1% Increase
	<u>1.20%</u>	<u>2.20%</u>	<u>3.20%</u>
Total OPEB liability	\$ 3,064,160	\$ 2,705,323	\$ 2,375,167

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE F – OTHER POSTEMPLOYMENT BENEFITS PLAN (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates: The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB liability	\$ 2,416,466	\$ 2,705,323	\$ 3,052,446

OPEB Plan Fiduciary Net Position: The Plan does not have fiduciary net position as the District does not contribute to a qualified trust on behalf of the participants.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources: For the year ended June 30, 2021, the District recognized OPEB expense of \$266,543. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
OPEB contributions subsequent to measurement date	\$ 129,147	
Differences between actual and expected experience	90,460	
Changes in assumptions	<u>327,489</u>	<u>\$ (35,702)</u>
Total	<u>\$ 547,096</u>	<u>\$ (35,702)</u>

The amount reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net pension liability in the following fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ended June 30</u>	<u>Total</u>
2022	\$ 178,943
2023	142,630
2024	<u>60,674</u>
	<u>\$ 382,247</u>

Payable to the OPEB Plan: At June 30, 2021, there was no payable to the OPEB Plan.

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE G – FIRE IMPACT FEES

The use of fire impact fees is restricted solely for financing public facilities and equipment necessary to serve new developments. Changes in unspent fire impact fees reported as restricted cash and investments were as follows during the year ended June 30, 2021:

Amount available at June 30, 2020	\$ 466,933
Add fees collected and investment income, less County administration	<u>90,746</u>
Amount available at June 30, 2021	<u><u>\$ 557,679</u></u>

NOTE H – COMMITMENTS AND CONTINGENCIES

Contingencies: The District is a party to claims and lawsuits arising in the normal course of business. The District’s management does not believe that the ultimate liability, if any, arising from these claims will have a material adverse impact on the financial position of the District

The District has a number of funding sources under grant and other funding agreements that are subject to compliance audits by the provider. The amount of expenditures, if any, which may be disallowed by the provider cannot be determined although the District expects such amounts, if any, to be immaterial.

The County of El Dorado (the County) collects fire impact fees imposed on behalf of the District and deposits those fees into a separate account within the County’s investment pool. The balance of the account in the County’s investment pool holding the impact fees is reported as part of the District’s cash and investments. The County will only release the fees from the County investment pool when the District incurs qualifying expenditures and provides supporting documentation for expenditures incurred that is acceptable to the County. It is possible that the County could disallow costs incurred by the District as part of the approval process.

COVID-19 Pandemic: The spread of the novel strain of coronavirus (known as “COVID-19”) has had significant negative impacts throughout the world, including California. The World Health Organization declared the COVID-19 outbreak to be a pandemic in March 2020, and states of emergency have been declared by the United States, the State of California, and numerous counties throughout the State, including El Dorado County. The District also declared a state of emergency on March 31, 2020. Impacts of the COVID-19 outbreak to the District include, but are not limited to, an increase in the cost of medical supplies, personal protective equipment (PPE) and other equipment, as well as an increase in wages and benefits costs associated with COVID-related employee leave and/or quarantine. Further, an economic downturn affecting the District’s service area could have an adverse impact on the future collection of property tax revenues.

Commitments: In December 2019, the District approved a 5-year agreement for shared fire services with El Dorado Hills Fire District. The District would pay approximately \$75,000 per year for services and would pay \$37,770 for the cost of an administrative assistant under the agreement.

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE I – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Amounts reported for governmental activities in the governmental funds balance sheet are being adjusted to arrive at the statement of net position. The adjustments are as follows at June 30, 2021:

Fund balances - Total Governmental Funds	\$ 1,938,748
Deferred outflows of resources on the pension and OPEB plans are not reported in governmental funds.	997,206
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds.	312,764
Long-term liabilities applicable to the District's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the statement of net	
Compensated absences	(39,430)
Net pension liability	(2,037,724)
Net OPEB Liability	(2,705,323)
Deferred inflows of resources on pension and OPEB plans are not reported in governmental funds.	(194,928)
Revenues that are deferred in governmental funds because they are not current financial resources are recognized in the government-wide statements.	<u>5,056</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (1,723,631)</u>

Amounts reported for governmental activities in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances are adjusted to arrive at the Statement of Activities for Government-wide presentation.

RESCUE FIRE PROTECTION DISTRICT  
 NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE I – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS  
 (CONTINUED)

The adjustments for the fiscal year ended June 30, 2021 are as follows:

Net change in fund balance - Governmental Funds	\$ 280,839
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The change in net position for governmental activities in the statement of activities is different because:

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense:

Capital outlay	4,270
Depreciation	(39,863)

Changes in deferred inflows and outflows related to the pension and OPEB plans do not result in the receipt or use of current financial resources and are not reported in governmental funds.

Change in deferred outflows of resources	402,855
Change in deferred inflows of resources	(50,092)

Governmental funds do not present revenues that are not available to pay current expenditures. Such revenues are recognized in the Statement of Activities.

5,056

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in compensated absences liability	19,133
Change in net pension liability	(200,350)
Change in OPEB liability	<u>(423,960)</u>

NET CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ (139,222)</u>
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NOTE J – SUBSEQUENT EVENT

In October 2021, El Dorado Hills Fire Department (a department of El Dorado Hills County Waer District) submitted an application to El Dorado Local Agency Formation Commission (LAFCO) to annex Rescue Fire Protection District. However, the El Dorado Hills Fire Department notified the District that its Board of Directors voted to withdraw the application to annex the District on April 4, 2022. The letter also indicated the El Dorado Hills Fire Department Board of Directors approved termination of the agreement for shared fire services described in Note H, but it indicated it would meet with the District’s management to discuss the terms of a Transitional Services Agreement.

RESCUE FIRE PROTECTION DISTRICT

NOTES TO BASIC FINANCIAL STATEMENTS (Continued)

June 30, 2021

NOTE K – RESTATEMENT

During the year ended June 30, 2021, the District discovered that the compensated absences liability, which is not liquidated from current financial resources, was inadvertently recorded in the General Fund rather than in the government-wide statement of activities. The District corrected this error during the year ended June 30, 2021, which resulted in a decrease in liabilities and an increase in fund balance of \$58,563 in the General Fund and an increase in liabilities and decrease in net position in the government-wide statement of activities of the same amount.

REQUIRED SUPPLEMENTARY INFORMATION

RESCUE FIRE PROTECTION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – GENERAL FUND

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES				
Property taxes	\$ 1,174,236	\$ 1,174,236	\$ 1,180,195	\$ 5,959
Special tax assessments:				
Direct assessment	133,400	133,400	132,498	(902)
Special benefit assessment	258,129	258,129	258,212	83
Grant revenue	945,680	945,680	115,311	(830,369)
Development impact fees			89,658	89,658
Use of money and property	27,669	27,669	13,512	(14,157)
Other revenues	20,060	20,060	67,778	47,718
TOTAL REVENUES	<u>2,559,174</u>	<u>2,559,174</u>	<u>1,857,164</u>	<u>(702,010)</u>
EXPENDITURES				
Current				
Public Protection:				
Salaries and Benefits:				
Salaries and wages	618,370	618,370	534,557	83,813
Health, disability and other benefits	243,296	243,296	224,737	18,559
Retirement	154,008	154,008	142,220	11,788
Overtime	115,000	115,000	202,005	(87,005)
Worker's compensation	77,029	77,029	68,812	8,217
Total Salaries and Benefits	<u>1,207,703</u>	<u>1,207,703</u>	<u>1,172,331</u>	<u>35,372</u>
Services and Supplies:				
Professional services	90,900	90,900	137,973	(47,073)
Maintenance:				
Vehicles	80,000	80,000	41,099	38,901
Equipment	7,738	7,738	9,388	(1,650)
Structures	25,100	25,100	2,082	23,018
Radios	500	500	1,429	(929)
Utilities	27,000	27,000	16,813	10,187
Insurance	15,000	15,000	14,224	776
Clothing	23,400	23,400	13,949	9,451
Fuel purchases	18,000	18,000	13,480	4,520
Communications	14,502	14,502	12,626	1,876
Software license	5,710	5,710	6,699	(989)
Special department	13,300	13,300	6,536	6,764
Medical supplies	7,000	7,000	5,233	1,767
Household	2,676	2,676	3,804	(1,128)
Rents and leases - equipment	1,280	1,280	3,078	(1,798)
Small tools and equipment	1,800	1,800	2,715	(915)
Staff development	6,500	6,500	2,479	4,021
Office expense	6,728	6,728	1,997	4,731
Publications and legal notices	400	400	530	(130)
Memberships	1,450	1,450	504	946
Transportation and travel	2,500	2,500	18	2,482
Food	1,000	1,000		1,000
Fire prevention	640	640		640
Total Services and Supplies	<u>353,124</u>	<u>353,124</u>	<u>296,656</u>	<u>56,468</u>
Pass-through grants			115,097	(115,097)
Contingencies	12,467	12,467		12,467

RESCUE FIRE PROTECTION DISTRICT

STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE (Continued)  
BUDGET AND ACTUAL – GENERAL FUND

For the Year Ended June 30, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
EXPENDITURES (Continued)				
Capital outlay:				
Equipment	\$ 1,005,880	\$ 1,005,880	\$ 4,270	\$ 1,001,610
TOTAL EXPENDITURES	<u>2,579,174</u>	<u>2,579,174</u>	<u>1,588,354</u>	<u>990,820</u>
EXCESS OF REVENUES OVER EXPENDITURES	(20,000)	(20,000)	268,810	288,810
OTHER FINANCING SOURCES (USES)				
Proceeds from sale of capital assets	20,000	20,000	12,029	(7,971)
TOTAL OTHER FINANCING SOURCES (USES)	<u>20,000</u>	<u>20,000</u>	<u>12,029</u>	<u>(7,971)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ -</u>	280,839	<u>\$ 280,839</u>
Fund balance at beginning of year - as previously reported			1,599,346	
Restatement			<u>58,563</u>	
Fund balance at beginning of year - as restated			<u>1,657,909</u>	
FUND BALANCE AT END OF YEAR			<u>\$ 1,938,748</u>	

The accompanying notes are an integral part of these financial statements.

RESCUE FIRE PROTECTION DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION

For the Year Ended June 30, 2021

**SCHEDULE OF THE PROPORTIONATE SHARE OF THE  
NET PENSION LIABILITY (UNAUDITED)  
Last 10 Years**

	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.01873%	0.01793%	0.01817%	0.01824%	0.01884%	0.03074%	1)
Proportionate share of the net pension liability	\$ 2,037,724	\$ 1,837,374	\$ 1,750,442	\$ 1,809,219	\$ 1,629,933	\$ 1,278,862	
Covered payroll - measurement period	\$ 493,909	\$ 664,271	\$ 683,982	\$ 657,346	\$ 657,711	\$ 626,610	
Proportionate share of the net pension liability as a percentage of covered payroll	412.57%	276.60%	255.92%	275.23%	247.82%	204.09%	
Plan fiduciary net position as a percentage of the total pension liability	74.24%	76.64%	77.96%	77.96%	77.96%	77.96%	

Changes in assumptions: The discount rate changed from 7.50% in 2015, to 7.65% in 2016 and 2017, and 7.15% in the 2018 and 2019 valuations.

**SCHEDULE OF CONTRIBUTIONS TO THE PENSION PLAN (UNAUDITED)  
Last 10 Years**

	2021	2020	2019	2018	2017	2016	2015
Contactually required contribution (actuarially determined)	\$ 186,116	\$ 164,900	\$ 139,063	\$ 84,034	\$ 86,580	\$ 133,818	1)
Contributions in relation to the actuarially determined contributions	(186,116)	(164,900)	(139,063)	(84,034)	(86,580)	(164,326)	
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (30,508)	
Covered payroll - employer's fiscal year	\$ 460,502	\$ 493,909	\$ 664,271	\$ 683,982	\$ 657,346	\$ 657,711	
Contributions as a percentage of covered payroll	40.42%	33.39%	20.93%	12.29%	13.17%	24.98%	

Notes to schedule:

Contribution valuation date	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013	June 30, 2012
Reporting valuation date	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013
Reporting measurement date:	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

Change in benefit terms: There were no changes to benefit terms.

Methods and assumptions used to determine contribution rates:

Actuarial method	Entry age normal cost method						
Amortized method	Level percentage of payroll, closed						
Remaining amortization period	Varies by rate plan, but not more than 30 years						
Asset valuation method	Market value						
Inflation	2.500%	2.625%	2.75%	2.75%	2.75%	2.75%	2.75%
Salary increases	Varies by entry age and service						
Investment rate of return and discount rate used to compute contribution rates	7.00%	7.25%	7.375%	7.50%	7.50%	7.50%	7.50%
Retirement age	50-67 years. Probabilities of retirement are based on the the most recent CalPERS Experience Study.						
Mortality	Most recent CalPERS Experience Study						

1) The District implemented GASB Statement No. 68 during the year ended June 30, 2015. However, information for 2015 was not disclosed and is not available.

Omitted Years: GASB Statement No. 68 was Implemented During the Year Ended June 30, 2015. No information was Available Prior to this Date. Future years will be reported prospectively as they become available.

RESCUE FIRE PROTECTION DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS

For the Year Ended June 30, 2021

	2021	2020	2019	2018
Total OPEB liability				
Service cost	\$ 47,823	\$ 83,012	\$ 87,465	\$ 85,124
Interest	78,681	73,186	72,101	62,480
Differences between expected and actual experience	12,768	7,627		
Changes in assumptions	411,968	77,533	(92,078)	
Experience (gains)/losses		182,169		
Benefit payments	(127,280)	(45,583)	(35,537)	(34,074)
Net change in total OPEB liability	423,960	377,944	31,951	113,530
Total OPEB liability - beginning	2,281,363	1,903,419	1,871,468	1,757,938
Total OPEB liability - ending (a)	<u>\$ 2,705,323</u>	<u>\$ 2,281,363</u>	<u>\$ 1,903,419</u>	<u>\$ 1,871,468</u>
Plan fiduciary net position as a percentage of the total OPEB liability	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>

Notes to schedule:

Valuation date	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement period - fiscal year ended	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Benefit changes:	None	None	None	None

Note: No assets are accumulated in a trust that meets the criteria in GASB Statement 75, paragraph 4, to pay related benefits. The District's contributions are not based on a measure of payroll so the covered-employee payroll and OPEB liability as a percentage of covered-employee payroll were omitted.

Benefit changes. None.

Changes in assumptions: In 2021, the discount rate was decreased from 3.50% to 2.20%

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

RESCUE FIRE PROTECTION DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)  
 SCHEDULE OF CONTRIBUTIONS TO THE OPEB PLAN  
 LAST TEN FISCAL YEARS

For the Year Ended June 30, 2021

	2021	2020	2019	2018
Contractually determined contribution - employer fiscal year	\$ 129,147	\$ 127,280	\$ 45,583	\$ 35,437
Contributions in relation to the contractually determined contributions	(129,147)	(127,280)	(45,583)	(35,437)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -

**Notes to Schedule:**

Valuation date	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement period - fiscal year ended	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

Methods and assumptions used to determine contribution rates:

Discount rate	2.20%	3.50%	3.80%	3.50%
Payroll growth	2.75%	2.75%	2.75%	2.75%
Inflation	2.75%	2.75%	2.75%	2.75%
Healthcare trend	4.00%	4.00%	4.00%	4.00%
Actuarial cost method	Entry Age Normal Cost Method			
Amortization method	Level of percentage of payroll			
Asset valuation method	There are no plan assets			
Mortality	2014 CalPERS Mortality for Active Safety Employees			

Notes: June 30, 2020 was the first year an implied subsidy was calculated. No information was available prior to this date. The District's contributions were not based on a measure of payroll so the covered-employee payroll and percentage of contributions in relation to covered-employee payroll were omitted.

Omitted years: GASB Statement No. 75 was implemented during the year ended June 30, 2018. No information was available prior to this date. Information will be added prospectively as it becomes available until 10 years are reported.

## COMPLIANCE REPORT



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REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
*GOVERNMENT AUDITING STANDARDS*

To the Board of Directors  
Rescue Fire Protection District  
7061 Mt. Aukum Road  
Somerset, California 95684

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and the major fund of the Rescue Fire Protection District (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated \_\_\_\_\_, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the

To the Board of Directors  
Rescue Fire Protection District

determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

\_\_\_\_\_, 2022



## FIRE AGENCIES SELF INSURANCE SYSTEM

1750 Creekside Oaks Drive, Suite 200  
Sacramento, CA 95833  
800 541-4591 Fax 916-244-1199

April 4, 2022

### OFFICIAL ELECTION BALLOT FOR THE ELECTION OF THREE EXPIRING POSITIONS ON THE FASIS BOARD OF DIRECTORS

Dear FASIS Members:

An election is to be held to fill three positions on the FASIS Board of Directors that will expire on June 30, 2022. Each position's new term will span from July 1, 2022, through June 30, 2025.

Included with this transmittal message is an official election ballot for the three expiring positions. As there are several candidates running for the expiring positions, the three candidates that receive the most votes will fill these positions.

Please take this opportunity to complete and sign a physical copy of the enclosed ballot and return it to **FASIS no later than May 6, 2022:**

FASIS, c/o Sedgwick  
1750 Creekside Oaks Drive, Suite 200  
Sacramento, California 95833

Please contact Deni Banyard, at (916) 244-1178, or [deni.banyard@sedgwick.com](mailto:deni.banyard@sedgwick.com), if you have any questions or would like to send your completed ballots electronically. You may also send via fax to (916) 244-1199.

***\*\* Ballots received after the May 6, 2022, deadline will not be counted. \*\****



## FIRE AGENCIES SELF INSURANCE SYSTEM

1750 Creekside Oaks Drive, Suite 200  
Sacramento, CA 95833  
800-541-4591 Fax 916-244-1199

### FASIS Board of Directors - Official Election Ballot

In response to a Call for Letters of Interest and Nomination Form, the FASIS Nominating Committee has received the following submissions for THREE (3) Board of Directors positions that will expire on June 30, 2022. The Nominating Committee is recommending the following candidates for consideration by the full membership. A brief summary of each candidate's related experience is included with this ballot.

### OFFICIAL BALLOT - FASIS 2022 BOARD OF DIRECTORS ELECTION

Please clearly mark an X in only THREE (3) of the following boxes, or mark the "none of the above" box.

Candidates for three (3) expiring positions on the FASIS Board of Directors Term of July 1, 2022, through June 30, 2025	VOTE (X)
*Vacaville Fire Protection District - Mr. Howard Wood, Fire Chief	
*Sonoma Valley Fire District - Mr. Stephen Akre, Fire Chief	
American Canyon Fire Protection District - Mr. Michael Cahill, Fire Chief	
Penryn Fire Protection District - Ms. Susan Mahoney, Board Secretary	

*\*Incumbent Board Member*

OR

*None of the potential candidates listed above.*

Signature of person completing on behalf of your District: \_\_\_\_\_

Print Name: \_\_\_\_\_ Position Title: \_\_\_\_\_

District Address: \_\_\_\_\_

Date completed: \_\_\_\_\_ E-mail: \_\_\_\_\_

Please return the completed, signed ballot via one of the following *before May 6, 2022*:

**Mail:** FASIS, c/o Sedgwick, 1750 Creekside Oaks Drive, Suite #200, Sacramento, CA 95833

**Fax:** (916) 244-1199

**Email:** [deni.banyard@sedgwick.com](mailto:deni.banyard@sedgwick.com)

**Your vote is very important. Please vote and return your official ballot by May 6, 2022.**

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**CANDIDATES FOR THE FASIS BOARD OF DIRECTORS  
TO FILL THREE (3) EXPIRING POSITIONS  
FOR A TERM OF JULY 1, 2022, THROUGH JUNE 30, 2025**

**CANDIDATES' SUMMARY OF EXPERIENCE**

<b>District</b>	<b>Candidates' Name</b>	<b>Summary of Experience</b>
<b>*Vacaville Fire Protection District</b>	<b>Mr. Howard Wood, Fire Chief</b>	Chief Wood has participated on the Board since it was formed. He has been involved and makes almost all meetings. Currently, he holds the position of President on the Board.
<b>*Sonoma Valley Fire District</b>	<b>Mr. Stephen Akre, Fire Chief</b>	I am very interested in being re-elected as a member of the FASIS Board and continuing to serve our Fire Districts as your Vice-President. I hope to continue to be a part of the collaborative work of FASIS to ensure the best worker's compensation program for both Fire Districts and our employees in the most cost-effective manner possible. In my time on the Board, we have made significant progress by re-investing reserves into a more cost effective second tier of coverage and have expanded our opportunities for annual physicals. We are also taking important steps to address the current issue of behavioral health in the fire service. We are exploring consolidation with the FDAC EBA in order to provide better services to our member Districts. In my position as Fire Chief of Sonoma Valley Fire District, I continue to be actively involved in all aspects of improving Fire and Emergency services on both a local and regional level. I am currently serving as the President of the Sonoma County Fire Districts Association and the REDCOM Board (Fire and EMS Dispatch JPA) as well as a Board member of the FDAC EBA JPA. I feel that these experiences and connections allow me the opportunity to serve and represent the interests and concerns of not only the SVFD, but of other Districts in Sonoma County and throughout the State. The SVFD, (formerly Valley of the Moon Fire District) has been a long-standing member and representative on the FASIS Board and I humbly ask for your consideration in allowing me to continue to serve on the FASIS Board.
<b>American Canyon Fire Protection District</b>	<b>Mr. Michael Cahill, Fire Chief</b>	Fire Chief/CEO of the American Canyon Fire Protection District. I have held numerous Board and related type positions over the course of my 40+ years in the Fire Service. I am a strong advocate for local government agencies joining forces to better serve themselves in markets like pooled insurance and joint purchasing. FASIS has had a long history of supporting California Fire Districts in providing better access to Worker's Comp coverage and controlling costs. I believe that this type of organization requires active and engaged industry leadership to continue the valued work that has been done in the past. I would be willing to serve on the Board and would appreciate the opportunity to be considered as a candidate for one of the three upcoming openings on the FASIS Board of Directors.
<b>Penryn Fire</b>	<b>Ms. Susan Mahoney,</b>	Director Mahoney has a wealth of experience in the public sector having been

<b>Protection District</b>	<b>Board Secretary</b>	the Management Services Director of the City of Indio and she recently retired from her position as the Finance Director for the City of Wheatland. She is on the contract and finance oversight committee for the Penryn Fire Protection District. She is also part of the Committee for future inter-district cooperation.
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\* Incumbent Member to the FASIS Board of Directors

RESOLUTION NO. 2022-02

**Rescue Fire Protection District**

Declaring an Election Be Held in its Jurisdiction  
Consolidation with Other Districts  
Requesting Election Services

WHEREAS, it is the determination of the above-named district that an election be held on November 8, 2022, at which election the issue to be presented to the voters shall be:

NOMINATION OF CANDIDATES

No. of Members <u>To be Elected</u>	<u>Term</u>
3	Full 4 year terms to expire 12/04/2026

BE IT RESOLVED that the Elections Department of El Dorado County is hereby requested to:

1. Consolidate said election with any other election conducted on the same day.
2. Authorize and direct the Registrar of Voters, at District expense, to provide all necessary services, which shall include, **but not be limited to:**  
  
publications, issue nomination documents, ballots, sample ballots, election officers, polling places and canvass.
3. In the event of a tie vote, the winning candidate shall be decided by lot.

PASSED AND ADOPTED on April 13, 2022 at a regular meeting, by the following vote:

AYES:  
NOES:  
ABSENT:

\_\_\_\_\_  
President

ATTEST: \_\_\_\_\_

Date: \_\_\_\_\_