

**REPORT/RECOMMENDATION TO THE BOARD OF SUPERVISORS
OF SAN BERNARDINO COUNTY
AND RECORD OF ACTION**

**REPORT/RECOMMENDATION TO THE BOARD OF DIRECTORS
OF THE SAN BERNARDINO COUNTY FIRE PROTECTION DISTRICT
AND RECORD OF ACTION**

June 28, 2022

FROM

ENSEN MASON, Auditor-Controller/Treasurer/Tax Collector

DAN MUNSEY, Fire Chief/Fire Warden, San Bernardino County Fire Protection District

SUBJECT

Temporary Transfer of Funds – San Bernardino County Fire Protection District

RECOMMENDATION(S)

1. Acting as the governing body of San Bernardino County:
 - a. Approve and adopt the recommendation of the Auditor-Controller/Treasurer/Tax Collector for temporary transfer of funds to the San Bernardino County Fire Protection District in the total amount of \$47,020,682, as listed on Attachment A.
 - b. Adopt **Resolution No. 2022-160** pertaining to the temporary transfer of funds to the San Bernardino County Fire Protection District, as listed on Attachment A.
2. Acting as the governing body of the San Bernardino County Fire Protection District:
 - a. Adopt **Resolution No. 2022-161** approving request for the temporary transfer of funds to the San Bernardino County Fire Protection District in the total amount of \$47,020,682, as listed on Attachment A.
 - b. Adopt **Resolution No. 2022-162** authorizing:
 - i. The temporary borrowing between funds of the San Bernardino County Fire Protection District.
 - ii. The Fire Warden/Fire Chief or Deputy Chief to approve actual inter-fund transfers processed between the funds subject to any actual transfer of funds pursuant to this Resolution being ratified by the Board of Directors as soon as practicable.
 - c. Adopt **Resolution No. 2022-163** confirming that all San Bernardino County Fire Protection District funds are, or when available will be, solely in the custody of the San Bernardino County Treasurer.

(Presenter: Tori Roberts, Assistant Auditor-Controller/Treasurer/Tax Collector, 382-7005)

COUNTY AND CHIEF EXECUTIVE OFFICER GOALS & OBJECTIVES

Operate in a Fiscally-Responsible and Business-Like Manner.

Pursue County Goals and Objectives by Working with Other Agencies and Stakeholders.

FINANCIAL IMPACT

Approval of this item will not result in the use of additional Discretionary General Funding (Net County Cost). Approval of the temporary transfer of funds (TTF) to the San Bernardino County

**Temporary Transfer of Funds - San Bernardino County Fire Protection
District
June 28, 2022**

Fire Protection District (District) will result in \$47,020,682 of pooled funds of the San Bernardino County (County) Treasury being unavailable for County use. The funds will begin to be repaid after the first property tax apportionment in November 2022, with full repayment by April 24, 2023.

BACKGROUND INFORMATION

The District and its four regional service zones depend on property tax revenues as a major source of revenue and cash flow. Receipt of these revenues does not begin until late November or early December of each fiscal year. In order to meet the cash flow requirements of payroll and other operating expenses, the District's regional service zones require a TTF in anticipation of the receipt of property tax revenues.

The Auditor-Controller/Treasurer/Tax Collector (ATC) has received a request from the District for a TTF, in accordance with the provisions of Article XVI, Section 6, of the California Constitution and Section 23010 of the California Government Code. These provisions authorize the County Treasurer, upon approval by the Board of Supervisors, to execute a TTF to allow a district to meet its obligations. The provisions require the District to pay interest on all funds borrowed at the same rate that the County applies to funds of the District on deposit with the County, and to maintain all District funds in the County's custody.

The District has requested a TTF to be distributed among its four regional services zones totaling \$47,746,189, as detailed on Attachment A. ATC has considered several factors, including each zone's deepest projected cash deficit and the anticipated property tax revenue that will accrue to each zone in arriving at its recommendation. Upon review of the District's cash needs, ATC finds the District to have satisfactorily demonstrated a reasonable need for a TTF totaling \$47,020,682, representing approximately 54% of the District's total property tax revenue anticipated among its zones for 2022-23. The District has previously requested and received a TTF in the amount of \$47,670,259 for fiscal year 2021-22, approved by the Board of Supervisors on June 22, 2021 (Item No. 122).

As required by Government Code Section 23010, the TTF does not exceed 85% of the District's anticipated property tax revenue for the fiscal year and shall be repaid before any other obligations for the zones are paid. Full repayment shall be made no later than April 24, 2023, from property tax apportionments, unless the District initiates payment from another revenue source earlier.

PROCUREMENT

Not applicable.

REVIEW BY OTHERS

This item has been reviewed by County Counsel (Kristina M. Robb, Principal Assistant County Counsel, and Scott Runyan, Principal Assistant County Counsel; 387-5455) on May 25, 2022 and June 3, 2022, respectively; County Fire (Cory Nelson, Deputy Fire Chief of Business Operations, 387-5912) on June 1, 2022; Finance (Carl Lofton, 387-5404, and Tom Forster, 387-4635; Administrative Analysts) on June 14, 2022; and County Finance and Administration (Paloma Hernandez-Barker, Deputy Executive Officer, 387-5423) on June 14, 2022.

Temporary Transfer of Funds - San Bernardino County Fire Protection District
June 28, 2022

Record of Action of the Board of Supervisors
San Bernardino County

Record of Action of the Board of Directors
San Bernardino County Fire Protection District

APPROVED (CONSENT CALENDAR)

Moved: Janice Rutherford Seconded: Col. Paul Cook (Ret.)
Ayes: Col. Paul Cook (Ret.), Janice Rutherford, Dawn Rowe, Joe Baca, Jr.
Absent: Curt Hagman

Lynna Monell, CLERK OF THE BOARD/SECRETARY

BY  _____
DATED: June 28, 2022



cc: w/Resolution
 File - Auditor-Controller/Treasurer/Tax Collector w/attach
 File - SDD/SBCFPD w/attach
CCM 07/27/2022