Sacramento Regional Fire/EMS Communications Center
10230 Systems Parkway, Sacramento, CA 95827-3006
www.srfecc.ca.gov

MEETING AGENDA
REGULAR MEETING OF THE GOVERNING BOARD OF SRFECC

Tuesday, November 12, 2024	**9:00 AM**	**Sacramento Metropolitan Fire Department** **10545 Armstrong Avenue, CA 95655**

THE BOARD WILL CONVENE IN AN OPEN SESSION AT 9:00 A.M.

Call to Order	Chairperson
Roll Call of Member Agencies	Clerk of the Board

PRIMARY BOARD MEMBERS

Chad Wilson, Chairperson	Assistant Chief, Folsom Fire Department
Scott Williams, Vice Chairperson	Assistant Chief, Sacramento Fire Department
Ty Bailey, Board Member	Deputy Chief, Sacramento Metropolitan Fire District
Troy A. Bair, Board Member	Deputy Chief, Cosumnes Community Services District

PLEDGE OF ALLEGIANCE

AGENDA UPDATE: An opportunity for Board members to (1) reorder the agenda; and (2) remove agenda items that are not ready for presentation and/or action at the present Board meeting.

PUBLIC COMMENT: An opportunity for members of the public to address the Governing Board on items within the subject matter jurisdiction of the Board. The duration of the comment is limited to three (3) minutes.

PUBLIC COMMENT:

None

PRESENTATION:

1. Richardson & Company FY 23/24 Audit Presentation

RECESS TO CLOSED SESSION:

1. CONFERENCE WITH LABOR NEGOTIATOR*
   Pursuant to Government Code Section 54957.6

Center Negotiator(s)	Lindsay Moore, Counsel Derek Parker, Chief Executive Director
Employee Organization(s)	Teamsters Local 150/Local 522 Teamsters Local 856/Local 522 Unrepresented Administrators

2. PERSONNEL ISSUES*

*INDICATES NO ATTACHMENT

Pursuant to California Governing Code Section 54957

Employee Evaluation: Chief Executive Director
Operations Manager
Administrative Manager

3. CONFERENCE WITH LEGAL COUNSEL: Anticipated Litigation*
Pursuant to California Government Code Section 54956.9(b) The Board will meet in closed session to discuss significant exposure to litigation.

One (1) potential case(s).

RECONVENE TO OPEN SESSION:

CONSENT AGENDA: Matters of routine approval including, but not limited to Board meeting synopsis, payroll reports, referral of issues to the committee, and other consent matters. The Consent Agenda is acted upon as one unit unless a Board member requests separate discussion and/or action.

1. Regular Board Meeting Synopsis (October 22, 2024) Page 54

PROPOSED ACTION: Motion to Approve Consent Agenda

STAFF REPORTS/ACTION ITEMS:

1. **SUBJECT: Security Enhancement for the Annex** (Staff Report 24-26) Page 59

Recommendation:
- Approve the quote from JC Window Solutions in the amount of $17,800 for the installation of security blast film with an attachment system for the exterior windows of the Annex, and for frosting two interior office windows.

2. **SUBJECT: Laptop Package Purchase** (Staff Report 24-27) Page 68

Recommendation:
- Approve Dell Quote for 8 replacement laptops for $11,299.53.

DISCUSSION/POSSIBLE ACTION:

None

INFORMATION:

None

CORRESPONDENCE:

1. Correspondence from Folsom Fire Department designating a primary and alternate SRFECC board representative Page 76

*INDICATES NO ATTACHMENT

CENTER REPORTS:

None

ITEMS FOR DISCUSSION AND POTENTIAL PLACEMENT ON A FUTURE AGENDA:

None

BOARD MEMBER COMMENTS:

None

ADJOURNMENT:

The next scheduled Board Meeting is Tuesday, November 26, 2024

LOCATION:	Sacramento Metropolitan Fire District 10545 Armstrong Avenue, CA 95655
TIME:	9:00 a.m. Board Members, Alternates, and Chiefs
POSTED:	10230 Systems Parkway, Sacramento, CA 95827 www.srfecc.ca.gov 10545 Armstrong Ave, Mather, CA 95655-4102

DISABILITY INFORMATION:

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Chief Executive Director's Office at (916) 228-3070. Notification at least 48 hours prior to the meeting will enable the Center to make reasonable arrangements to ensure accessibility to this meeting.

POSTING:

This is to certify that on November 7, 2024, a copy of the agenda was posted at the following locations:

- 10230 Systems Parkway, Sacramento, CA 95827
- 10411 Old Placerville Rd – Suite #210, Sacramento, CA 95827
- The Center's website at – www.srfecc.ca.gov
- 10545 Armstrong Ave, Mather, CA 95655-4102

ATTEST:

Mellisa Gingery

MELLISA GINGERY
CLERK OF THE BOARD

*INDICATES NO ATTACHMENT

SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER

SUMMARY OF JUNE 30, 2024 AUDIT RESULTS

Reports issued
- Audited Financial Statements with auditor's opinion
- Internal Control and Compliance Reports
- Required communications letter
- Management letter with recommendations

Independent Auditor's Report
- Unmodified (clean) opinion

Highlights of financial statements
- Management Discussion and Analysis (page 3 to 11)
- $875,000 still owed on CAD financing
- OPEB liability increased $1.1 million due to changes in actuarial assumptions
- Pension liability increased $0.4 million due to changes in actuarial assumptions
- Negative unrestricted net position is due to the pension and OPEB liabilities of $18.7 million
- Operating revenues increased by $1.1 million due to higher member assessments
- Expenses increased by $2.2 million due to higher salaries and benefits, including the pension adjustment
- Change in net position in fiscal year 2024 was a $0.2 million
- Pension and OPEB footnote describe methods and assumptions
- Reserves set aside by Board totaling $1.7 million for contingencies and $2.1 million for construction (page 30)
- Contractual commitments on CAD system and office remodel (page 31)

Reports on Internal Control and Compliance (pages 35 and 36)
- Clean report - no internal control weaknesses or compliance issues

Required Communications Letter
- 6 closing entries and audit adjustments identified
- No difficulties in performing the audit and no unusual accounting practices

Management letter
- Reconciliations of accounts receivable and accounts payable need to continue to be monitored periodically

SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER

Audited Financial Statements and
Compliance Report

June 30, 2024 and 2023

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SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER

Audited Financial Statements and
Compliance Report

June 30, 2024 and 2023

Basic Financial Statements

Required Supplementary Information (Unaudited)

Compliance Report

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RICHARDSON & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

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Sacramento, California 95825
Telephone: (916) 564-8727
FAX: (916) 564-8728

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Sacramento Regional Fire/EMS Communications Center
Sacramento, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying basic financial statements of the Sacramento Regional Fire/EMS Communications Center (SRFECC) as of and for the years ended June 30, 2024 and 2023, and the related notes to the financial statements, which collectively comprise SRFECC's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the SRFECC as of June 30, 2024 and 2023, and the changes in financial position, and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audits in accordance with 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financials Statements section of our report. We are required to be independent of SRFECC and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about SRFECC's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 SRFECC's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about SRFECC's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of the proportionate share of the net pension liability, schedule of contributions to the pension plan, and schedule of changes in the net OPEB liability and related ratios to 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2024 on our consideration of SRFECC'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 SRFECC's internal control over financial reporting and compliance.

Richardson & Company, LLP

November 4, 2024

As management of the Sacramento Regional Fire/EMS Communications Center (the Center or SRFECC), we offer readers of the Center's financial statements this narrative overview and analysis of the financial activities of the Center for the fiscal year ended June 30, 2024 (FY24).

Agency Overview

The Center is a highly trained team of public safety personnel who dispatch fire protection and emergency medical service (EMS) personnel to residents calling 9-1-1 in the Sacramento Region. The Center is designated as a Secondary Public Safety Answering Point (PSAP), receiving calls from local law enforcement agencies that serve as the Primary PSAP under state law. Rather than each individual local fire agency having its own local dispatch center, the leadership from several fire agencies agreed in 1981 to form a regional dispatch center to provide seamless service across local governments spanning approximately 1,000 square-miles. The Center has one of the highest call volumes of all dispatch centers in the U.S., answering nearly 500,000 calls per year and serving over 1.5 million residents.

Twenty-four hours a day, 365 days a year, Center dispatchers serve as an integral part of our public safety response team. Sitting together on the dispatch floor and utilizing phone, computer, and radio technologies, the highly trained dispatchers receive 500 to 1,000+ emergency 9-1-1 calls daily, clarify immediate needs of callers, code the incident based on the nature of the emergency (e.g., medical aid, structure fire, grass fire, flooding, etc.), dispatch fire and emergency resources that are closest to the incident, then stay on the phone with the caller to provide critical lifesaving pre-arrival instructions. Operating at a centralized location, the dispatch center team is an integral part of how each fire department in the Sacramento region responds to fire and EMS-related emergencies around the clock.

The JPA is comprised of the following member and contract agencies:

Member Agencies:
- Cosumnes Fire Department
- Folsom Fire Department
- Sacramento Fire Department
- Sacramento Metro Fire District

Contracted Agencies/Volunteer Fire Departments:
- Courtland Fire Department
- Herald Fire Department
- Isleton Fire Department
- River Delta Fire Protection District
- Walnut Grove Fire Department
- Wilton Fire Department

SRFECC and the fire Member and Volunteer Agencies are committed to being supportive partners for those requiring additional fire and EMS resources. Dispatch services are provided through automatic aid agreements with neighboring counties and communities including: the City of Roseville, the City of El Dorado Hills, the City of West Sacramento, and the Sacramento County Airport Systems. Additionally, SRFECC performs back-up dispatching services for the State of California Governor's Office of Emergency Services – Region IV.

Governance

SRFECC was organized through a Joint Powers Agreement (JPA) pursuant to the provisions of *Title I, Division 7, Chapter 5, Article 1, Sections 6500 et seq. of the California Government Code* beginning January 1, 1981, and most recently amended in July 2014, to provide seamless, high-quality service to the public they serve. Each Member Agency has a seat on the Board with votes and annual expenditures weighted based on the number of dispatched incidents in their jurisdiction. The weighted votes are recalculated on July 1 of each fiscal year. The Center is led by a Chief Executive Director (CED) who is appointed from the Member Agencies on a rotating basis. The Board-approved strategic blueprint, growth strategy, long-standing operating standards and policies, and a tenured management team provide management focus and continuity.

Using This Annual Report

This annual report consists of a series of comparative basic financial statements. These statements are comprised of the Balance Sheets, Statements of Revenues, Expenses and Changes in Net Position, Statements of Cash Flows, and Notes to the Basic Financial Statements. SRFECC resources are allocated to and accounted for in these basic financial statements as an enterprise fund type of the propriety fund group. The enterprise fund is used to account for operations that are financed and operated in a manner like private business enterprises, where the cost of providing communications services is funded by charges for service to our member and contract agencies.

The Balance Sheets represent the Center's assets and resources it controls that enable it to provide services, and the liabilities that comprise the claims against those resources. The difference between total assets and total liabilities is reported as net position and represents net assets available for future use. Net position is reported as net investment in capital assets, restricted for a specific project or purpose, or unrestricted and available for use.

The Statements of Revenues, Expenses and Changes in Net Position track the inflow and outflow of resources. Revenues are categorized by source or type, whereas expenses are shown by function or object.

The Balance Sheets and Statements of Revenues, Expenses and Changes in Net Position are reported using the accrual basis of accounting where revenues are recognized when earned, and expenses are recognized when incurred, regardless of the timing of cash flows.

The Statements of Cash Flows classify cash receipts and payments according to whether they stem from operations, non-capital financing, capital and related financing, or investing activities. A Reconciliation of Operating Income to Net Cash Provided (Used) By Operating Activities is also presented to report the net cash provided (used) by operating activities.

Financial statement notes are an important part of the basic financial statements. They provide additional information required by Generally Accepted Accounting Principles (GAAP). These notes describe accounting methods and policies underlying the balances in the financial statements, provide additional detail about balances, and present other important information about the Center's financial position, which does not necessarily meet the criteria reported in the financial statements.

Financial Highlights

As a result of implementing GASB Statement No. 68 - Accounting and Financial Reporting for Pensions, the Center has recorded a net pension liability of $8.8 million; and as a result of implementing Governmental Accounting Standard Board (GASB) Statement No. 75 - Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions (OPEB), the Center has recorded a net OPEB obligation of $9.9 million. Recording the present value of these significant, actuarially determined, long-term liabilities is the primary reason the accompanying Statement of Net Position is showing a negative Total Net Position of ($6.0 million) on June 30, 2024, which represents a slight improvement over the negative Total Net Position of ($6.2 million) on June 30, 2023.

In FY22, SRFECC implemented the guidance in GASB No. 87, Leases, retroactive to July 1, 2020, which recognized the value of office space and copiers leased under long-term contracts.

Last fiscal year (FY23) the Center was awarded a State Homeland Security Grant Program (SHSGP20) in the amount of $454,000 that was used for radio and server hardware replacements.

Current assets include cash, accounts receivable, amounts due from other governments and prepaid expenses. Current assets increased by $355,000 over the prior year to $6.5 million at the close of FY24. This increase can be attributable to an increase in receivables, prepaid expenses and other assets of $426,000 offset by a decrease in cash of $71,000.

Current liabilities include accounts payable and accrued expenses, employee-related liabilities and the current portion of financing obligations. Current liabilities increased by $145,000 over the prior year to $810,000 at the close of FY24, and is attributable primarily to an increase in year-end payables for goods and services.

Capital assets net of depreciation increased from $5.4 million on June 30, 2023, to $5.5 million net on June 30, 2024; the net result of a $831,000 increase in capital assets offset by a $683,000 increase in accumulated depreciation.

Non-Current liabilities increased from $18.4 million on June 30, 2023, to $19.6 million on June 30, 2024 due to increases in the ongoing liability for retirement benefits, both pension and medical. The net pension liability increased from $8.4 million in FY23 to $8.8 million in FY24; while the net liability for retiree medical benefits (OPEB) increased from $8.8 million in FY23 to $9.9 million in FY24. The long-term obligations related to capital asset and lease purchase financings decreased by a combined $325,000 to $644,000 on June 30, 2024, as a result of regularly scheduled payments.

Deferred outflows of resources and deferred inflows of resources relate to pension and retiree medical benefits and represent certain changes in total pension liability and fiduciary net position that are to be recognized in future expenses. On June 30, 2024, the SRFECC reported deferred outflows related to its retirement benefit pension plans of $7.1 million; which was the same amount reported at June 30, 2023 as a $150,000 increase in deferred outflows associated with retiree medical benefits was offset by a similar decrease in deferred outflows associated with pensions. The deferred inflow amount of $4.7 million reported as of June 30, 2024, is $946,000 lower than the prior year; the net result of a $929,000 decrease in deferred inflows associated with retiree medical benefits and a $17,000 decrease in deferred inflows associated with pensions. (See Note E of the basic financial statements for additional information and disclosures on other post-employment benefits and Note F on the pension plan.)

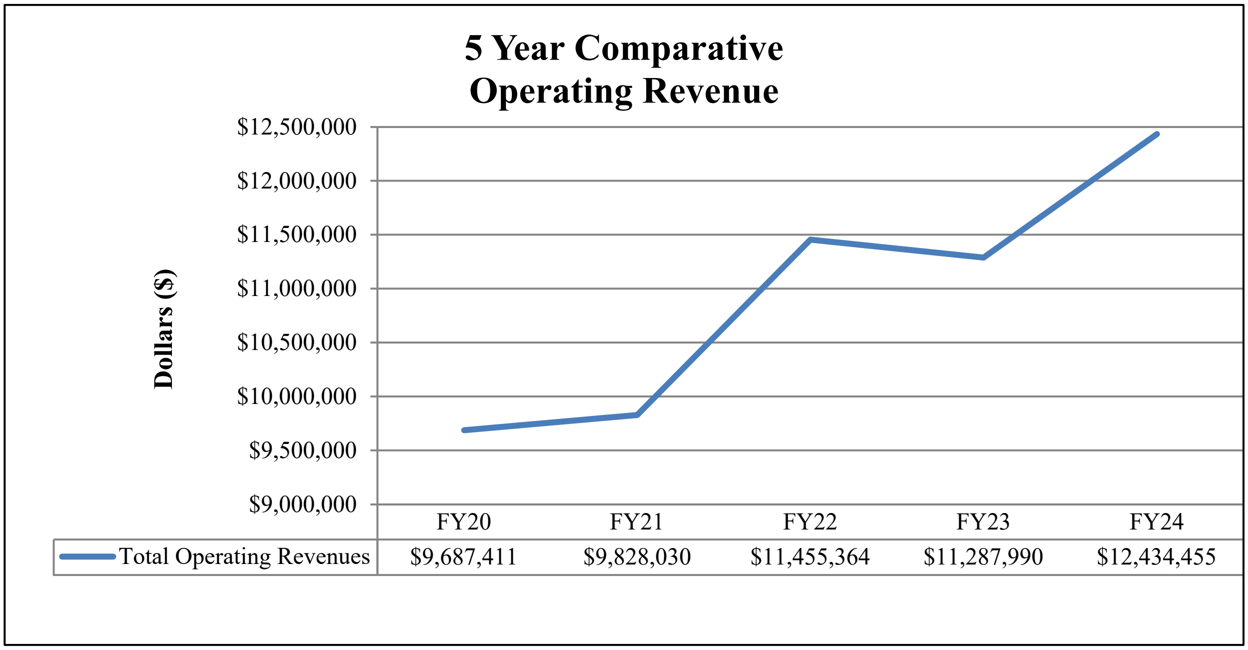
Operating revenues increased by a net $1.1 million for a total of $12.4 million in FY24. This was primarily due to an increase in member assessments of $1.2 million that was necessitated by increased operational costs.

Operating expenses increased by a net $2.2 million for a total of $12.4 million in FY24. The increase was driven primarily by a $2.2 million increase in personnel-related expenditures.

Nonoperating revenues and expenses include interest and investment income, interest expense and other miscellaneous revenue and expenses. Net non-operating revenues and expenses increased by $31,000 for a total of $133,000.

Operating Revenues

The services provided by the Center are essentially funded by member contributions, billed and paid to SRFECC on a bi-annual basis. Pursuant to the JPA agreement, each member agency pays its pro-rata share (based on number of calls) of all capital, operating, and related costs of SRFECC. By June 30 of each year, the Executive Staff presents the preliminary budget to the Board of Directors detailing its funding requirements for the upcoming fiscal year. Once approved, the member agencies are invoiced by SRFECC for their member contributions.

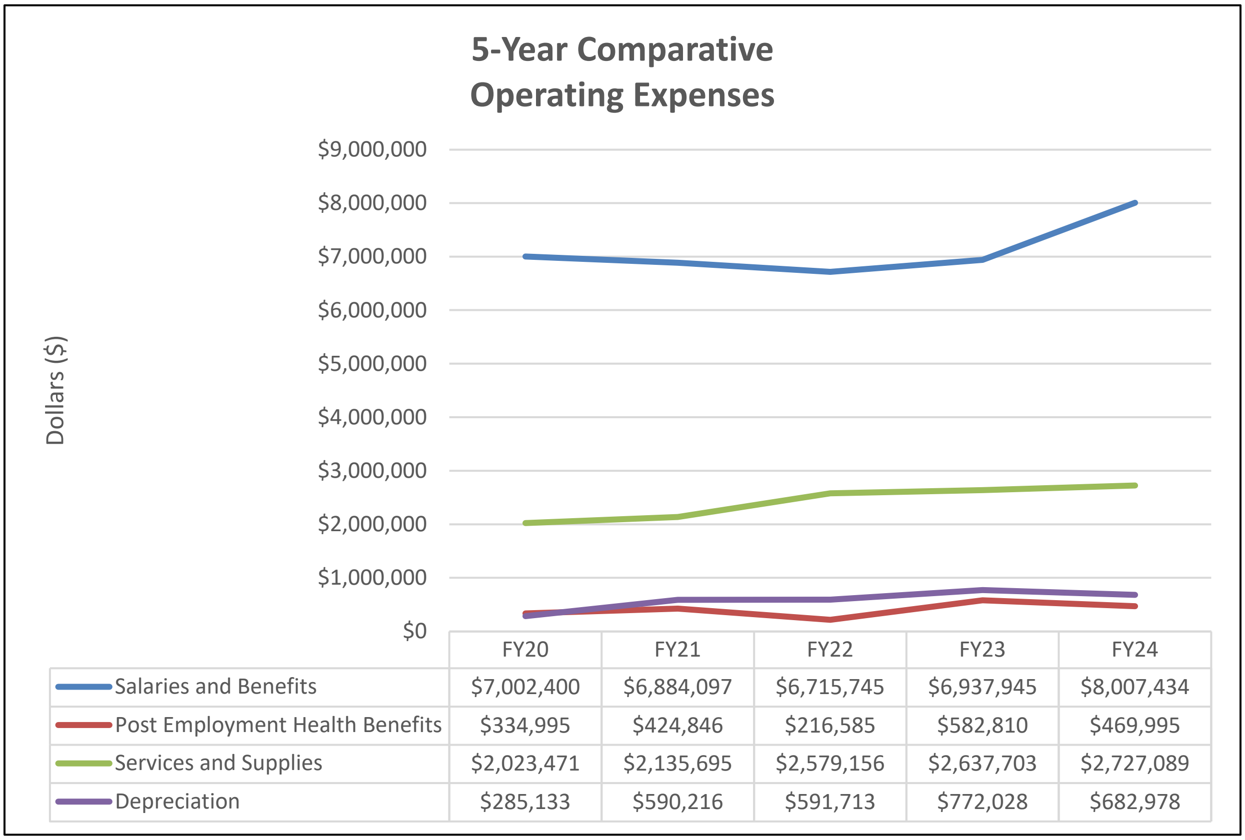


OPERATING REVENUES	2024	2023	$ Variance	% Variance
Member assessments	$12,324,987	$11,096,071	$1,228,916	11%
Reimbursements from other agencies	92,368	175,119	(82,751)	-47%
Backbone and secondary user fees	17,100	16,800	300	2%
TOTAL OPERATING REVENUES	**$12,434,455**	**$11,287,990**	**$1,146,465**	**10%**
NONOPERATING REVENUES (EXPENSES)				
Interest and investment income	46,023	$17,523	$28,500	163%
Other nonoperating revenue	119,330	122,241	(2,911)	-2%
Interest expense	(31,737)	(37,913)	6,176	-16%
Loss on disposal of capital assets	(976)	-	(976)	
TOTAL NONOPERATING REVENUES	**$132,640**	**$101,851**	**$30,789**	**30%**

As noted above, the Center is primarily funded by its four paying member agencies: Sacramento Metropolitan Fire, Sacramento Fire, Folsom Fire, and Cosumnes Community Services District. The increase in member contributions from the previous year was needed to cover increased operational costs. Fewer deployments with the State of California Governor's Office of Emergency Services (OES) for Mutual Aid Fire Assistance led to reduced reimbursement amounts. Dispatch and IT support is provided to assist in mutual aid fire and emergency incidents and the reimbursement for the costs, including an overhead administrative fee, provides an additional source of revenue for SRFECC, but is not a reliable source of revenue. Center staff successfully negotiated with a bank for higher interest rates resulting in increased investment income. The decline in interest expense is due to the reduction in capital asset lease financing obligations resulting from annual lease payments.

Operating Expenses

Expenses are classified in the financial statements as Salaries and Employee Benefits, Post-Employment Health Benefits, Services and Supplies, and Depreciation, all of which support the 9-1-1 dispatch function.



OPERATING EXPENSES	2024	2023	$ Variance	% Variance
Salaries and employee benefits	8,007,434	$6,937,945	$1,069,489	15%
Pension adjustment	492,730	(760,017)	1,252,747	-165%
Post employment health benefits	469,995	582,810	(112,815)	-19%
Services and supplies	2,727,089	2,637,703	89,386	3%
Depreciation and amortization	682,978	772,028	(89,050)	-12%
TOTAL OPERATING EXPENSES	**$12,380,226**	**$10,170,469**	**$2,209,757**	**22%**

The increase in personnel-related expenditures stems from a concentrated effort to maintain full dispatcher staffing as well as a full year of negotiated salary increases that went into effect January 1, 2023. As more fully explained in the notes to the basic financial statements, the pension adjustment and post employment health benefits expense are the annual cost of the plans as determined by the actuarial valuations and include the delayed recognition of assumption changes, differences between actual and projected assumptions and investment earnings on assets held in trust for such benefits.

The increase in services and supplies was mostly due to general price inflation, while the decrease in depreciation and amortization expense is the result of capital assets becoming fully depreciated.

Assets

Assets represent economic resources, tangible and intangible, available to the organization for operations and future economic use. They are presented in order of liquidity and classified as either current or capital (non-current) assets on the Balance Sheet.

CURRENT ASSETS	2024	2023	$ Variance	% Variance
Cash and cash equivalents	$ 5,720,553	$5,791,344	($70,791)	-1%
Accounts receivable	9,380	3,269	6,111	187%
Due from other governments and other receivables	45,260	9,692	35,568	367%
Prepaid expenses and other assets	727,255	342,964	384,291	112%
TOTAL CURRENT ASSETS	**$6,502,448**	**$6,147,269**	**$355,179**	**6%**
CAPITAL ASSETS				
Capital assets, not being depreciated	3,139,111	$2,801,251	$337,860	12%
Capital assets being depreciated/amortized, net	2,363,500	2,560,348	(196,848)	-8%
TOTAL CAPITAL ASSETS	**$5,502,611**	**$5,361,599**	**$141,012**	**3%**
TOTAL ASSETS	**$12,005,059**	**$11,508,868**	**$496,191**	**4%**

Cash decreased as a result of ongoing operations and capital expenditures. The ending cash balance at June 30, 2024, is comprised of $1.5 million operating cash, $2.1 million set aside for capital projects, $1.7 million of reserve funds and $380,000 of remaining lease proceeds.

A year-end accrual of $38,000 related to state OES mutual aid deployments accounts for the increase in the amount due from other governments. Major components of the increase in prepaid expenses and other assets include: $130,000 licensing prepayment for Tablet Command (Incident Response and Management System); $20,000 prepayment for onside technology engineering services; and a $9,000 security deposit on the new administrative building.

The increase in capital assets not being depreciated is the net result of $831,000 in additions for work associated with facility improvements and technology enhancements not yet placed in service, offset by $493,000 of such capital projects that were completed and placed in service during the year. The decrease in capital assets being depreciated is the net result of the $493,000 of capital additions less current year depreciation and amortization of $683,000. Capital projects completed during the year include:

- $227,000 for completed facility improvements.
- $149,000 for computer and other hardware acquisitions.
- $117,000 for software enhancements.

Liabilities

Liabilities represent obligations of the Center or claims against the Center's economic resources. These are classified as current and non-current on the balance sheet and reported in order of relative maturity.

CURRENT LIABILITIES	2024	2023	$ Variance	% Variance
Accounts payable and accrued expenses	$ 257,050	$134,218	$122,832	92%
Accrued salaries and benefits	148,228	140,223	8,005	6%
Accrued interest on financing and leases	196	398	(202)	-51%
Current portion of compensated absences	81,397	61,722	19,675	32%
Current portion of capital asset financing	247,657	240,911	6,746	3%
Current portion of lease obligation	75,159	86,979	(11,820)	-14%
TOTAL CURRENT LIABILITIES	**$809,687**	**$664,451**	**$145,236**	**22%**
NONCURRENT LIABILITIES				
Compensated absences	213,303	$222,510	($9,207)	-4%
Capital asset financing	627,516	875,172	(247,656)	-28%
Lease obligations	16,347	94,170	(77,823)	-83%
Net other postemployment benefits liability	9,932,284	8,845,528	1,086,756	12%
Net pension liability	8,807,976	8,397,999	409,977	5%
TOTAL NONCURRENT LIABILITIES	**19,597,426**	**18,435,379**	**1,162,047**	**6%**
TOTAL LIABILITIES	**$20,407,113**	**$19,099,830**	**$1,307,283**	**7%**

An increase in year-end accruals for services, supplies and payroll-related expenses account for the increase in current liabilities, while the decrease in capital asset financing obligations is the result of regularly scheduled debt service payments.

The net liability for other postemployment benefits was expected to increase by $343,000 from additional service and interest costs accruing for the period, reduced by employer contributions and earnings on trust assets. Unexpected changes further increased the liability as follows: actual plan experience increased the liability by $72,000, reflecting results different than expected based on the prior valuation data; while assumption changes collectively increased the liability by $674,000.

Net pension liability is recognized in the financial statements because of implementing GASB 68 which requires the Center to record its share of the unfunded pension liability as a liability on the balance sheet. The Center's net pension liability increased by $400,000 over the prior year.

The notes to the financial statements contain further information on the change in net OPEB and pension liabilities.

Deferred Inflows/Outflows

Deferred inflows/outflows represent items where recognition of the inflow/outflow of resources related to the Center's pension and OPEB plans have been deferred to a future period to which they relate.

DEFERRED OUTFLOW OF RESOURCES	2024	2023	$ Variance	% Variance
Other postemployment benefits plan	3,751,198	$3,599,364	$151,834	4%
Pension plan	3,352,872	3,452,963	(100,091)	-3%
TOTAL DEFERRED OUTFLOW OF RESOURCES	**$7,104,070**	**$7,052,327**	**$51,743**	**1%**
DEFERRED INFLOW OF RESOURCES	**2024**	**2023**	**$ Variance**	**% Variance**
Other postemployment benefits plan	4,254,561	$5,183,441	($928,880)	-18%
Pension plan	441,682	459,020	(17,338)	-4%
TOTAL DEFERRED INFLOW OF RESOURCES	**$4,696,243**	**$5,642,461**	**($946,218)**	**-17%**

Please see the notes to the financial statements relating to the Center's pension and OPEB plans for more information on the changes to the major components of deferred inflows and outflows of resources.

Net Position

Net position consists of net investment in capital assets (capital assets net of related debt) and unrestricted net position.

NET POSITION	2024	2023	$ Variance	% Variance
Net investment in capital assets	4,357,331	4,064,367	292,964	7%
Unrestricted	(10,351,558)	(10,245,463)	(106,095)	1%
TOTAL NET POSITION	**($5,994,227)**	**($6,181,096)**	**$186,869**	-3%

The increase in net investment in capital assets of $186,000 is the result of net capital asset additions for the year plus the repayment of related capital and lease financing obligations.

The net improvement in the unrestricted net position is due to favorable operating results for the year.

Looking Ahead

Like many public institutions today, the Center is facing increasing demands for service, tight public budgets, staffing fluctuations, rapid shifts in technology, and a growing list of investments it would like to make. While steady improvements are being made on all these fronts, the Board and the Executive Staff decided it was time to focus on a set of strategies and investments in our people, facilities, and technology to position the Center for whatever the future brings next. Today, against a backdrop of steady population growth and rising public expectations, more frequent natural disasters, a tight labor market, and rapid changes in systems and technology, a strategic blueprint and growth strategy was developed and adopted by the Board to help point the way toward a sustained and successful future.

The Center's Board of Directors saw an important distinction between the need for a strategic blueprint (to set a clear direction and shape future policy and action) and a growth strategy (to prioritize long term investments of time and money in the Center's people, buildings, systems, and infrastructure over many years). Both elements are essential pillars of the Center's governance structure that will provide a consistent direction that will outlast the terms of individual Board members or the rotating CED.

The strategic blueprint identified four primary areas of focus:

1. Ensuring the People and Systems are in place to Continue to Deliver Best-in-Class 9-1-1 Services;
2. Building a High-Performance Culture Based on Trust, Respect, and Collaborative Problem Solving;
3. Serving as a Value-Added Public Safety Service Partner; and
4. Taking Actions to Prepare SRFECC for Sustained Future Growth.

Each focus area has specific objectives, and a set of strategies designated by how quickly it can be put into action: whether immediate, short-term, or long-term.

The growth strategy identified the following three areas that require new and/or sustained investment necessary to modernize the Center, keep up with ever-increasing emergency call volume, and to maintain the level of exemplary service that local residents have come to expect:

1. Investing in our People
2. Investing in (and modernizing) Center Infrastructure and Support Systems
3. Investing in the Center's Long-term Facility Needs

As with the strategic blueprint, each growth strategy has a set of specific activities and budget/time implications to accomplish the activities.

The administration team, including executive management of SRFECC, is currently located approximately half a mile from the dispatch center. The separation of personnel was identified in the Strategic Blueprint and Growth Strategy as an opportunity for improvement and it has been recommended to consolidate the location of personnel. Through conversations and partnership with IBEW, SRFECC executive management has identified the opportunity to consolidate personnel in office space at the IBEW building adjacent to the dispatch center.

In April 2024, the Center earned accreditation as the world's 335th medical ACE (Accredited Center of Excellence). The ACE program fosters organizational excellence in public safety communications by encouraging dedicated agencies to complete the “20 Points of Accreditation,” a comprehensive and measurable set of globally recognized best practices. This prestigious designation is awarded to high-performing agencies that consistently strive for excellence. It serves as a notable recognition for those committed to fostering center-wide pride, teamwork, and innovation with a focus on community service. Agencies that achieve ACE status benefit from enhanced visibility and acknowledgment for their contributions to the community, as well as support in managing litigation and liability. Additionally, ACE-accredited agencies experience improved recruitment and retention rates, demonstrating to employees that their work has significant value, which helps reduce turnover and attrition.

The Center has a history of intentional and proactive planning to ensure the long-term sustainable fiscal health of the organization. The Center’s fiscal budget is a comprehensive outline of the upcoming year’s operational requirements, the costs associated with ongoing recruitment activities and vital infrastructure upgrades. The FY25 final budget was adopted on August 13, 2024, with Member contributions projected at $12.5 million, an increase of 1.47% over FY24 member contributions. Salaries and fringe benefits combine for $9.46 million or roughly 75% of the operating budget, a 5.3% increase over the previous year and reflects the recent bargaining unit agreements between the Center and Local 150, Local 856, and administration staff.

The computer aided dispatch (CAD) upgrade remains the Center’s primary CIP project into the new fiscal year. Various factors, including technical complexities, scope changes, and resource constraints have resulted in the delay of full implementation. The relocation of administration to a new building and the replacement of radio consoles make up just over 50% of the $2.1 million CIP budget for FY25. As we transition into the new fiscal year, the administration move signifies a critical step in addressing the Center’s evolving needs and fostering an environment conducive to productivity and growth, in alignment with strategic blueprint.

Obtaining Additional Information

These financial reports are intended to provide the Center’s stakeholders with a general overview of the Center’s financial condition and an accounting of the public’s money. If you have questions about this report, or need more financial information, please contact the SRFECC Executive Staff at excellence@SRFECC.ca.gov. More information about the Center’s operations can also be found at www.SRFECC.ca.gov.

SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER

BALANCE SHEETS

June 30, 2024 and 2023

	2024	2023
ASSETS AND DEFERRED OUTFLOW OF RESOURCES		
CURRENT ASSETS		
Cash and cash equivalents	$ 5,720,553	$ 5,791,344
Accounts receivable	9,380	3,269
Due from other governments and other receivables	45,260	9,692
Prepaid expenses and other assets	727,255	342,964
TOTAL CURRENT ASSETS	6,502,448	6,147,269
CAPITAL ASSETS		
Capital assets, not being depreciated	3,139,111	2,801,251
Capital assets being depreciated/amortized, net	2,363,500	2,560,348
TOTAL CAPITAL ASSETS	5,502,611	5,361,599
TOTAL ASSETS	12,005,059	11,508,868
DEFERRED OUTFLOW OF RESOURCES		
Other postemployment benefits plan	3,751,198	3,599,364
Pension plan	3,352,872	3,452,963
TOTAL DEFERRED OUTFLOW OF RESOURCES	7,104,070	7,052,327
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES	$19,109,129	$18,561,195
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$ 257,050	$ 134,218
Accrued salaries and benefits	148,228	140,223
Accrued interest on financing and leases	196	398
Current portion of compensated absences	81,397	61,722
Current portion of capital asset financing	247,657	240,911
Current portion of lease obligations	75,159	86,979
TOTAL CURRENT LIABILITIES	809,687	664,451
NONCURRENT LIABILITIES		
Compensated absences	213,303	222,510
Capital asset financing	627,516	875,172
Lease obligations	16,347	94,170
Net other postemployment benefits liability	9,932,284	8,845,528
Net pension liability	8,807,976	8,397,999
TOTAL NONCURRENT LIABILITIES	19,597,426	18,435,379
TOTAL LIABILITIES	20,407,113	19,099,830
DEFERRED INFLOW OF RESOURCES		
Other postemployment benefits plan	4,254,561	5,183,441
Pension plan	441,682	459,020
TOTAL DEFERRED INFLOW OF RESOURCES	4,696,243	5,642,461
NET POSITION		
Net investment in capital assets	4,357,331	4,064,367
Unrestricted	(10,351,558)	(10,245,463)
TOTAL NET POSITION	(5,994,227)	(6,181,096)
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES AND NET POSITION	$19,109,129	$18,561,195

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

SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

For the Years Ended June 30, 2024 and 2023

	2024	2023
OPERATING REVENUES		
Charges for services		
Member assessments	$ 12,324,987	$ 11,096,071
Reimbursements from other agencies	92,368	175,119
Backbone and secondary user fees	17,100	16,800
TOTAL OPERATING REVENUES	12,434,455	11,287,990
OPERATING EXPENSES		
Salaries and employee benefits	8,007,434	6,937,945
Pension adjustment	492,730	(760,017)
Post employment health benefits	469,995	582,810
Services and supplies	2,727,089	2,637,707
Depreciation and amortization	682,978	772,024
TOTAL OPERATING EXPENSES	12,380,226	10,170,469
OPERATING INCOME (LOSS)	54,229	1,117,521
NONOPERATING REVENUES (EXPENSES)		
Interest and investment income	46,023	17,523
Other nonoperating revenue	119,330	122,241
Interest expense	(31,737)	(37,913)
Loss on lease modification	(976)	
TOTAL NONOPERATING (EXPENSES) REVENUES	132,640	101,851
CAPITAL CONTRIBUTIONS		
Capital grants		453,707
TOTAL CAPITAL CONTRIBUTIONS		453,707
CHANGE IN NET POSITION	186,869	1,673,079
Total net position, beginning of year	(6,181,096)	(7,854,175)
TOTAL NET POSITION, END OF YEAR	$ (5,994,227)	$ (6,181,096)

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

SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER

STATEMENTS OF CASH FLOWS

For the Years Ended June 30, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash receipts from customers	$11,433,033	$11,486,075
Cash paid to suppliers	(2,284,932)	(2,570,467)
Cash paid to employees	(7,402,064)	(6,901,497)
NET CASH PROVIDED BY OPERATING ACTIVITIES	1,746,037	2,014,111
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from capital grants	453,707	105,131
Purchases of capital assets	(1,278,634)	(556,197)
Principal payments on capital asset financing	(234,348)	(227,964)
Principal payments on leases	(82,175)	(75,416)
Interest payments on capital asset financing	(30,157)	(40,768)
Interest payments on leases	(7,917)	(7,917)
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(1,179,524)	(803,131)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	17,523	217
NET CASH PROVIDED BY INVESTING ACTIVITIES	17,523	217
NET CHANGE IN CASH AND CASH EQUIVALENTS	584,036	1,211,197
Cash and cash equivalents, beginning of year	5,207,308	3,996,111
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 5,791,344	$ 5,207,308
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating income	$ 1,117,521	$ 1,352,165
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation	690,328	512,554
Amortization	81,696	79,159
Cash received for non-operating revenue	122,241	70,977
Changes in assets, liabilities and deferred outflows and inflows:		
Accounts receivable	(2,119)	(251)
Due from other governments and other receivables	24,921	(34,395)
Prepaid expenses and other assets	198,056	283,604
Accounts payable and accrued expenses	73,118	(139,656)
Accrued salaries and benefits	18,776	114,097
Unearned revenue		(5,620)
Compensated absences	41,883	(49,679)
Other postemployment benefits	(3,533,230)	2,261,572
Net pension liability	4,445,064	(3,491,582)
Change in deferred outflows/inflows of resources for pensions	(2,798,688)	1,268,777
Change in deferred outflows/inflows of resources for OPEB	1,266,470	(207,611)
NET CASH PROVIDED BY OPERATING ACTIVITIES	$ 1,746,037	$ 2,014,111
SUPPLEMENTAL DISCLOSURE OF NONCASH ACTIVITIES:		
Right of use assets acquired from the issuance of leases	$ 28,900	$ 11,870

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

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Sacramento Regional Fire/EMS Communications Center (SRFECC) 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 SRFECC are described below.

Background: SRFECC was organized through a Joint Powers Agreement (JPA) pursuant to the provisions of Title I, Division 7, Chapter 5, Article 1, Sections 6500 et seq. of the California Government Code beginning on January 1, 1981, to provide fire and ambulance communications management/dispatch services for member agencies and volunteer agencies. The JPA members were Sacramento City Fire, Sacramento Metropolitan Fire District, Consumes Community Services District and Folsom City. Volunteer agencies are Herald, Courtland, Walnut Grove, Wilton, Isleton, and River Delta Fire Districts. SRFECC serves approximately 1.3 million residents in an area of approximately 1,000 square miles.

SRFECC's Board of Directors is comprised of one representative from each Member Agency. Each Member Agency has a weighted vote equal to the percentage of each Member Agency's total emergency service calls to the total of all emergency service calls for all Member Agencies during the previous calendar year that remain a member on July 1 of the current fiscal year. The weighted votes are recalculated on July 1 of each fiscal year.

Debts, liabilities and obligations of SRFECC are not considered to be debts, liabilities and obligations of the Member Agencies. However, according to the Joint Powers Agreement, no assets may be divided or returned to Member Agencies until all outstanding obligations of SRFECC have been resolved or a “paid-up contract” has been adopted which removes those obligations from SRFECC. A “paid-up contract” may be for Member Agencies to accept responsibility for any outstanding claims. Dispositions of the remaining assets will then be made in proportion to the contributions of the remaining Member Agencies for the fiscal year of the dissolution. The Joint Powers Agreement may be terminated upon consent of 90% of the total number of votes of all Member Agencies.

The Joint Powers Agreement requires SRFECC collect charges for services from its Member Agencies on a pro-rata basis sufficient to pay capital, operating and related costs for dispatch services. The rate charged to each Member Agency is equal to the percentage of each Member Agency's total emergency service calls to the total of all emergency service calls for all Member Agencies during the previous calendar year or requests for other additional services as defined in the Joint Powers Agreement.

Basis of Presentation – Fund Accounting: SRFECC’s resources are allocated to and accounted for in these basic financial statements as an enterprise fund type of the proprietary fund group. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services on a continuing basis be financed or recovered primarily through user charges, or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other policies. Net position for the enterprise fund represents the amount available for future operations.

Basis of Accounting: The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Enterprise funds are presented using the economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the balance sheet. Net position is segregated into amounts invested in capital assets, amounts restricted and amounts unrestricted. Enterprise fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

SRFECC uses the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Operating revenues and expenses consist of those revenues and expenses that result from the ongoing principle operations of SRFECC. Operating revenues consist primarily of charges for services. Non-operating revenues and expenses consist of those revenues and expenses that are related to financing and investing types of activities and result from non-exchange transactions or ancillary activities.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

When both restricted and unrestricted resources are available for use, it is SRFECC's policy to use restricted resources first, then unrestricted resources as they are needed.

Cash and Cash Equivalents: For purposes of the statement of cash flows, SRFECC considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. Cash and cash equivalents consist of cash on hand and deposits in financial institutions.

Prepaid Expenses: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses.

Capital Assets: Capital assets are recorded at historical cost. Donated capital assets are recorded at the 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. Self-constructed assets are recorded based on the amount of direct labor, material, and certain overhead charged to the asset construction. Depreciation is calculated using the straight-line method over the following estimated useful lives:

Description	Estimated Life
Buildings and improvements	3-30 years
Equipment	3-10 years

Maintenance and repairs are charged to operations when incurred. It is SRFECC's policy to capitalize all capital assets with a cost of more than $5,000 for equipment, building and improvements. The cost of assets sold or retired (and the related amounts of accumulated depreciation) are eliminated from the balance sheet in the year of sale or retirement, and the resulting gain or loss is recognized in operations.

Compensated Absences: Regular full-time employees are granted vacation, sick and holiday leave in varying amounts based upon length of service. Employees are not compensated for unused sick leave upon separation from employment, so a liability is not recorded for unused sick leave. Any accrued hours, not in excess of the maximum allowable, which are unused during the current period, are carried forward to following years. Additionally, certain employees are allowed compensated time-off in lieu of overtime compensation and/or from working on holidays.

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. Accumulated depreciation and debt attributable to the acquisition, construction or improvement of these assets reduces the balance in this category.

Restricted Net Position – This category presents external restrictions imposed by creditors, grantors, contributors, laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. SRFECC has no restricted net position.

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

Pension Plan: For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to the pension plan, and pension expense, information about the fiduciary net position of SRFECC's California Public Employees' Retirement System (CalPERS) 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.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Other Postemployment Benefits (OPEB): For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to the District's OPEB plan (Plan), 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. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows and Inflows of Resources: In addition to assets and liabilities, the statement of net position reports separate sections for deferred outflows and deferred 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 earning process is complete. Deferred outflows and inflows of resources represent amounts deferred related to SRFECC's pension and OPEB plans as described in Notes E and F.

Use of Estimates: The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

New Pronouncements: In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. This Statement requires that liabilities for compensated absences be recognized for leave that has not been used that is attributable to services already rendered, accumulates, and is more likely than not to be used for time off or paid in cash or settled through noncash means, and leave that has been used but not paid in cash or settled through noncash means. Leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in the liability for compensated absences. This Statement requires that a liability for certain types of compensated absences, including parental leave, military leave and jury duty leave, not be recognized until the leave commences. Certain salary-related payments that are directly and incrementally associated with payments for leave also should be included in the measurement of the liabilities. Governments are allowed to disclose the net change in the liability if identified as such in the footnotes to the financial statements. The provisions of this Statement are effective for years beginning after December 15, 2023.

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*. This Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to occur within 12 months of the date the financial statements are issued. If the criteria in the Statement have been met for a concentration or constraint, the government should disclose information in notes to financial statements in sufficient detail to enable users of financial statements understand the nature of the circumstances disclosed and the government's vulnerability to the risk of a substantial impact. The provisions of this Statement are effective for years beginning after June 15, 2024.

In April 2024, the GASB issued Statement No. 103, *Financial Reporting Model Improvements*. This Statement will implement changes to the financial reporting model including the Management's Discussion and Analysis, Unusual or Infrequent Items, Presentation of the Proprietary Fund Statement of Revenues, Expenses and Changes in Fund Net Position, Major Component Unit Information, and Budgetary Comparison Information. The provisions of this Statement are effective for years beginning after June 15, 2025.

In September 2024, the GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*, that requires certain types of assets to be disclosed separately in the note disclosures and establishes requirements for capital assets held for sale. The provisions of this Statement are effective for fiscal years beginning after June 15, 2025.

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

NOTE B – CASH AND CASH EQUIVALENTS

At June 30, 2024 and 2023, SRFECC's cash consisted of deposits in financial institutions.

Investment policy: California statutes authorize special districts to invest idle, surplus or reserve funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 - Financial Affairs. The table below identifies the investment types that are authorized for SRFECC by the California Government Code (or SRFECC's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. During the years ended June 30, 2024 and 2023, SRFECC's permissible investments included the following instruments:

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
State of California obligations	5 years	None	None
Bankers Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates of Deposits	5 years	30%	None
Repurchase Agreements	92 days	20%	None
Medium Term Corporate Notes	5 years	30%	None
Money Market Mutual Funds	N/A	20%	10%
Mortgage pass-through securities	5 years	20%	None
LAIF	N/A	None	None

Custodial Credit Risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and SRFECC's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. At June 30, 2024 and 2023, the carrying value of SRFECC's deposits was $5,720,553 and $5,791,344 and the balances in financial institutions were $6,244,775 and $5,833,365, respectively. Of the balances in financial institutions, $250,000 was covered by federal depository insurance and the remaining amount was covered by the pledging financial institution with assets held in a common pool for SRFECC and other governmental agencies, but not in the name of SRFECC.

NOTE C – CAPITAL ASSETS

Capital asset activity for the years ended June 30, 2024 and 2023 was as follows:

	Balance July 1, 2023	Additions	Disposals	Transfers	Balance June 30, 2024
Capital assets, not being depreciated:					
Land	$ 16,734				$ 16,734
Work in progress	2,784,517	$ 830,739		$ (492,879)	3,122,377
Total capital assets, not being depreciated	2,801,251	830,739		(492,879)	3,139,111
Capital assets, being depreciated:					
Buildings and improvements	3,173,525			325,762	3,499,287
Furniture, fixtures and equipment	8,565,866			167,117	8,732,983
Right of use assets, being amortized:					
Leased buildings	353,666		$ (6,749)		346,917
Leased furniture, fixtures and equipment	40,771				40,771
Total capital assets, being depreciated	12,133,828		(6,749)	492,879	12,619,958
Less accumulated depreciation for:					
Buildings and improvements	(3,139,549)	(29,041)			(3,168,590)
Furniture, fixtures and equipment	(6,207,533)	(577,680)			(6,785,213)
Total accumulated depreciation	(9,347,082)	(606,721)			(9,953,803)
Less accumulated amortization for:					
Leased buildings	(219,391)	(67,509)			(286,900)
Leased furniture, fixtures and equipment	(7,007)	(8,748)			(15,755)
Total accumulated amortization	(226,398)	(76,257)			(302,655)
Total capital assets being depreciated/amortized, net	2,560,348	(682,978)	(6,749)	492,879	2,363,500
Total capital assets, net	$ 5,361,599	$ 147,761	$ (6,749)	$ -	$ 5,502,611

NOTE C – CAPITAL ASSETS (Continued)

	Balance July 1, 2022	Additions	Disposals	Transfers	Balance June 30, 2023
Capital assets, not being depreciated:					
Land	$ 16,734				$ 16,734
Work in progress	2,777,280	$ 84,649		$ (77,412)	2,784,517
Total capital assets, not being depreciated	2,794,014	84,649		(77,412)	2,801,251
Capital assets, being depreciated:					
Buildings and improvements	3,173,525				3,173,525
Furniture, fixtures and equipment	7,294,469	1,193,985		77,412	8,565,866
Right of use assets, being amortized:					
Leased buildings	353,666				353,666
Leased furniture, fixtures and equipment	25,461	28,900	$ (13,590)		40,771
Total capital assets, being depreciated	10,847,121	1,222,885	(13,590)	77,412	12,133,828
Less accumulated depreciation for:					
Buildings and improvements	(3,096,573)	(42,976)			(3,139,549)
Furniture, fixtures and equipment	(5,560,181)	(647,352)			(6,207,533)
Total accumulated depreciation	(8,656,754)	(690,328)			(9,347,082)
Less accumulated amortization for:					
Leased buildings	(146,261)	(73,130)			(219,391)
Leased furniture, fixtures and equipment	(12,031)	(8,566)	13,590		(7,007)
Total accumulated amortization	(158,292)	(81,696)	13,590		(226,398)
Total capital assets being depreciated/amortized, net	2,032,075	450,861		77,412	2,560,348
Total capital assets, net	$ 4,826,089	$ 535,510	$ -	$ -	$ 5,361,599

Work in progress includes Computer Aided Dispatch (CAD) equipment in the process of being installed and other projects in progress.

SRFECC entered into a lease agreement for office space at 10411 Old Placerville Road in Sacramento, California beginning May 1, 2020 for a period of 60 months. The intangible right of use asset is being amortized over 5 years, the term of the current lease. Terms of this lease are described in Note D.

SRFECC entered into lease agreements for copiers and a plotter. The intangible right of use assets are being amortized over the terms of the related leases which range from 48 to 60 months. Terms of this lease are described in Note D.

NOTE D – LONG-TERM LIABILITIES

The following is a summary of long-term liabilities activity of SRFECC for the years ended June 30, 2024 and 2023:

	Balance July 1, 2023	Additions	Repayments	Balance June 30, 2024	Due Within One Year
Compensated absences	$ 284,232	$ 88,973	$ (78,505)	$ 294,700	$ 81,397
Capital asset financing	1,116,083		(240,910)	875,173	247,657
Lease obligations	181,149		(89,643)	91,506	75,159
Other post-employment benefits	8,845,528	1,086,756		9,932,284	
Net pension liability	8,397,999	409,977		8,807,976	
	$18,824,991	$ 1,585,706	$ (409,058)	$20,001,639	$ 404,213

NOTE D – LONG-TERM LIABILITIES (Continued)

	Balance July 1, 2022	Additions	Repayments	Balance June 30, 2023	Due Within One Year
Compensated absences	$ 242,349	$ 94,510	$ (52,627)	$ 284,232	$ 61,722
Capital asset financing	1,350,431		(234,348)	1,116,083	240,911
Lease obligations	234,424	28,900	(82,175)	181,149	86,979
Other post-employment benefits	12,378,758		(3,533,230)	8,845,528	
Net pension liability	3,952,935	4,445,064		8,397,999	
	$18,158,897	$ 4,568,474	$ (3,902,380)	$18,824,991	$ 389,612

Capital Asset Financing – Direct Borrowing: On August 15, 2019, the Board of Directors approved a Municipal-Lease Purchase Agreement (Agreement) with Financial Pacific Leasing, Inc. DBA Umpqua Bank Equipment Leasing & Finance, of up to $5,000,000 to finance the purchase of Computer Aided Dispatch equipment and related expenses. The Agreement is secured by a lien on the related equipment. The Agreement calls for fixed level rent payments for the term of the borrowing at an index interest rate equal to a like term semi-bond swap rate sourced from Chatham Financial Market Data on the date of the lease. The agreement contains an option to purchase the related equipment for $1 at the end of the lease term, which is reasonably certain to be exercised. SRFECC entered into a lease of $1,708,494 on August 16, 2019, under the agreement, which has monthly rent payments of $22,394 from December 1, 2020, to November 1, 2027. The index rate was approximately 2.765% at the date of the lease. The equipment under the borrowing had a cost of $2,780,730 and no accumulated depreciation at June 30, 2024 and 2023 and was included in construction in progress because the equipment was not placed into service. Delinquent payments are subject to a default interest rate of the lesser of 18% or the maximum rate permitted by law.

Future payments under the borrowing will be as follows as of June 30, 2024:

Year ended June 30,	Principal	Interest	Totals
2025	$ 247,657	$ 21,076	$ 268,732
2026	254,593	14,139	268,732
2027	261,721	7,011	268,732
2028	111,202	770	268,732
Total	$ 875,173	$ 42,996	$ 1,074,928

Lease Obligations: SRFECC entered into a lease agreement for office space at 10411 Old Placerville Road in Sacramento, California beginning May 1, 2020. The lease extends through April 30, 2025 and contains base rents of $6,129 to $7,005 per month. Beginning in fiscal year 2024, the lease payment was reduced by $270 per month as a result of the lessor providing less janitorial services. As a result of this modification, the right of use asset and the lease liability were reduced by $6,749 and $5,773 respectively. For purposes of discounting future payments on the lease, the SRFECC used a discount rate of 3.00%.

In 2017 and 2023, SRFECC leased copiers for terms of 60 months at $538 per month and $518 per month, respectively. At the end of the lease term, SRFECC has the option to purchase the copiers at the fair market value. On June 27, 2022, SRFECC leased a plotter for a term of 48 months at $262 per month. At the end of the lease term, SRFECC has the option to purchase the copiers at the fair market value. For purposes of discounting future payments on the leases, the SRFECC used a discount rate of 3.00%.

NOTE D – LONG-TERM LIABILITIES (Continued)

The leased equipment and accumulated amortization of the right-to-use assets are outlined in Note C. Minimum lease payments over the remaining term of the leases include:

Year ended June 30,	Principal	Interest	Totals
2025	$ 75,159	$ 1,550	$ 76,709
2026	8,731	368	9,099
2027	6,071	145	6,216
2028	1,545	8	1,553
Total	$ 91,506	$ 2,071	$ 93,577

NOTE E – OTHER POSTEMPLOYMENT BENEFITS

Plan Description: The SRFECC defined benefit OPEB plan (the Plan) is an agent multiple-employer OPEB plan that provides OPEB benefits for all eligible general employees that retire from SRFECC with CalPERS pension and elect to enroll in one of the health plans sponsored by CalPERS. Employees must retire directly from SRFECC. Eligible employees' surviving spouses of retirees hired before July 1, 2012 are also eligible for benefits. Benefits continue through the retiree's or spouses' lifetime. The Plan is administered by CalPERS through participation in California Employers' Retiree Benefit Trust (CERBT) Fund. The Board of Directors grants the authority to establish and amend the benefit terms to the CalPERS Board of Trustees (CalPERS Board). CalPERS issues a publicly available financial report for the CERBT that can be obtained at www.calpers.ca.gov under Forms and Publications.

Benefits Provided: The Plan provides healthcare benefits for retirees and surviving spouses. For retirees hired prior to July 1, 2012, SRFECC pays 100% of the CalPERS health plan premiums up to a maximum of the lesser of the non-Medicare premium amount for the Kaiser or Blue Shield Access plan for "employee plus one" coverage. For retirees hired on or after July 1, 2012, SRFECC contributes a percentage based on the years of service of the CalPERS health plan premium costs up to the lesser of the non-Medicare premium amount for the Kaiser or BlueShield Access plan for "employee plus one" coverage. SRFECC's contribution percentage is 25% after five years of service and an additional 5% is contributed for each additional year of service. After twenty years of service, SRFECC's contribution percentage is 100%. In the event the Kaiser or Blue Shield Access premiums increase by more than 5% in any one year, the increase in SRFECC's contribution will be limited to 5%. For employees hired after July 1, 2014, SRFECC's maximum contributions are limited to $1,300 per month.

Employees Covered by Benefit Terms: At June 30, the following current and former employees were covered by the benefit terms:

	2024	2023
Inactive employees or beneficiaries currently receiving benefit payments	28	26
Inactive employees entitled to but not yet receiving benefit payments	3	3
Active employees	58	43
Total	89	72

NOTE E – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Contributions: The Board of Directors grants the authority to establish and amend the contribution requirements of SRFECC and employees. Employees are required to contribute $100 per month to the Plan. These contributions are non-refundable to the employee and are deposited in the CERBT trust. During the fiscal year ended June 30, 2024, the District's benefit payments were $365,388 and the implied subsidy was $98,565, resulting in total payments of $463,953. In addition, active employees contributed $63,400 to the trust. During the fiscal year ended June 30, 2023, the District's benefit payments were $334,487 and the implied subsidy was $108,688, resulting in total payments of $443,175. In addition, active employees contributed $56,400 to the trust.

Net OPEB Liability: SRFECC's net OPEB liability at June 30, 2024 and 2023 was measured as of June 30, 2023 and 2022. The total OPEB liability used to calculate the net OPEB liability at June 30, 2024 **and 2023** was determined by an actuarial valuation as of June 30, 2023.

Actuarial Assumptions: The total OPEB liability at June 30, 2024 and 2023 was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

	2024	2023
Valuation date	June 30, 2023	June 30, 2021
Measurement date	June 30, 2023	June 30, 2022
Actuarial cost method	Entry-age normal cost method	Entry-age normal cost method
Actuarial assumptions:		
Discount rate	5.20%	4.65%
Inflation	2.50%	2.50%
Salary increases	3.00%	3.00%
Investment rate of return	6.20%	6.20%
Mortality rate	MacLeod Watts Scale 2022 applied generationally (1)	MacLeod Watts Scale 2022 applied generationally (1)
Pre-retirement turnover	CalPERS 1997-2019 Experience Study (2)	CalPERS 1997-2019 Experience Study (2)
Healthcare trend rate	9.0% and 22.0% in 2024 grading down to 3.90% in 2076 and later (3)	5.80% in 2023 grading down to 3.90% in 2076 and later (3)

(1) The MacLeod Watts Scale 2022 was developed from a blending of data and methodologies found in two published sources: (1) the Society of Actuaries Mortality Improvement Scale MP-2021 Report, published in October 2021 and (2) the demographic assumptions used in the 2021 Annual Report of the Board of Trustees of the Federal Old-Age and Survivors Insurance and Federal Disability Insurance Trust Funds, published August 2021.

(2) Demographic actuarial assumptions used in this valuation are based on the 2017 experience study of CalPERS using data from 1997 to 2015, except for a different basis used to project future mortality improvements.

(3) Medical cost trend is based on the Society of Actuaries "Getzen Model".

The assumed gross return on OPEB 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 OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class at June 30 are summarized in the following table:

NOTE E – OTHER POSTEMPLOYMENT BENEFITS (Continued)

	2024		2023	
Asset Class	Target Allocation	Long-term Expected Nominal Rate of Return	Target Allocation	Long-term Expected Nominal Rate of Return
Global equity	49.0%	4.50%	49.0%	4.50%
U.S. fixed income	23.0%	2.20%	23.0%	2.20%
Treasury inflation protected securities	5.0%	1.30%	5.0%	1.30%
Real estate investment trusts	20.0%	3.90%	20.0%	3.90%
Commodities	3.0%	1.20%	3.0%	1.20%
	100.0%		100.0%	

Discount Rate: The discount rate used to measure the total OPEB liability was 5.20% and 4.65% for the years ended June 30, 2024 and 2023, respectively. The projection of cash flows used to determine the discount rate assumed that SRFECC contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to not be available to make all projected OPEB payments for current active and inactive employees. Therefore, a single equivalent rate of the long-term expected rate of return on OPEB plan investments (6.20% at the June 30, 2023 and 2022 measurement dates) and the index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (3.65% and 3.54% at June 30, 2023 and 2022 measurement dates, respectively) was applied to all periods of projected benefit payments to determine the total OPEB liability.

	2024 Increase (Decrease)			2023 Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
Balance at June 30, 2023 and 2022	$ 9,559,199	$ 713,671	$ 8,845,528	$ 13,149,430	$ 770,672	$ 12,378,758
Changes in the year:						
Service cost	433,779		433,779	758,969		758,969
Interest	454,370		454,370	328,783		328,783
Difference between expected and actual experience	72,238	2,129	70,109			
Changes in assumptions	673,848		673,848	(4,259,784)	(158,909)	(4,100,875)
Benefit payments	(443,175)	(443,175)		(418,199)	(418,199)	
Contributions - employer		443,175	(443,175)		418,199	(418,199)
Contributions - employees		56,400	(56,400)		52,700	(52,700)
Net investment income		45,989	(45,989)		49,409	(49,409)
Administrative expenses		(214)	214		(201)	201
Net changes	1,191,060	104,304	1,086,756	(3,590,231)	(57,001)	(3,533,230)
Balance at June 30, 2024 and 2023	$ 10,750,259	$ 817,975	$ 9,932,284	$ 9,559,199	$ 713,671	$ 8,845,528

Changes in Assumptions: Changes in assumptions in 2024 include changes to the discount rate, demographic assumptions, healthcare trends, and spouse coverage. Changes in assumptions in 2023 include changes to the discount rate, mortality and healthcare trends, assumed salary increases, age-based premiums, pool subsidy for retirees enrolled in Medicare plans and addition of an assumption regarding dependent coverage and benefits.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates: The following presents the net OPEB liability of SRFECC, as well as what SRFECC'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:

NOTE E – OTHER POSTEMPLOYMENT BENEFITS (Continued)

	2024			2023		
	1% Decrease 4.20%	Current Discount Rate 5.20%	1% Increase 6.20%	1% Decrease 3.65%	Current Discount Rate 4.65%	1% Increase 5.65%
Net OPEB liability	$ 11,647,019	$ 9,932,284	$ 8,550,714	$ 10,459,872	$ 8,845,528	$ 7,565,463

The following presents the net OPEB liability of SRFECC, as well as what SRFECC'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:

	2024			2023		
	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Net OPEB liability	$ 8,384,404	$ 9,932,284	$ 11,916,237	$ 7,144,270	$ 8,845,528	$ 1,110,892

OPEB Plan Fiduciary Net Position: Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CERBT financial report at www.calpers.ca.gov.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources: For the years ended June 30, 2024 and 2023, SRFECC recognized OPEB expense of $469,995 and $582,810, respectively. At June 30, 2024 and 2023, SRFECC reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	2024		2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to measurement date	$ 463,953		$ 443,175	
Differences between actual and expected experience	697,680		761,173	
Changes in assumptions	2,541,473	$(4,254,561)	2,334,502	$(5,183,441)
Net differences between projected and actual earnings on plan investments	48,092		60,514	
Total	$ 3,751,198	$(4,254,561)	$ 3,599,364	$(5,183,441)

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

Year Ended June 30	2024
2025	$ (316,204)
2026	(224,885)
2027	(97,214)
2028	(35,855)
2029	40,611
Thereafter	(333,769)
	$ (967,316)

NOTE E – OTHER POSTEMPLOYMENT BENEFITS (Continued)

Recognition of Deferred Outflows and Deferred Inflows of Resources: Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense.

The recognition period differs depending on the sources of the gain or loss. The net difference between projected and actual earnings on OPEB plan investments is recognized over 5 years. All other amounts are recognized over the expected average remaining service lifetime (EARSL), which was 8.52 years at June 30, 2024.

Payable to the OPEB Plan: At June 30, 2024 and 2023, SRFECC had no contributions payable to the Plan.

NOTE F – PENSION PLAN

Plan Descriptions: All qualified permanent and probationary employees are eligible to participate in the SRFECC's cost-sharing multiple employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). The Board has established a single "Cost-Sharing Miscellaneous" pension plan (the Plan) with CalPERS that is comprised of the following rate plans:

- Miscellaneous Rate Plan
- PEPRA Miscellaneous Rate Plan

Benefit provisions under the Plan are established by State statute and SRFECC resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website at 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 (52 for PEPRA Miscellaneous Plan) with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is the following: the 1957 Survivor Benefit or the Optional Settlement 2W Death Benefit. The cost of living adjustments for the Plan are applied as specified by the Public Employees' Retirement Law.

The Plan's provisions and benefits in effect at June 30, 2024 and 2023, are summarized as follows:

Hire date	Miscellaneous Rate Plan (Prior to January 1, 2013)	PEPRA Miscellaneous Rate Plan (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
Retirement age	50-55	52-67
Monthly benefits, as a % of eligible compensation	2.00% to 2.70%	1.0% to 2.5%
Required employee contribution rates - 2024	8.000%	8.000%
Required employee contribution rates - 2023	8.000%	7.000%
Required employer contribution rates - 2024	16.240%	7.750%
Required employer contribution rates - 2023	14.340%	7.560%

NOTE F – PENSION PLAN (Continued)

In addition to the contribution rates above, SRFECC was also required to make payments totaling $547,647 and $581,270 toward its unfunded actuarial liability during the years ended June 30, 2024 and 2023, respectively. The Miscellaneous Rate Plan is closed to new members that were not already CalPERS eligible participants on December 31, 2012.

For members of CalPERS prior to January 1, 2013, SRFECC pays the 8% employee contribution and employees pay 7.686% to December 1, 2019, 6.550% from December 1, 2019, to March 1, 2027 and will pay 3.634% after March 1, 2027.

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 Plans 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 SRFECC is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

The contributions recognized as part of pension expense to the Plan were $945,045 and $883,135 for the years ended June 30, 2024 and 2023, respectively.

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources: As of June 30, 2024 and 2023, the SRFECC reported a net pension liability for its proportionate share of the Plan's net pension liability of $8,807,976 and $8,397,999, respectively.

The SRFECC's net pension liability is measured as the proportionate share of the Plan's net pension liability. The net pension liability is measured as of June 30, 2023 and 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 and 2021 rolled forward to June 30, 2023 and 2022 using standard update procedures. The SRFECC's proportion of the net pension liability was based on a projection of the SRFECC's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. The SRFECC's proportionate share of the net pension liability for the Plan as of June 30 was as follows:

Proportion - June 30, 2022	0.20818%
Proportion - June 30, 2023	0.17947%
Change - Increase (Decrease)	-0.02871%
Proportion - June 30, 2023	0.17947%
Proportion - June 30, 2024	0.17614%
Change - Increase (Decrease)	-0.00333%

For the year ended June 30, 2024 and 2023, the SRFECC recorded pension expense of $1,437,776 and $123,116, respectively. At June 30, 2024 and 2023, the SRFECC reported deferred outflows of resources and deferred inflows of resources related to the Plan from the following sources:

NOTE F – PENSION PLAN (Continued)

	2024		2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to measurement date	$ 945,045		$ 883,135	
Differences between actual and expected experience	449,959	$ (69,799)	168,649	$ (112,953)
Changes in assumptions	531,777		860,550	
Differences between the employer's contribution and the employer's proportionate share of contributions		(244,529)		(237,873)
Change in employer's proportion		(127,354)	2,339	(108,194)
Net differences between projected and actual earnings on plan investments	1,426,091		1,538,290	
Total	$ 3,352,872	$ (441,682)	$ 3,452,963	$ (459,020)

The amounts reported as deferred outflows of resources related to contributions subsequent to the measurement date above will be recognized as a reduction of the net pension liability in the following fiscal years. Other amounts reported as net deferred outflows of resources related to pensions at June 30 will be recognized as pension expense as follows:

Fiscal Year Ended June 30	2024
2025	$ 540,654
2026	362,174
2027	1,022,397
2028	40,920
	$ 1,966,145

Actuarial Assumptions: The total pension liabilities in the actuarial valuations for the Plan were determined using the following actuarial assumptions:

	2024	2023
Valuation Date	June 30, 2022	June 30, 2021
Measurement Date	June 30, 2023	June 30, 2022
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Payroll Growth	Varies by entry age and service	
Projected Salary Increase	0.40% - 8.5% (1)	0.40% - 8.5% (1)
Investment Rate of Return	6.90%	6.9
Mortality	Derived using CalPERS Membership Data for all Funds	Derived using CalPERS Membership Data for all Funds

(1) Depending on entry age and service
(2) Net of pension plan investment expenses, including inflation

NOTE F – PENSION PLAN (Continued)

The mortality table 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.

Discount Rate: The discount rate used to measure the total pension liability was 6.90% as of June 30, 2024 and 2023. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current discount rate is appropriate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

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.

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 the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 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 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 equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The following table reflects the long-term expected real rate of return by asset class for the Plan. 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.

	2024		2023	
Asset Class	New Strategic Allocation	Real Return Years 1 - 10(a)	New Strategic Allocation	Real Return Years 1 - 10(a)
Global equity- cap weighted	30.0%	4.54%	30.0%	4.54%
Global equity- non-cap weighted	12.0%	3.84%	12.0%	3.84%
Private equity	13.0%	7.28%	13.0%	7.28%
Treasury	5.0%	0.27%	5.0%	0.27%
Mortgage -backed Securities	5.0%	0.50%	5.0%	0.50%
Investment grade corporate	10.0%	1.56%	10.0%	1.56%
High yield	5.0%	2.27%	5.0%	2.27%
Emerging market debt	5.0%	2.48%	5.0%	2.48%
Private debt	5.0%	3.57%	5.0%	3.57%
Real assets	15.0%	3.21%	15.0%	3.21%
Liquidity/Leverage	-5.0%	-0.59%	-5.0%	-0.59%
Total	100.0%		100.0%	

(a) An expected inflation of 2.3% was used.
(b) An expected inflation of 2.0% was used.

NOTE F – PENSION PLAN (Continued)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the SRFECC's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the SRFECC'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:

	2024	2023
1% Decrease	5.90%	5.90%
Net Pension Liability	$ 13,406,213	$ 12,830,502
Current Discount Rate	6.90%	6.90%
Net Pension Liability	$ 8,807,976	$ 8,397,999
1% Increase	7.90%	7.90%
Net Pension Liability	$ 5,023,233	$ 4,751,148

Fiduciary Net Position: Detailed information about the Plan's fiduciary net position is available in the separately issued CalPERS financial reports.

Payable to the Pension Plan: There was no contributions payable to the Plan at June 30, 2024 and 2023.

NOTE G – NET POSITION

Designations of unrestricted net position may be imposed by the Board of Directors to reflect future spending plans or concerns about the availability of future resources. Designations may be modified, amended, or removed by Board action. The Board has made designations of net position; however, the unrestricted net position balance is negative, so no amounts are available for designations. SRFECC has sufficient cash balances for designations. At June 30, 2024 and 2023, SRFECC has net position designated for contingencies of $1,719,708 and $1,673,709, respectively. At June 30, 2024 and 2023, SRFECC has net position designated for construction in progress of $2,124,432 and $1,319,882, respectively.

NOTE H – INSURANCE

SRFECC is a member of the Northern California Special Districts Insurance Authority (NCSDIA). The NCSDIA is a risk-pooling self-insurance authority, created under the provisions of the California Government Code Sections 6500 et. seq. The purpose of the NCSDIA is to provide a full risk management program for California local governments. NCSDIA provides insurance through the pool up to a certain level, beyond which group purchased commercial excess insurance is obtained.

SRFECC pays an annual premium to NCSDIA for general liability, property, management liability and workers compensation insurance coverage. SRFECC's annual premium is based on its pro-rata share of charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the NCSDIA. SRFECC paid no material uninsured losses during the last three fiscal years and had no significant reductions in coverage during the year.

NOTE H – INSURANCE (Continued)

SRFECC's deductible and coverage are as follows:

Coverage	NCSDIA	Commercial Insurance	Deductible
General liability	$ 1,000,000	$ 9,000,000	none
Auto liability	1,000,000		$ 1,000
Crime program	1,000,000		2,500
Property damage	Replacement Cost		1,000
Management liability	1,000,000	9,000,000	none
Workers compensation	Statutory		none

NOTE I – CONTINGENCIES AND COMMITMENTS

Contingencies: SRFECC receives grant funding for specific purposes that are subject to review and audit by the granting agencies. Such audits could result in a request for reimbursement for expenditures disallowed under the terms and conditions of the contracts. Management is of the opinion that no material liabilities will result from such potential audits.

SRFECC is party to claims arising in the ordinary course of business. After taking into consideration information furnished by legal counsel to SRFECC as to the current status of the claims to which SRFECC is a party, management is of the opinion that the ultimate aggregate liability represented thereby, if any will not have a material adverse effect on the financial position or results of operations of SRFECC.

Commitments: In March 2019, SRFECC entered into a contract for $1,720,047, which has been revised to $3,589,920 for the development of CAD software and server upgrades. As of June 30, 2024, approximately $1,549,825 remains unspent on this project.

In June 2024, the Center entered into a lease to rent office space for 60 months at $8,017 per month beginning October 1, 2024 with annual rent increases of approximately $250 per month. The Center has entered into agreements for the purchase and installation of office equipment totaling $327,000 and the development of a breakroom totaling $32,000 for the office space. Since the Center is required to do additional work before the lease payments commence on October 1, 2024, the Center did not record this lease under GASB 87 at June 30, 2024.

In June 2024, the Center entered into a contract wit the City of Sacramento Fire Department for services of an Executive Director for July 1, 2024 to June 30, 2026 for a total of $600,000.

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REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Last 10 Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the net pension liability	0.17614%	0.17947%	0.20818%	0.17649%	0.17622%	0.17700%	0.17670%	0.14323%	0.19241%	0.18354%
Proportionate share of the net pension liability	$ 8,807,976	$ 8,397,999	$ 3,952,935	$ 7,444,517	$ 7,056,907	$ 6,670,540	$ 6,965,568	$ 6,191,417	$ 5,278,735	$ 4,536,180
Covered payroll - measurement period	$ 4,031,509	$ 3,560,485	$ 3,815,215	$ 4,055,635	$ 3,728,966	$ 3,585,654	$ 3,619,181	$ 4,123,954	$ 3,803,076	$ 3,756,360
Proportionate share of the net pension liability as a percentage of covered payroll	218.48%	235.87%	103.61%	183.56%	189.25%	186.03%	192.46%	150.13%	138.80%	120.76%
Plan fiduciary net position as a percentage of the total pension liability	74.09%	74.17%	87.47%	81.37%	83.65%	73.42%	70.43%	69.98%	78.40%	79.82%
Notes to Schedule:										
Change in Benefit Terms: None										
Reporting valuation date	June 30, 2022	June 30, 2021	June 30, 2020	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, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014

Changes in assumptions: The discount rate was changed from 7.5% (net of administrative expenses) to 7.65% in the June 30, 2015 actuarial valuation. The discount rate was changed to 7.15% in the June 30, 2018 actuarial valuation. The discount rate was changed to 6.90% in the June 30, 2023 actuarial valuation.

SCHEDULE OF CONTRIBUTIONS TO THE PENSION PLAN
Last 10 Years

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution (actuarially determined)	$ 945,045	$ 883,135	$ 1,027,575	$ 974,788	$ 873,829	$ 745,224	$ 668,869	$ 620,500	$ 799,965	$ 735,406
Contributions in relation to the actuarially determined contributions	(945,045)	(883,135)	(1,027,575)	(974,788)	(873,829)	(745,224)	(668,869)	(620,500)	(799,965)	(735,406)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll - fiscal year	$ 4,761,025	$ 4,031,509	$ 3,560,485	$ 3,815,215	$ 4,055,635	$ 3,728,966	$ 3,585,654	$ 3,619,181	$ 4,123,954	$ 3,803,076
Contributions as a percentage of covered payroll	19.85%	21.91%	28.86%	25.55%	21.55%	19.98%	18.65%	17.14%	19.40%	19.34%
Notes to Schedule:										
Contribution valuation date	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	June 30, 2013	June 30, 2012
Methods and assumptions used to determine contribution rates:	Entry age normal cost method									
Amortization method	Level percentage of payroll, closed									
Remaining amortization period	Varies by rate plan, not more than 30 years									
Asset valuation method	Market value									
Discount rate	6.800%	7.000%	7.000%	7.000%	7.250%	7.375%	7.500%	7.500%	7.500%	7.500%
Inflation	2.300%	2.500%	2.500%	2.500%	2.625%	2.750%	2.750%	2.750%	2.750%	2.750%
Payroll growth	2.800%	2.750%	2.750%	2.750%	2.500%	2.875%	3.000%	3.000%	3.000%	3.000%
Salary increases	Varies by entry age and service									
Retirement age	50 to 67 years. Probabilities of retirement are based on the most recent CalPERS Experience Study.									
Mortality	Most recent CalPERS Experience Study									

SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS
Last 10 Years

Measurement period	2024	2023	2022	2021	2020	2019	2018
Total OPEB liability:							
Service cost	$ 433,779	$ 758,969	$ 328,315	$ 319,528	$ 396,338	$ 427,824	$ 499,801
Interest	454,370	328,783	347,582	399,626	415,094	378,917	328,359
Differences between expected and actual experience	72,238		918,889		126,074		
Changes in assumptions	673,848	(4,259,784)	1,232,357	1,602,661	(1,556,789)	(657,909)	(1,231,758)
Benefit payments	(443,175)	(418,199)	(355,010)	(328,891)	(269,946)	(235,660)	(192,927)
Net change in total OPEB liability	1,191,060	(3,590,231)	2,472,133	1,992,924	(889,229)	(86,828)	(596,525)
Total OPEB liability - beginning	9,559,199	13,149,430	10,677,297	8,684,373	9,573,602	9,660,430	10,256,955
Total OPEB liability - ending (a)	$10,750,259	$ 9,559,199	$13,149,430	$10,677,297	$ 8,684,373	$ 9,573,602	$ 9,660,430
Plan fiduciary net position:							
Contributions - employer	$ 443,175	$ 418,199	$ 355,010	$ 328,891	$ 269,946	$ 341,660	$ 192,927
Contributions - employee	56,400	52,700	51,400	51,700	54,100	58,139	64,700
Net investment income	45,989	49,409	38,071	18,632	28,192	20,124	18,321
Changes in assumptions	2,129	(158,909)	121,310				
Benefit payments	(443,175)	(418,199)	(355,010)	(328,891)	(269,946)	(235,660)	(192,927)
Administrative expenses	(214)	(201)	(220)	(255)	(213)	(161)	(88)
Net change in plan fiduciary net position	104,304	(57,001)	210,561	70,077	82,079	184,102	82,933
Plan fiduciary net position - beginning	713,671	770,672	560,111	490,034	407,955	223,853	140,920
Plan fiduciary net position - ending (b)	$ 817,975	$ 713,671	$ 770,672	$ 560,111	$ 490,034	$ 407,955	$ 223,853
Net OPEB liability - ending (a)-(b)	$ 9,932,284	$ 8,845,528	$12,378,758	$10,117,186	$ 8,194,339	$ 9,165,647	$ 9,436,577
Plan fiduciary net position as a percentage of the total OPEB liability	7.61%	7.47%	5.86%	5.25%	5.64%	4.26%	2.32%
Covered-employee payroll - measurement period	$ 4,727,427	$ 3,415,067	$ 4,147,447	$ 4,244,844	$ 4,344,330	$ 3,585,654	$ 3,619,181
Net OPEB liability as percentage of covered-employee payroll	210.10%	259.01%	298.47%	238.34%	188.62%	255.62%	260.74%
Notes to schedule:							
Valuation date	June 30, 2023	June 30, 2021	June 30, 2021	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement period - fiscal year ended	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Discount rate	5.20%	4.65%	2.40%	3.21%	4.52%	4.22%	3.80%
Benefit changes. None.							

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.

SCHEDULE OF CONTRIBUTIONS TO THE OPEB PLAN
Last 10 Years

	2024	2023	2022	2021	2020	2019	2018
Actuarially or contractually determined contribution - employer fiscal year	$ 677,894	$ 657,665	$ 628,894	$ 355,010	$ 328,891	$ 269,946	$ 1,001,000
Contributions in relation to the determined contributions:							
Employer	(463,953)	(334,487)	(418,199)	(355,010)	(328,891)	(269,946)	(356,905)
Employee	(63,400)	(61,000)	(52,700)	(51,400)	(51,700)	(54,100)	(58,139)
Contribution deficiency (excess)	$ 150,541	$ 262,178	$ 157,995	$ (51,400)	$ (51,700)	$ (54,100)	$ 585,956
Covered-employee payroll - employer fiscal year	$ 5,663,297	$ 4,727,427	$ 4,271,870	$ 4,147,447	$ 4,244,844	$ 4,344,330	$ 3,585,654
Contributions as a percentage of covered-employee payroll	9.32%	7.08%	9.79%	8.56%	7.75%	6.21%	9.95%

Notes to Schedule:

	2024	2023	2022	2021	2020	2019	2018
Valuation date	June 30, 2023	June 30, 2021	June 30, 2021	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Measurement period - fiscal year ended	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017

Methods and assumptions used to determine contribution rates:

	2024	2023	2022	2021	2020	2019	2018
Actuarial Cost Method	Entry-age normal cost method						
Amortization method	Level percentage of payroll, closed						
Asset valuation method	Market value of assets						
Inflation	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
Medical trend	5.80% to 3.90%	5.80% to 3.90%	5.80% to 3.90%	4.25% to 6.50%	4.25% to 6.50%	4.25% to 6.25%	3.50% to 6.25%
Salary increases	3.00%	3.00%	3.00%	3.80% to 9.40% based on years of service			
Investment rate of return	6.20%	6.20%	6.20%	6.50%	6.50%	6.75%	6.75%
Discount rate	5.20%	4.65%	2.40%	3.21%	4.52%	4.22%	3.80%
Retirement age	50-75 years. Probabilities of retirement are based on the most recent CalPERS experience study.						
Mortality	Based on most recent CalPERS experience study and projected with MacLeod Watts Scale 2022.			Based on most recent CalPERS experience study and 15 years of mortality improvements using 90% of Scale MP. Based on most recent pension plan mortality study and include assumed improvement in future mortality based on Scale BB.			

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

RICHARDSON & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S 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
Sacramento Regional Fire/EMS Communication Center
Sacramento, California

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 Sacramento Regional Fire/EMS Communication Center (SRFECC) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the SRFECC's basic financial statements, and have issued our report thereon dated November 4, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the SRFECC's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the SRFECC's internal control. Accordingly, we do not express an opinion on the effectiveness of the SRFECC'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 SRFECC's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a 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 first paragraph of this section 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 SRFECC'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 financial statements. 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 or other matters that are required to be reported under *Government Auditing Standards*.

To the Board of Directors
Sacramento Regional Fire/EMS Communications Center

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 SRFECC'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 SRFECC's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Richardson & Company, LLP

November 4, 2024

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REQUIRED COMMUNICATIONS LETTER

To the Board of Directors
Sacramento Regional Fire/EMS
Communications Center
Sacramento, California

We have audited the financial statements of the Sacramento Regional Fire/EMS Communications Center (SRFECC) for the year ended June 30, 2024 and have issued our report thereon dated November 4, 2024. Professional standards require that we provide you with the information about our responsibilities under generally accepted auditing standards and, if applicable, *Government Auditing Standards,* as well as certain information related to the planned scope and timing of our audit. Professional standards also require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards (GAAS) and *Government Auditing Standards*

As stated in our engagement letter dated January 31, 2024, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

As part of our audit, we will consider the internal control of the SRFECC. Such considerations are solely for the purpose of determining our audit procedures and not to provide any assurance concerning internal control. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will also perform tests of the SRFECC's compliance with certain provisions of laws, regulations, contract, and grants, However, providing an opinion on compliance with those provisions are not an objective of our audit.

Generally accepted accounting principles provide for certain required supplementary information (RSI) to supplement the basic financial statements. Our responsibility with respect to the RSI, which supplement(s) the basic financial statements, is to apply certain limited procedures in accordance with generally accepted auditing standards. However, the RSI will not be audited and, because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance, we will not express an opinion or provide any assurance on the RSI.

Planned Scope and Timing of the Audit

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit involves judgment about the number of transactions to be examined and the areas to be tested.

Our audit included obtaining an understanding of the entity and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further auditing procedures. Material misstatements may result from (1) errors, (2) fraudulent financial report, (3) misappropriation of assets, of (4) violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity. We will generally communicate our significant findings at the conclusion of the audit. However, some matters could be communicated sooner, particularly if significant difficulties are encountered during the audit where assistance is needed to overcome the difficulties or if the difficulties may lead to a modified opinion. We have communicated internal control related matters that are required to be communicated under professional standards in a separate letter.

We have identified the following significant risks of material misstatement as part of planning our audit: management override of controls, revenue recognition and cut-off of revenues and expenses. These are areas that the audit standards require at a minimum to be identified as significant risks.

We performed the audit according to the planned scope previously communicated to you in our engagement letter dated January 31, 2024.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by SRFECC are described in Note A to the financial statements. No new accounting policies were adopted and the application of existing polices was not changed during the year. We noted no transaction entered into by SRFECC 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. Accounting estimates are used in determining the depreciable lives used for capital assets, qualifying expenses claimed under grant agreements, the current portion of compensated absences and the valuation of the OPEB liability and net pension liability. The depreciable lives used for capital assets affects the amount of depreciation expense that is recorded and are based on SRFECC's estimate of the useful lives of the assets. Grant receivables are accrued based on management's assessment of whether the expenses claimed are qualifying under the terms of the grant, but grantors may reassess whether the amount represent qualifying expenses. The current portion of compensated absences is based on usage in previous periods. The OPEB liability is based on an actuarial report, which is based on assumptions including future employment, retirement rates and future costs of health care and health insurance. The net pension liability was determined through an actuarial valuation performed by CalPERS, which is performed annually. 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.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements were Note D related to long-term liabilities, Notes E and F related to the other postemployment benefits plan and the pension plan liabilities and related deferred inflows and outflows and Note I where commitments and contingencies were disclosed.

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 trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. There were 6 adjustments and closing entries posted during the audit. These adjustments and closing entries consist of the following:

- To update pension balances.
- To update OPEB balances
- To update the net investment in capital assets
- To record compensated absence balances
- To reclassify expenses as construction in progress
- To record salary payable.

The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole. The uncorrected misstatements or the matters underlying them could potentially cause future period financial statements to be materially misstated, even though, in our judgment, such uncorrected misstatements are immaterial to the financial statements under audit.

Disagreements With Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated November 4, 2024.

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 principle to SRFECC's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Issues Discussed Prior to Retention of Independent Auditors

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as SRFECC'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 the management's discussion and analysis, schedule of changes in the net OPEB liability and related ratios, schedule of contributions to the OPEB plan, schedule of the proportionate share of the net pension liability, and schedule of contributions to the pension plan, which are 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 inquires, 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.

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

Richardson & Company, LLP

November 4, 2024

SACRAMENTO REGIONAL FIRE/EMS COMMUNICATIONS CENTER
SUMMARY OF UNADJUSTED AUDIT DIFFERENCES
YEAR ENDED JUNE 30, 2024

	Financial Statement Effect - Amount of Overstatement (Understatement) of:			
Description (Nature) of Audit Difference	Total Assets	Total Liabilities	Total Net Position	Total Change in Net Position
FY 2023 OES deployments revenue recorded in FY 2024				$ (53,901)
Total Net Unadjusted Audit Difference	-	-	-	(53,901)
Financial Statement Caption Totals	$ 12,005,059	$ 20,407,113	$ (5,994,227)	$ 186,869
Net Audit Differences as % of F/S Captions	0.00%	0.00%	0.00%	(28.84%)

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MANAGEMENT LETTER

To the Board of Directors and Management
Sacramento Regional Fire/EMS
Communications Center
Sacramento, California

In planning and performing our audit of the financial statements of the Sacramento Regional Fire/EMS Communications Center (SRFECC) as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered SRFECC's internal control over financial reporting (internal control) as a basis for determining our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of SRFECC's internal control. Accordingly, we do not express an opinion on the effectiveness of SRFECC'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 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 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.

During our audit we became aware of the following matters that have been included in this letter for your consideration.

Subsidiary Ledgers

In previous audits, we noted differences between the accounts receivable detail list and accounts payable detail list and the general ledger. In recent years, these differences have not been significant, and staff indicated the necessary adjustments to the general ledger were made when needed. We recommend that the subsidiary reports continue to be reconciled to the general ledger on a monthly basis and any reconciling items be cleared as part of the reconciliation process.

* * * * *

We would like to take this opportunity to acknowledge the courtesy and assistance extended to us during the course of the audit. This report is intended solely for the information and use of the Board, management, and others within the organization and is not intended to be and should not be used by anyone other than these specific parties.

Richardson & Company, LLP

November 4, 2024

MEETING MINUTES
GOVERNING BOARD MEETING

Tuesday, October 22, 2024 **9:00 AM** **Sacramento Metropolitan Fire Department**
10545 Armstrong Avenue, CA 95655

GOVERNING BOARD MEMBERS PRESENT

Chad Wilson, Chairperson	Assistant Chief, Folsom Fire Department
Scott Williams, Vice Chairperson	Assistant Chief, Sacramento Fire Department
Ty Bailey, Board Member	Deputy Chief, Sacramento Metropolitan Fire District
Troy Bair, Board Member	Deputy Chief, Cosumnes Community Services District

GOVERNING BOARD MEMBERS ABSENT

None

COMMUNICATIONS CENTER MANAGEMENT

Derek Parker	Executive Director
Tara Poirier	Interim Operations Manager
Marissa Shmatovich	Administration Manager

OTHERS IN ATTENDANCE

Lindsay Moore	Counsel, SRFECC
Summer Carroll	Dispatcher II, SRFECC
Julia McDaniel	Dispatcher II, SRFECC
Mellisa Gingery	Executive Assistant, SRFECC

The meeting was called to order and roll call was taken at 9:00 a.m.

1. The Pledge of Allegiance was recited.
2. There were no agenda updates.
3. There was one public comment.

PRESENTATION:

None

CLOSED SESSION:

1. CONFERENCE WITH LABOR NEGOTIATOR*
   Pursuant to Government Code Section 54957.6

   Center Negotiator(s) Lindsay Moore, Counsel
   Derek Parker, Chief Executive Director

*INDICATES NO ATTACHMENT

Employee Organization(s) Teamsters Local 150
Teamsters Local 856
Unrepresented Administrators

2. PERSONNEL ISSUES*
Pursuant to California Governing Code Section 54957

    a. Employee Evaluation: Chief Executive Director
    Operations Manager
    Administration Manager

3. CONFERENCE WITH LEGAL COUNSEL: Anticipated Litigation*
Pursuant to California Government Code Section 54956.9 (b) The Board will meet in closed session to discuss significant exposure to litigation.

One (1) potential case(s)

The closed session was convened at 9:02 a.m.

The open session was reconvened at 09:54 a.m.

1. The Board received an update regarding negotiations; no formal action was taken.
2. The Board received an update; no formal action was taken.
3. The Board received an update; no formal action was taken.

CONSENT AGENDA: Matters of routine approval including, but not limited to Board meeting synopsis, payroll reports, referral of issues to committee, other consent matters. A Consent Agenda is acted upon as one unit unless a Board member requests separate discussion and/or action.

1. A motion was made by Chief XXX and seconded by Chief XXX to approve the Consent Agenda for the following:

    a. Regular Board Meeting Synopsis – Sept 24, 2024

AYES: Sacramento Fire Department, Sacramento Metropolitan Fire, Cosumnes Community Services District, Folsom Fire Department

NOES:
ABSENT:
ABSTAIN:

Motion passed.

ACTION ITEMS:

1. Resolution To Fix Employer Health Care Contributions (Staff Report 24-24)

    a. A motion was made by Chief Bailey and seconded by Chief Bair to approve and ratify Resolution 24-03, Fixing Employer Health Care Contributions.

AYES: Sacramento Fire Department, Sacramento Metropolitan Fire, Cosumnes Community Services District, Folsom Fire Department

*INDICATES NO ATTACHMENT

NOES:
ABSENT:
ABSTAIN:

Motion passed.

2. LOU Between SRFECC and Local 522 Dispatcher Group (Staff Report 24-25)

   a. A motion was made by Chief Wilson and seconded by Chief Williams to approve and adopt Local 522 LOU for Probationary Period and Seniority articles.

   AYES: Sacramento Fire Department, Sacramento Metropolitan Fire, Cosumnes Community Services District, Folsom Fire Department

NOES:
ABSENT:
ABSTAIN:

Motion passed.

DISCUSSION/POSSIBLE ACTION:

None

INFORMATION:

None

CENTER REPORTS:

1. Administration Manager Marissa Shmatovich

   Shmatovich provided an update on the SRFECC Annex. The furniture is scheduled to arrive in the first week of December and will be installed shortly afterward. Efforts are currently underway to work with vendors on receiving quotes for blast film on the externally facing windows. The IT infrastructure move is being planned, with more details to follow. Budget preparations are ongoing, with a preliminary presentation scheduled for next month. A welcome was extended to Kerry Kier, the new systems engineer, who is currently in the onboarding process. Shmatovich thanked Local 522 for their continued partnership and collaboration during labor negotiations and expressed appreciation for the Board for their ongoing support.

2. Interim Operations Manager Tara Poirier

   Poirier announced that her time as Interim Operations Manager began on October 21st and will continue through November 25th. Provided update on academy 24-2, with their graduation occurring next Tuesday, October 29th, at 1530 at the IBEW building, all are invited to attend. After graduation the trainees will move into POD training, with three individuals assigned to each side in the PODs. Currently, two are in training in CRO, one in Main, and four continuing in PODs. An update was provided on the Center's Accreditation (ACE), noting that accreditation levels have been met every month since achieving this status, underscoring the dedication and hard work of the dispatchers. Service anniversaries were acknowledged: Marissa Shmatovich with 7 years, Tim Goodnow with 9 years, and Catherine Rominger and Olivia Rolling each with 2 years.

3. Chief Executive Director Derek Parker

   Parker spoke about the ongoing labor negotiations, acknowledging the efforts of the negotiations team and others involved. He highlighted the respectful and collaborative nature of the negotiations and emphasized the common goal of organizational growth. Parker also shared that HR is in the process of updating the Center's mission statement and core values. He discussed the Kitchen Sync meetings, which are being held to gather feedback and facilitate the flow of information throughout the organization. Finally, Parker noted the Center's focus on improving how calls are received and dispatched through the CAD system and thanked the Board for their support in meeting these organizational needs.

CORRESPONDENCE:

None

ITEMS FOR DISCUSSION AND POTENTIAL PLACEMENT ON A FUTURE AGENDA:

None

BOARD MEMBER COMMENTS:

1. Chief Bair

   Chief Bair commended the team for the hard work being done, with special recognition of Tara's contributions. He highlighted the growth mindset of the Center and emphasized the importance of striving for that at the Board level as well, to ensure the delivery of future services.

2. Chief Bailey

   Chief Bailey congratulated those celebrating service anniversaries, noting that it demonstrates a commitment to continue working at the Center. He expressed satisfaction with the positive collaboration between management and labor. He also recognized the recent success in completing the LOU, which, while a small step, will make a significant difference moving forward. Bailey acknowledged the increasing volume of calls and expressed support for further growth of the Center.

3. Chief Williams

   Chief Williams echoed the sentiments shared by Bair and Bailey, offering thanks for everyone's continued efforts. He also welcomed and congratulated Tara.

4. Chief Wilson

Chief Wilson expressed appreciation for the ongoing work being done by the Center. He acknowledged that the frequent expressions of gratitude do not diminish their meaning, noting that the team is doing a great job in keeping both responders and citizens safe.

ADJOURNMENT:

The meeting was adjourned at 10:05 a.m.

ATTEST:

Mellisa Gingery

MELLISA GINGERY
CLERK OF THE BOARD

CHAD WILSON
CHAIRPERSON

SCOTT WILLIAMS
VICE CHAIRPERSON

*INDICATES NO ATTACHMENT

Sacramento Regional Fire/EMS Communications Center
10230 Systems Parkway, Sacramento, CA 95827-3007
www.srfecc.ca.gov

STAFF REPORT (REPORT 24-26)

DATE: November 12, 2024

TO: Board of Directors

FROM: Marissa Shmatovich, Administration Manager

BY: Mellisa Gingery, Executive Assistant

SUBJECT: SECURITY ENHANCEMENT FOR THE ANNEX WINDOWS

RECOMMENDATION

The Board of Directors:

1. Approve the quote from JC Window Solutions in the amount of $17,800 for the installation of security blast film with an attachment system for the exterior windows of the Annex, and for frosting two interior office windows.

BACKGROUND/ANALYSIS

The Annex project is progressing, and a priority has been placed on enhancing security measures for the new building. This enhancement involves the application of blast-resistant film on all exterior windows, which helps protect against potential impacts or blasts. Additionally, frosting will be applied to two interior office windows to ensure privacy within those spaces.

The Center requested and received four quotes for this project, all of which will be reviewed as attachments to this report. JC Window Solutions is the recommended vendor, as they have provided a competitive quote and have previously completed similar work for the dispatch and current administration buildings, demonstrating both quality and reliability.

FINANCIAL ANALYSIS

The proposed $17,800 expenditure for JC Window Solutions will be funded by the CIP – Facilities budget line with no unanticipated fiscal impacts. The Center solicited multiple quotes in accordance with board policy 3.017 Procurement. The recommendation for JC Window Solutions aligns with both quality standards and cost efficiency.

These requests are in alignment and support the 2030 Strategic Blueprint and Growth Strategy focus areas:

- 4C: Invest in the Center's long-term facility, technology and communication needs and a modern disaster recovery site.

Mellisa Gingery

MELLISA GINGERY
EXECUTIVE ASSISTANT

Attachments:
JC Window Solutions Estimate 1234
Efficient Tint Proposal
Scottish Window Tinting Proposal
Window Film Depot Estimate 43170

ESTIMATE

JC Window Solutions LLC
PO Box 4122
Auburn, CA 95604

josh@jcwindowsolutions.com
+1 (209) 304-2382
http://www.jcwindowsolutions.com

Bill to

Sacramento Regional Fire/EMS
10230 Systems Pkwy
Sacramento, CA 95827, USA

Estimate details

Estimate no.: 1234
Estimate date: 10/17/2024

#	Product or service	Description	Amount
1.	**Services**	SUPPLY/INSTALL 3M S25 AND FROST FILM PER JOB WALK WITH ATTACHMENT SYSTEM (47) TOTAL PANES -COST TO INSTALL FILM ONLY = $12,500 -COST TO INSTALL FILM AND ATTACHMENT SYSTEM = $17,800	$12,500.00
2.	**Customer Disclosure**	I, the customer, acknowledge receipt of the listed services & materials, and/or satisfactory completion of the work including proper window film preparation & installation. We assume no liability for the scratching/damaging of the tint due to improper care, treatment, maintenance, glass breakage & vandalism. Customer acknowledges we are not responsible for any damages caused by custom window tinting. All sales final. No refunds or exchanges. Balance due in full at time of completion. We are not responsible for glass breakage due to improper glass installation, existing glass damage or scoring from previous installation. There is no glass breakage warranty for skylights.	$0.00
3.	**Installation Points**	As with a products, containing an adhesive, a drying time is necessary in the achievement of a proper bond to the window. During this process, some changes may be observed. So that you will understand these changes, we would like to note some of them for you. They are normal, and should be expected to occur. 1. Do not wash your windows on the inside for 30 days to ensure enough time for bonding (usually 45 to 60 days depending on film type and thickness). 2. The installation can look hazy or cloudy for a few days, do not be alarmed. Optical clarity will be restored after the first few days of bonding (with typical solar film). 3. All water bubbles will dry out, but a few small particles are	$0.00

		points may be a parent when dry. These points generally seen from the outside are very tiny and are inherent in the use of an open air environment installed product. 4. The slight border around the edge is an installation requirement and must be there to allow for proper drying of the film. It may be more or less visible, depending on your frame, and the film type installed.	
4.	**Payment Terms**	Payment is to be made via cash, credit card or check within 30 days of installation. Any invoice that remains unpaid after the due date is subject to a monthly finance charge of 1.5% (18% per annum).	$0.00

Total **$12,500.00**

Note to customer

Thank you for your business.

Accepted date

Accepted by

5760 Casa Grande Ave
Rocklin, CA 95677
916-899-7338
www.EfficientTint.com
efficienttint@gmail.com

Proposal

Tue | 10/22/2024 | 3:00PM

LIC. #1024852 PWC #1000053544
Monday-Sunday 7am-5pm

Job ID 3171 Cust # 3169
SACRAMENTO REGIONAL FIRE/EMS
COMMUNICATIONS CENTER
MELISSA GINGERY
10230 SYSTEMS PARKWAY
SACRAMENTO, CA 95827

Cell: 916-809-5657
Email: mgingery@srfecc.ca.gov

Scope: PREPARE INTEIROR OF GLASS AND FRAMES, INSTALL SPECIFIED MATERIAL, FINAL WASH ALL COATED SURFACES

Sec	Ln	Area	Panes	Pane Width	Pane Height	Product Description	Price
1	1	WEST FACING	4	50.0	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	2	WEST FACING	4	50.0	22.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	3	ENTRY WINDOWS	2	59.9	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	4	ENTRY WINDOWS	2	4.0	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	5	ENTRY WINDOWS	2	63.0	22.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	6	ENTRY DOORS	2	31.0	71.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	6	ENTRY TRANSOM	1	71.0	35.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	7	SOUTH FACING WINDOWS	2	59.9	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	8	SOUTH FACING WINDOWS	2	20.0	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	9	SOUTH FACING WINDOWS	2	80.0	22.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	10	SOUTH FACING WINDOWS	2	59.0	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	11	SOUTH FACING WINDOWS	2	59.0	22.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	12	SOUTH FACING WINDOWS	4	56.0	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	13	SOUTH FACING WINDOWS	4	56.0	22.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	14	SOUTH FACING WINDOWS	1	35.0	95.0	MADICO SILVER 20 8MIL SECURITY FILM	
1	15	SOUTH FACING WINDOWS	1	35.0	22.0	MADICO SILVER 20 8MIL SECURITY FILM	
		Section Total	**37**				**$7,290.00**
2	17	WEST FACING	4	50.0	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	18	WEST FACING	4	50.0	22.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	19	ENTRY WINDOWS	2	59.9	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	20	ENTRY WINDOWS	2	4.0	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	21	ENTRY WINDOWS	2	63.0	22.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	22	ENTRY TRANSOM	1	71.0	35.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	23	ENTRY DOORS	2	31.0	71.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	24	SOUTH FACING WINDOWS	2	59.9	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	25	SOUTH FACING WINDOWS	2	20.0	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	26	SOUTH FACING WINDOWS	2	80.0	22.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	27	SOUTH FACING WINDOWS	2	59.0	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	28	SOUTH FACING WINDOWS	2	59.0	22.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	29	SOUTH FACING WINDOWS	4	56.0	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	30	SOUTH FACING WINDOWS	4	56.0	22.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	31	SOUTH FACING WINDOWS	1	35.0	95.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
2	32	SOUTH FACING WINDOWS	1	35.0	22.0	DOW CORNING 995 BLACK ATTACHMENT SYSTEM	
		Section Total	**37**				**$3,375.00**
3	16	INTERIOR WINDOWS	2	47.0	35.0	FROST MATTE 2MIL	
		Section Total	**2**				**$196.00**
		Panes Total	**76**				
						Subtotal	**$10,861.00**
						Proposal Total	**$10,861.00**

10 YEAR MANUFACTURER WARRANTY ON WORKMANSHIP AND MATERIAL

Salesperson:	Steven Hansen - 916-899-7338
Quote good until:	12/31/2024
Payment Terms:	Upon Receipt/COD

Standard general liability and worker's comp insurance included in the price. Customer responsible for cost of additional coverage if required.

Guarantee: All materials and workmanship are guaranteed to be as specified and the work to be performed in accordance with this written proposal, completed in a workman like manner for the amount indicated. Any change(s) from these specifications requiring extra time, labor or materials will result in additional charges to the amount indicated above. You, the buyer, may cancel this transaction at any time prior to midnight of the third business day after the date of this transaction. Our company is not responsible for glass breakage due to improper glass installation, existing glass damage or scoring from previous film installation. Interest at the rate of 1 1/2 percent per month will be charged on past due invoices.

Acceptance of Proposal /Authorization to Work:

The above prices, specifications, terms and conditions are satisfactory to me and are hereby accepted. My signature authorizes you to do the work.

Date | Customer Signature | Authorized Dealer Signature

E-Sign

SCOTTISH WINDOW TINTING

PROPOSAL

7075 S. Alton Way, Centennial, CO 80112
Colorado (303) 662-8214, Kansas/Missouri (816) 256-3864
Texas (214) 329-9603, Utah (801) 895-4681, National (866) 846-5758
www.scottishwindowtinting.com

LLumar WINDOW FILM

Customer Name	Sacramento Regional Fire/EMS Comminucations Center
Address	10230 Systems Parkway
City, State, Zip	Sacramento, CA 95827
Phone	916-809-5657 / 916-228-3070
Email	mbernett@srfecc.ca.gov

Estimate Date	10/2/2024
Installation Date	TBD

Designer	Amy
Location	Colorado
Manufacturer	Llumar

Warranty: Lifetime Warranty with 5 yr glass breakage and seal failure

Room	Exp.	Frame/Glass	Pane Type	Film	Width	Height	Qty	Sq Ft	Price
1				DR15 PS9	62	22	2	21	
				DR15 PS9	62	93	2	84	
				DR15 PS9	30	70	2	31	
				DR15 PS9	72	32	1	18	
2				DR15 PS9	54	91	2	74	
				DR15 PS9	54	22	2	18	
3				DR15 PS9	54	22	2	18	
4				DR15 PS9	54	91	2	73	
				DR15 PS9	54	22	2	18	
5				DR15 PS9	54	91	5	184	
				DR15 PS9	54	22	5	48	
6				DR15 PS9	66	19	2	22	
7				DR15 PS9	54	91	5	184	
				DR15 PS9	54	22	5	48	
8				DR15 PS9	80	93	2	107	
				DR15 PS9	58	93	2	78	
				DR15 PS9	80	22	2	27	
				DR15 PS9	58	22	2	20	
9				Frost	47	36	2	25	

Notes: NOT Prevailing Wage.

Total	49	1,099	$17,568.35
Sq. Ft. Film Removal			
French Panes			
		Film Total	$17,568.35
		Attachment	$6,938.33
	✓	Other	-$3,315.95
	✗	C-Bond	
		Subtotal	
		4% Fees*	$847.63
		Total Cost	$22,038.36
		Deposit	$13,105.11
		Balance Due	$8,933.25

*4% fee includes taxes on materials, shipping, handling, delivery and energy surcharge.
Balance due at installation is understood and accepted as the payment term unless otherwise noted.

This estimate shall constitute a contract upon the client's signature. If not accepted, this estimate expires 90 days from the date of issuance. Only fully paid contracts will activate warranty coverage.

Proposal Accepted By (Client Signature) ______________________ Date ____________

V-10.3
1/5/2024

Window Film Depot
America's Installation Pros

Estimate: 43170
Estimate Date: 10/23/2024

Window Film Depot Inc
PO Box 749444
Atlanta GA 30374-9444
United States

Bill To
Sacramento Regional Fire and EMS Communications Center
Sacramento California 95827-3006
United States

Install Location
Sacramento Regional Fire and EMS Communications Center
Sacramento California 95827-3006
United States

Client Terms	Sales Rep
	Glenn B Sullivan (949) 629-0096 glenn@windowfilmdepot.com

Description	Item	Panes			Amount
8Mil Tinted Security Film	CoolVu-Security 8M- 8M Silver 20 (CV8MS20) (60"x100')	49			$13,680.00
Attachment System	Dow 995-BL 9" 10oz (Tube)	49			$5,975.00

Estimate Total	$19,655.00

Installation Notes

Supply/install CoolVu 8mil Silver 20 (mirrored) security film
- attachment system included for 25-30% additional security and blast retention

Estimated completion time: 3 days

Thank you for considering Window Film Depot, Inc. for your project. We are proud to install the industry's best products and we take our responsibility to deliver to you on time and within budget very seriously.

Terms & Conditions:

- Estimate is valid for 90 days and it covers the scope and product spec indicated above
- If there are changes at any time, price may be adjusted
- Unless noted differently above, pricing is based on working normal business hours and having free access to the working space.
- If for any reason outside of Window Film Depot, Inc. control that estimated work cannot be completed when onsite, additional trip fee may be added.
- Pricing does not include removal of any existing film unless stated above. Removal fees may apply.
- Pricing does not include lift or scaffolding, unless indicated above. Otherwise, rental fees will apply
- Estimate is for standard lead times. If specific deadline requests are needed, please email your rep for availability. Rush fees may apply

Window Film Depot
America's Installation Pros

Estimate: **43170**
Estimate Date: **10/23/2024**

- All film products shall be installed per IWFA standards (available upon request).

- All DefenseLite and BulletShield systems shall be installed per DefenseLite Installation Standards – available upon request or @ www.defenselite.com or by calling 888.689.5502

- Window Film Depot, Inc. executes the warranty and manages any and all service issues from day one through the term of your warranty

- Window Film Depot, Inc. requests a 50% deposit upon scheduling for product procurement and invoices after completion and final walkthrough

- Normal payment terms are Net 30 and late payment fees may apply.

- All Window Film Depot, Inc. work product conforms to relevant ASTM standards for film, glass and glazing.

Thank you for the opportunity to earn your business!

Please contact your rep for any questions or if the project is approved.

Estimate approved by: ______________________ **Signature:** ______________________________ **Date:** ______________

Sacramento Regional Fire/EMS Communications Center
10230 Systems Parkway, Sacramento, CA 95827-3006
www.srfecc.ca.gov

STAFF REPORT (24-27)

DATE: November 12, 2023

TO: Board of Directors

FROM: Derek Parker, Chief Executive Director

BY: Marissa Shmatovich, Administration Manager

SUBJECT: LAPTOP PACKAGE PURCHASE

RECOMMENDATION

The Center recommends:

1. Approve Dell Quote for 8 replacement laptops for $11,299.53.

BACKGROUND/ANALYSIS:

The Center is systematically replacing aging hardware and preparing to support additional staff and training needs with an interest in ensuring product support, reliability, and responsiveness. The Center is acquiring additional laptops for incoming administrative staff, training resources, and redundancy.

FINANCIAL ANALYSIS

The Dell laptop quote of $11,299.53 is a budgeted CIP expenditure, falling below the allotted $12,000 for laptop package in FY24/25 with no unanticipated fiscal impacts. The Center obtained multiple quotes in accordance with board policy 3.017 – Procurement and made a recommendation based on budgetary constraints and fiscal responsibility.

This request is in alignment and support the 2030 Strategic Blueprint and Growth Strategy focus area:

- 4C: Invest in the Center's long-term facility, technology and communication needs and a modern disaster recovery site.

Should you have any questions, please contact me prior to the Board meeting.

Marissa Shmatovich

MARISSA SHMATOVICH
ADMINISTRATION MANAGER

Attachments –
Dell Quote 3000182951581.1
CDW Quote PDVT997
Launch Quote 2024- *

Your quote is ready for purchase.

Complete the purchase of your personalized quote through our secure online checkout before the quote expires on **Dec. 05, 2024**.

You can download a copy of this quote during checkout.

Place your order

Quote No.	**3000182951581.1**	Sales Rep	Bobby Danielson
Total	**$11,299.53**	Phone	1(800) 4563355, 7239907
Customer #	145231182	Email	B_Danielson@Dell.com
Quoted On	Nov. 05, 2024	**Billing To**	ACCOUNTS PAYABLE SACRAMENTO REGIONAL FIRE 10230 SYSTEMS PKWY SACRAMENTO, CA 95827-3006
Expires by	Dec. 05, 2024		
Deal ID	28405828		

Message from your Sales Rep

Please use the Order button to securely place the order with your preferred payment method online. You may contact your Dell sales team if you have any questions. Thank you for shopping with Dell.

Regards,
Bobby Danielson

Shipping Group

Shipping To	**Shipping Method**
BRAD DORSETT SACRAMENTO REGIONAL FIRE 10230 SYSTEMS PARKWAY SACRAMENTO REGIONAL FIRE SACRAMENTO, CA 95827 (916) 365-6238	Standard Delivery

Product	Unit Price	Quantity	Subtotal
Dell Latitude 5550	**$1,305.89**	**8**	**$10,447.12**

*DELL PAYMENT SOLUTIONS: FLEXIBILITY TO DEPLOY THE TECHNOLOGY YOU NEED NOW^*

Subtotal:	**$10,447.12**
Shipping:	**$0.00**
Environmental Fee:	**$40.00**
Non-Taxable Amount:	**$1,202.48**
Taxable Amount:	**$9,284.64**
Estimated Tax:	**$812.41**
Total:	**$11,299.53**

Special Financing Offers Available
Learn more about Dell Business Credit offers

Shipping Group Details

Shipping To	Shipping Method
BRAD DORSETT SACRAMENTO REGIONAL FIRE 10230 SYSTEMS PARKWAY SACRAMENTO REGIONAL FIRE SACRAMENTO, CA 95827 (916) 365-6238	Standard Delivery

	Unit Price	Quantity	Subtotal
Dell Latitude 5550 Estimated delivery if purchased today: Nov. 19, 2024	**$1,305.89**	**8**	**$10,447.12**

Description	SKU	Unit Price	Quantity	Subtotal
Dell Latitude 5550 BTX Base	210-BLMN	-	8	-
Intel(R) Core(TM) Ultra 7 155U (12 MB cache, 12 cores, 14 threads, up to 4.8 GHz)	379-BFPD	-	8	-
Windows 11 Pro, English, Brazilian Portuguese PT-BR, French, Spanish	619-ARSB	-	8	-
Activate Your Microsoft 365 For A 30 Day Trial	658-BCSB	-	8	-
Assembly Base MTL 5550	338-CNRG	-	8	-
Integrated Intel graphics for Intel Core Ultra 7 155U processor	338-CNRM	-	8	-
Latitude 5550 Bottom Door, MTL U15	321-BKTQ	-	8	-
Intel Rapid Storage Technology Driver	409-BCXY	-	8	-
Intel vPro Management Disabled	631-BBSQ	-	8	-
16 GB: 2 x 8 GB, DDR5, 5600 MT/s (5200 MT/s with 13th Gen Intel Core processors)	370-BBTL	-	8	-
512 GB, M.2 2230, TLC, Gen 4 PCIe NVMe, SSD	400-BRFW	-	8	-
15.6", FHD 1920x1080, 60Hz, IPS, Non-Touch, AG, 250 nit, 45% NTSC, FHD Cam	391-BJHB	-	8	-
English US backlit AI hotkey keyboard with numeric keypad, 99-key	583-BLNH	-	8	-
Intel AX211 WLAN Driver	555-BKQC	-	8	-
Intel Wi-Fi 6E (6 where 6E unavailable) AX211, 2x2, 802.11ax, Bluetooth 5.3 wireless card	555-BKLQ	-	8	-
3-cell, 54 Wh, ExpressCharge Capable, ExpressCharge Boost Capable	451-BDGX	-	8	-
65W AC adapter, USB Type-C, EcoDesign	492-BDMN	-	8	-
No Security	346-BKLV	-	8	-
E4 Power Cord 1M for US	537-BBDO	-	8	-
Latitude 5550 Quick Start Guide	340-DMNY	-	8	-
SERI Guide (ENG/FR/Multi)	340-AGIK	-	8	-
ENERGY STAR Qualified	387-BBPC	-	8	-
Fixed Hardware Configuration	998-GXFZ	-	8	-
Dell Additional Software	658-BFQB	-	8	-
BTS MTL 65W ADPT	340-DMLZ	-	8	-
Intel Core Ultra 7 Non-vPro Label	389-FGSP	-	8	-

POD Label	389-EDJB	-	8	-
FHD HDR RGB Camera, TNR, Camera Shutter, Microphone	319-BBKK	-	8	-
EPEAT 2018 Registered (Gold)	379-BDZB	-	8	-
Mail In Service 12 Months	709-BBRC	-	8	-
ProSupport and Next Business Day Onsite Service Extension, 24 Month(s)	199-BIQI	-	8	-
ProSupport and Next Business Day Onsite Service Initial, 12 Month(s)	199-BIQJ	-	8	-

Subtotal:	**$10,447.12**
Shipping:	**$0.00**
Environmental Fee:	**$40.00**
Estimated Tax:	**$812.41**
Total:	**$11,299.53**

Important Notes

Terms of Sale

This Quote will, if Customer issues a purchase order for the quoted items that is accepted by Supplier, constitute a contract between the entity issuing this Quote ("Supplier") and the entity to whom this Quote was issued ("Customer"). Unless otherwise stated herein, pricing is valid for thirty days from the date of this Quote. All product, pricing and other information is based on the latest information available and is subject to change. Supplier reserves the right to cancel this Quote and Customer purchase orders arising from pricing errors. Taxes and/or freight charges listed on this Quote are only estimates. The final amounts shall be stated on the relevant invoice. Additional freight charges will be applied if Customer requests expedited shipping. Please indicate any tax exemption status on your purchase order and send your tax exemption certificate to Tax_Department@dell.com or ARSalesTax@emc.com, as applicable.

Governing Terms: This Quote is subject to: (a) a separate written agreement between Customer or Customer's affiliate and Supplier or a Supplier´s affiliate to the extent that it expressly applies to the products and/or services in this Quote or, to the extent there is no such agreement, to the applicable set of Dell's Terms of Sale (available at www.dell.com/terms or www.dell.com/oemterms), or for cloud/as-a-Service offerings, the applicable cloud terms of service (identified on the Offer Specific Terms referenced below); and (b) the terms referenced herein (collectively, the "Governing Terms"). Different Governing Terms may apply to different products and services on this Quote. The Governing Terms apply to the exclusion of all terms and conditions incorporated in or referred to in any documentation submitted by Customer to Supplier.

Supplier Software Licenses and Services Descriptions: Customer's use of any Supplier software is subject to the license terms accompanying the software, or in the absence of accompanying terms, the applicable terms posted on www.Dell.com/eula. Descriptions and terms for Supplier-branded standard services are stated at www.dell.com/servicecontracts/global or for certain infrastructure products at www.dellemc.com/en-us/customer-services/product-warranty-and-service-descriptions.htm.

Offer-Specific, Third Party and Program Specific Terms: Customer's use of third-party software is subject to the license terms that accompany the software. Certain Supplier-branded and third-party products and services listed on this Quote are subject to additional, specific terms stated on www.dell.com/offeringspecificterms ("Offer Specific Terms").

In case of Resale only: Should Customer procure any products or services for resale, whether on standalone basis or as part of a solution, Customer shall include the applicable software license terms, services terms, and/or offer-specific terms in a written agreement with the end-user and provide written evidence of doing so upon receipt of request from Supplier.

In case of Financing only: If Customer intends to enter into a financing arrangement ("Financing Agreement") for the products and/or services on this Quote with Dell Financial Services LLC or other funding source pre-approved by Supplier ("FS"), Customer may issue its purchase order to Supplier or to FS. If issued to FS, Supplier will fulfill and invoice FS upon confirmation that: (a) FS intends to enter into a Financing Agreement with Customer for this order; and (b) FS agrees to procure these items from Supplier. Notwithstanding the Financing Agreement, Customer's use (and Customer's resale of and the end-user's use) of these items in the order is subject to the applicable governing agreement between Customer and Supplier, except that title shall transfer from Supplier to FS instead of to Customer. If FS notifies Supplier after shipment that Customer is no longer pursuing a Financing Agreement for these items, or if Customer fails to enter into such Financing Agreement within 120 days after shipment by Supplier, Customer shall promptly pay the Supplier invoice amounts directly to Supplier.

Customer represents that this transaction does not involve: (a) use of U.S. Government funds; (b) use by or resale to the U.S. Government; or (c) maintenance and support of the product(s) listed in this document within classified spaces. Customer further represents that this transaction does not require Supplier's compliance with any statute, regulation or information technology standard applicable to a U.S. Government procurement.

For certain products shipped to end users in California, a State Environmental Fee will be applied to Customer's invoice. Supplier encourages customers to dispose of electronic equipment properly.

Electronically linked terms and descriptions are available in hard copy upon request.

^DELL BUSINESS CREDIT (DBC): Offered to business customers by WebBank, who determines qualifications for and terms of credit. Taxes, shipping and other charges are extra and vary. The Total Minimum Payment Due is the greater of either $20 or 3% of the New Balance shown on the statement rounded up to the next dollar, plus all past due amounts. Dell and the Dell logo are trademarks of Dell Inc.

Thank you for choosing CDW. We have received your quote.

Hardware Software Services IT Solutions Brands Research Hub

QUOTE CONFIRMATION

KERRY KIER,

Thank you for considering CDW•G for your technology needs. The details of your quote are below. **If you are an eProcurement or single sign on customer, please log into your system to access the CDW site.** You can search for your quote to retrieve and transfer back into your system for processing.

For all other customers, click below to convert your quote to an order.

Convert Quote to Order

QUOTE #	QUOTE DATE	QUOTE REFERENCE	CUSTOMER #	GRAND TOTAL
PDVT997	11/6/2024	DELL LAPTOPS	3319832	$12,767.10

IMPORTANT - PLEASE READ

Fees applied to item(s): 7883082

QUOTE DETAILS

ITEM	QTY	CDW#	UNIT PRICE	EXT. PRICE
Dell Latitude 5550 - AI Ready - 15.6" - Intel Core Ultra 7 - 155U - 16 GB R Mfg. Part#: VFR3R Contract: Sourcewell 121923-CDWG Tech Catalog (121923)	8	7883082	$1,233.00	$9,864.00
Dell Upgrade from 1Y Next Business Day to 3Y ProSupport - extended service Mfg. Part#: 824-7874 Electronic distribution - NO MEDIA Contract: Sourcewell 121923-CDWG Tech Catalog (121923)	8	5535367	$250.00	$2,000.00

RECYCLING FEE DETAILS

ITEM	QTY	CDW#	UNIT PRICE	EXT. PRICE
RECYCLING FEE 15" TO LESS THAN 35" Fee Applied to Item: 7883082	8	654810	$5.00	$40.00

SUBTOTAL	$11,864.00
SHIPPING	$0.00
RECYCLING FEE	$40.00
SALES TAX	$863.10
GRAND TOTAL	$12,767.10

PURCHASER BILLING INFO	DELIVER TO

Billing Address:
SAC REG FIRE COM CTR
ACCTS PAYABLE
10230 SYSTEMS PKWY
SACRAMENTO, CA 95827-3006
Phone: (916) 228-3059
Payment Terms: Net 30 Days-Govt State/Local

Shipping Address:
SAC REG FIRE COM CTR
KERRY KIER
10230 SYSTEMS PKWY
SACRAMENTO, CA 95827-3006
Phone: (916) 228-3059
Shipping Method: UPS Ground (2-3 days)

Please remit payments to:

CDW Government
75 Remittance Drive
Suite 1515
Chicago, IL 60675-1515

Sales Contact Info

Jeff Butchko | (877) 853-0557 | jeffbut@cdwg.com

Need Help?

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This order is subject to CDW's Terms and Conditions of Sales and Service Projects at
http://www.cdwg.com/content/terms-conditions/product-sales.aspx
For more information, contact a CDW account manager.

CITY OF
FOLSOM
DISTINCTIVE BY NATURE

October 29, 2024

Derek Parker, Chief Executive Director
Sacramento Regional Public Safety Communications Center
10230 Systems Parkway
Sacramento, CA 95827-3007

Dear Chief Parker,

Effective December 1, 2024, please remove Assistant Chief Chad Wilson as our primary representative to the Sacramento Regional Public Safety Communications Center Joint Powers Authority Governing Board. His replacement will be Assistant Chief Matt McGee, who is currently serving as the alternate. Assistant Chief Brian Beck will be assigned as the alternate representative on the Governing Board.

Should you need any further information, please contact me at 916-461-6010.

Sincerely,

Elaine Andersen
City Manager

cc: Fire Chief Ken Cusano
Assistant Chief Matt McGee
Assistant Chief Brian Beck