

# **VALLEY CENTER FIRE PROTECTION DISTRICT**



**BOARD OF DIRECTORS' REGULAR MEETING  
VCMWD Board Room**

**Zoom Meeting ID: 859 712 4912  
Pass Code: 185394**

**with Live Stream to  
VCFPD Facebook Page for COVID-19 Prevention**

**Thursday – December 15, 2022 at 6:00 p.m.**

**Valley Center Fire Protection District Board of Directors**

**REGULAR MEETING AGENDA**

**December 15, 2022 / 6:00 p.m.**

**This Meeting will be cast on Zoom**

**Join Zoom Meeting**

**<https://us02web.zoom.us/j/8597124912?pwd=Rm9KR0dSZWYyMml0ZGtvcGJsU29VZz09>**

**Meeting ID: 859 712 4912**

**Passcode: 185394**

**One tap mobile**

**+16699009128,,8597124912#,,,,,0#,,185394# US (San Jose)**

**Dial by your location**

**+1 669 900 9128 US (San Jose)**

**Access Number: 859 712 4912**

**Pass Code: 185394**

**For COVID-19 Prevention**

**with Live Stream to VCFPD Facebook Page**

**Valley Center Municipal Water District Board Room**

**29300 Valley Center Rd Valley Center, CA 92082**

**1. CALL TO ORDER**

**2. ROLL CALL**

**3. PLEDGE OF ALLEGIANCE**

**4. SEATING OF NEW DIRECTORS AND ADMINISTRATION OF OATH OF OFFICE**

**5. ELECTION OF OFFICERS**

**6. PUBLIC COMMENT**

*Any member of the Public may speak on any matter that is not on the Agenda. However, under State law, no decisions or actions can be taken and any such matters will be referred to the next meeting. Members of the public may address the Board during public comment by "Raising their hand" in Zoom, then type their comments or questions in the Chat Box and may indicate if they wish to address a particular agenda item, or if they wish to make a general comment on a matter within the subject matter jurisdiction of the District. The President will call on the member of the public at the appropriate time and allow the member of the public to provide live comment. The District limits each speaker to 5 minutes per topic and 20 minutes per subject.*

**7. PROCLAMATIONS AND PRESENTATIONS**

Presentation by Mike Zizzi from Leaf & Cole - Audit Report

**8. CONSENT CALENDAR**

*All items listed on the Consent Calendar listed as Consent Items are considered routine and will be enacted in one motion. There will be no separate discussion of these items prior to the Board action on the motion, unless members of the Board, Staff or public request specific items be removed from the Consent Calendar from the Board Agenda for discussion.*

A. Approve Board Meeting Minutes on the Regular Meeting November 17, 2022

**Standing Item – Review and Approve**

B. Proposal to adopt Resolution NO 2022-59 (Calle De Ensueno) on Intention to Annex Territory to CFD 2008-1

**Review and Approve**

**9. STAFF REPORTS**

- A. Fire Chief's Report
- B. Operations Division Report
- C. Fire Station Project Monthly Update
- D. Community Risk Reduction Division Report
- E. Valley Center Firefighters Association Report

**10. OLD BUSINESS**

None

**11. NEW BUSINESS**

- A. Public Hearing on Petition for Annexation of Territory to CFD 2008-01 and related matters, proposal to adopt Resolution NO. 2022-60 (Palos Tierra).
- B. Approve 2021-2022 Financial Audit Report by Leaf & Cole, LLP.

**12. TREASURER'S REPORT**

Review of Fiscal Recap for November 2022

**13. CLOSED SESSION**

Personnel Matters

- A. 54957.7. *Announcement prior to Closed Session:*

- (a) *Prior to holding any closed session, the legislative body of the local agency shall disclose, in an open meeting, the item or items to be discussed in the closed session. The disclosure may take the form of a reference to the item or items as they are listed by number or letter on the agenda. In the closed session, the legislative body may consider only those matters covered in its statement. Nothing in this section shall require or authorize a disclosure of information prohibited by state or federal law.*
- (b) *After any closed session, the legislative body shall reconvene into open session prior to adjournment and shall make any disclosures required by Section 54957.1 of action taken in the closed session.*
- (c) *The announcements required to be made in open session pursuant to this section may be made at the location announced in the agenda for the closed session, as long as the public is allowed to be present at that location for the purpose of hearing the announcements.*

**14. ANNOUNCEMENT OF CLOSED SESSION ACTIONS**

**15. BOARD OF DIRECTORS COMMENTS**

**16. ADJOURNMENT**

*Upon request, this agenda will be made available in appropriate alternative formats to persons with disabilities, as required by Section 202 of the Americans with Disabilities Act of 1990. Any person with a disability who requires a modification or accommodation in order to participate in a meeting should direct such request to the Board Secretary at (760) 751-7600, at least 48 hours before the meeting, if possible*

**NEXT REGULAR MEETING – January 19, 2023**

**CONSENT CALENDAR**

**BOARD OF DIRECTORS' PACKET**

**VALLEY CENTER FIRE PROTECTION DISTRICT**



**Minutes  
Of A Regular Meeting  
Of the Board of Directors of  
Valley Center Fire Protection District  
November 17, 2022 / 6:00 p.m.**

Valley Center Municipal Water District Board Room  
29300 Valley Center Rd.  
Valley Center, CA 92082

This Meeting was cast on Zoom with Live Stream to VCFPD Facebook Page  
For COVID-19 Prevention

1. Call to Order at 6:00 p.m.
2. Roll Call:  
Gina Roberts – Present – Zoom  
Mike O'Connor – Present - Zoom  
Charlotte Seaborne – Present  
Phil Bell – Present  
Steve Hutchison – Present
3. Pledge of Allegiance – led by Chief Napier
4. A proposal was made for Consideration to Approve Resolution NO. 2022-56 continuing to Implement Teleconferencing Requirements During a Proclaimed State of Emergency Under Government Code Section 54953. After motion made and seconded and a roll call vote, Resolution 2022-56 was unanimously approved by the Board.
5. Public Comment – None
6. Proclamations and Presentations – A badge pinning ceremony was held, Chief Napier administered the oath of office for newly promoted captain, Chris Robinson and Engineers Richard Bastien, Elfego Covarrubias, Christian D'Agostino and Rodney Ewing.
7. Consent Calendar – The consent calendar, containing the minutes from the Regular Meeting October 20, 2022 and Resolution NO 2022-58 (Palos Tierra) on Intention to Annex Territory to CFD 2008-1, after motion made and seconded, and a roll call vote, was approved unanimously by Directors O'Connor, Roberts, Hutchison, Bell and Seaborne.
8. Staff Reports
  - A. Fire Chief's Report – Chief Napier presented the month's activities.

- B. Operations Division Report – was also presented by Chief Napier.
- C. Fire Station Project Monthly Update – Chief Napier presented the update. After a discussion was held, the Board voted to have Director Roberts join the committee that meets with the Design-Build team.
- D. Community Risk Reduction Division Report – Chief Davidson presented his report.
- E. Valley Center Firefighters Association Report – Captain Joe Basinski gave the update on the Association's activities. They continue to move forward on the membership-based web site. They have a new logo that has been incorporated into social media and making polos. December is nominations and elections. They will continue to work with administration in the meetings with the Board of Supervisors regarding tax allocations.

9. Old Business - None

10. New Business

- A. The Board held a Public Hearing on an Annexation Petition into CFD 2008-1. After the hearing, upon motion duly made and seconded, and a roll call vote, Resolution NO. 2022-57 (Santee Ln) was approved unanimously by the Board.

11. Treasurers Report – The Treasurer's Report was presented by Director Seaborne, each month she goes through the Report and financial statements with our bookkeeper. She shared with the board some of the balances that she has been tracking and encourages that they be tracked for the rest of the fiscal year. A motion was made by Director Seaborne to approve the Treasurer's Report, which was seconded by Director Hutchison, the Report was approved by a roll call vote of Directors O'Connor, Seaborne, Bell and Hutchison. Director Roberts lost connectivity at her remote location.

12. Closed Session - 7:29 pm

A Closed Session was held to discuss Personnel Matters

13. Announcement of Closed Session Actions - 8:11 pm

Director Bell announced after the closed session that there was no action taken.

14. Board of Directors Comments

Director Roberts expressed her appreciation to Chief Napier for acquiring the remarkable talent we have in the District. She appreciates the Board trusting her with the opportunity to help with the fire station.

Director O'Connor kudos to all the new guys. He hopes that Director Seaborne will be appointed to the empty spot on the Board.

Director Seaborne echoed the comments about the wonderful new group of firefighters that we pinned tonight. It's great seeing that level of quality and experience join the team. She said that it's been an awesome experience to be on the board. Her fingers are crossed that she will be able to come back.

Director Hutchison hopes we are successful in reinstating Director Seaborne.

Director Bell wished everybody a Happy Thanksgiving

15. Adjournment – 8:16 p.m.

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Regina Roberts, Secretary

**NEXT REGULAR MEETING: December 15, 2022**



RESOLUTION 2022-59

CFD 2008-1 – ANNEXATION

CALLE DE ENSUENO

185-181-26-00



**RESOLUTION NO. 2022-59**  
**A RESOLUTION OF INTENTION**  
**OF THE BOARD OF DIRECTORS OF THE VALLEY CENTER FIRE PROTECTION DISTRICT**  
**TO ANNEX TERRITORY TO COMMUNITY FACILITIES DISTRICT NO. 2008-1**  
**AND TO AUTHORIZE THE LEVY OF SPECIAL TAXES THEREIN**

WHEREAS, under the Mello-Roos Community Facilities Act of 1982, as amended (the "Act"), Chapter 2.5 of Part 1 of Division 2 of Title 5, commencing at section 53311 of the California Government Code, the Board of Directors (the "Board") of the Valley Center Fire Protection District (the "District") has conducted proceedings to establish Community Facilities District No. 2008-1 (the "CFD"), and

WHEREAS, the Board is the legislative body for the CFD and is empowered with the authority to annex territory to the CFD and now desires to undertake proceedings to annex territory to the CFD, and

WHEREAS, a petition requesting institution proceedings to annex territory to Community Facilities District No.2008-1 District has been received from landowners owning not less than 10% of the proposed land to be annexed to the CFD, and

WHEREAS, the petition dated November 29, 2022 has been found to meet the requirements of Government Code section 53319, and

WHEREAS, this Board, having received indications of interest from the owner of the areas of land proposed to be annexed to the CFD, now desires to proceed with the annexation to the CFD in order to finance the balance of the costs of certain public services and facilities necessary or incident to development in the CSD.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Valley Center Fire Protection District as follows:

1. This Board hereby finds and determines that public convenience and necessity require that territory be added to the CFD be formed and that the Board is authorized to conduct proceedings for the annexation of territory to the CFD pursuant to the Act.
2. The name of the existing CFD is "Community Facilities District No. 2008-1."
3. The territory included in the existing CFD is as shown on the map thereof filed in Book 42 of Maps of Assessment and Community Facilities Districts at Page 27 in the office of the County Recorder, County of San Diego, State of California to which map reference is hereby made for further particulars. The territory now proposed to be annexed to the CFD is as shown on Annexation Map No.2 to the CFD on file with the Clerk of the Board, the boundaries of which territory are hereby preliminarily approved and which map is incorporated in full herein by reference. The Clerk of the Board is hereby directed to record, or cause to be recorded, said map showing the territory to be annexed to the CFD in the office of the County Recorder of the County of San Diego within fifteen days of the date of adoption of this Resolution.



4. The types of services financed by the CFD and pursuant to the Act consist of those services (the "Services") described in Exhibit A to Resolution 2008-09, adopted by the Board on May 29, 2008 (the "Resolution of Formation"). It is presently intended that the Services will be shared, without preference or priority, by the existing territory in the CFD and the territory proposed to be annexed to the CFD.

5. Except to the extent that the funds are otherwise available to the CFD to pay for the Services, a special tax sufficient to pay the costs thereof is intended to be levied annually within the CFD and collected in the same manner and at the same time as ordinary *ad valorem* property taxes. The proposed rate and method of apportionment of the special tax among the parcels of real property within the CFD, as now in existence and following the annexation proposed herein, in sufficient detail to allow each landowner within the territory proposed to be annexed to the CFD to estimate the maximum amount such owner will have to pay are described in detail in Exhibit A attached to the Resolution of Formation, which by this reference is incorporated herein.

6. The Board shall hold a public hearing (the "Hearing") on the annexation of territory to the CFD and the proposed Rate and Method of Apportionment at 6 p.m., or as soon thereafter as practicable, on January 19, 2023, at the Valley Center Municipal Water District, at 29300 Valley Center Road, Valley Center, California. At the hearing, the Board will consider and finally determine whether the public interest, convenience and necessity require the annexation of territory to the CFD. Should the Board determine to annex territory to the CFD, a special election will be held to authorize the levy of the special tax in accordance with the procedures contained in Government Code section 53326. If held, the proposed voting procedure at the election is expected to be a landowner vote with each landowner of record as of the close of the Hearing having one vote for each acre of land or portion thereof owned within the territory to be annexed to the CFD. Ballots for the special election may be distributed by mail or by personal service. At the time and place set forth above for the Hearing, any interested person, including all persons owning lands or registered to vote within the proposed CFD, may appear and be heard.

7. The District may accept advances of funds or work-in-kind from any source, including, but not limited to, private persons or private entities, for any authorized purpose, including, but not limited to, paying any cost incurred by the District in the annexation of territory to the CFD. The District may enter into an agreement with the person or entity advancing the funds or work-in-kind, to repay all or a portion of the funds advanced, or to reimburse the person or entity for the value, or cost, whichever is less, of the work-in-kind, as determined by this Board, with or without interest.

8. The District Secretary is hereby directed to cause notice of the public hearing to be given by publication one time in a newspaper published in the area of the CFD. The publication shall be completed at least seven days before the date of the public hearing in Section 6. The Secretary shall also cause notice of the hearing to be given to each property owner within the CFD by first class mail, postage prepaid, to each such owner's addresses as it appears on the most recent tax records of the District or as otherwise known to the Secretary to be correct. Such mailed notice shall be completed not less than fifteen days before the date of the public hearing. Each of the notices shall be substantially in the form specified in section 53322 of the Act, with the form summarizing the provisions hereof hereby specifically approved.

9. Except as may otherwise be provided by law or by the rate and method of apportionment of the special tax for the CFD, all lands owned by any public entity, including the United States, the State of California and/or the District, or any departments or political subdivisions thereof, shall be omitted from the levy of the Special Tax to be made to cover the costs and expenses of the

Services and the CFD. In the event that a portion of the property within the CFD shall become for any reason exempt, wholly or in part, from the levy of the special tax, this Board will, on behalf of the CFD, increase the levy to the extent necessary upon the remaining property within the CFD that is not exempt in order to yield the required revenues to pay for the Services and other annual expenses of the CFD, if any, subject to the provisions of the rate and method of apportionment of the special tax.

10. The officers, employees and agents of the District are hereby authorized and directed to do any and all things and to execute and deliver any and all documents which they may deem necessary or advisable in order to carry out, give effect to and comply with the terms and intent of this resolution.

PASSED AND ADOPTED by the Board of Directors of the Valley Center Fire Protection District on the 15<sup>th</sup> day of December, 2022 by the following vote:

Ayes:

Noes:

Absent:

Abstain:

ATTEST:

\_\_\_\_\_  
President, Board of Directors

\_\_\_\_\_  
Secretary, Board of Directors

## **STAFF REPORTS**

## **BOARD OF DIRECTORS' PACKET**

## **VALLEY CENTER FIRE PROTECTION DISTRICT**



# **VALLEY CENTER FIRE PROTECTION DISTRICT**

28234 Lilac Road, Valley Center, CA 92082  
(760) 751-7600 Fax (760) 749-3892  
Website: [vcfpd.org](http://vcfpd.org)



December 15, 2022

## **Fire Chief's Report Valley Center Fire Protection District Board**

1. The Valley Center Fire Department had a busy month with Emergency Incidents, Station Tours, Community Meetings, Christmas in the Valley, Training, Apparatus and Facilities Projects
2. ALS Program: Certifying New BLS Instructors
3. Operational Area Update: Confined Space Rescue
4. Local and Regional Training: Confined Space Rescue, hosted by Valley Center Fire and the Water District
5. Cal Fire Valley Center Battalion: Station 71 will staff with 1 type 3 engine through the winter months.
6. Law Enforcement / Fire /Tribal Interagency Operations: New Sign at Fire Station 2.
7. Fire Station 3 Development: Plans on schedule for review by the County and estimates for review.

Valley Center Fire Station 1  
28234 Lilac Road  
Valley Center, CA 92082

Valley Center Fire Station 2  
28205 N. Lake Wohlford Road  
Valley Center, CA 92082

## VCFPD OPERATIONAL REPORT: November, 2022

### Monthly Incident Data:

	VCFPD Station 1 E161	VCFPD Station 2 E162	VCFPD Station 2 OES WT	VCFPD Station 2 RS162	VCFPD Admin Command	VCFPD Admin Prevention	Auto Aid Received	Auto Aid Given	Total Incidents	Turnout Time	Travel Time	Response Time
	Total Incidents	Total Incidents	Total Incidents	Total Incidents	Total Incidents	Total Incidents	Total Incidents	Total Incidents	Total VCFPD Incidents	90 <sup>th</sup> Percentile	90 <sup>th</sup> Percentile	90 <sup>th</sup> Percentile
JAN	99	45	3	71	7	1	44	35	174	0:02:14	0:09:42	0:11:18
FEB	94	50	2	83	6	2	31	32	177	0:02:02	0:14:10	0:15:07
MAR	112	80	2	89	14	2	42	36	202	0:02:14	0:11:52	0:13:31
APR	114	51	1	59	19	4	51	29	183	0:01:57	0:12:01	0:13:37
MAY	120	62	1	71	8	2	36	37	204	0:02:26	0:11:40	0:14:05
JUN	136	58	0	96	13	3	66	27	222	0:02:04	0:10:21	0:12:04
JUL	108	46	0	73	12	2	37	24	173	0:02:09	0:11:58	0:12:38
AUG	106	51	0	74	5	4	50	31	181	0:1:58	0:12:41	0:13:10
SEP	101	68	1	78	8	4	69	32	200	0:2:03	0:12:34	0:14:00
OCT	113	49	0	75	9	3	38	28	187	0:02:15	0:13:53	0:15:47
NOV	115	56	0	89	7	3	58	32	215	0:2:22	0:13:44	0:15:19
DEC												
Last Month Incidents	113	49	0	75	9	3	38	28	187	0:02:15	0:13:53	0:15:47
2021 Year End Total	1209	535	41	801	86	25	604	358	2138	0:02:19	0:14:08	0:15:56
2022 Year to Date	1218	616	10	858	108	30	522	343	2118	0:2:22	0:13:55	0:15:22
YTD % Change										2%	-2%	-4%
Concurrent Incidents	Total Incidents	Two Concurrent Incidents	Three Concurrent Incidents	Four Concurrent Incidents	Five Concurrent Incidents	Two Concurrent Incidents	Three Concurrent Incidents	Four Concurrent Incidents	Five Concurrent Incidents			
November 2022	215	65	12	3	3	32.02%	5.91%	1.48%	1.48%			
Mercy USA	Mercy Medic 11	Mercy Medic 52	Mercy Medic 70	Mercy Medic 71	Mercy Medic 75			Total Unit Responses	Total Unit Transports	90 <sup>th</sup> Percentile Turnout	90 <sup>th</sup> Percentile Travel	90 <sup>th</sup> Percentile Response
Ambulance Responses	24	0	32	71	7			140	134	0:4:22	0:16:34	0:21:26

### Firefighters in the program: 30

- Firefighter Driver Operators: 1
- Firefighter Paramedics: 11
- Firefighter EMTs: 19
- Fire Explorers: 10

### Apparatus and Equipment:

#### **Station 1:**

- E-161 – In Service
  - C-1601 - In Service
  - C-1602 - In Service
  - P-1650 - In Service
- CP-1616 - In Service  
E169 – In Reserve  
C-1603 – In Reserve

#### **Station 2:**

- E-162 – In Service
- E-168 – In Reserve

Valley Center Fire Station 1  
28234 Lilac Road  
Valley Center, CA 92082

Valley Center Fire Station 2  
28205 N. Lake Wohlford Road  
Valley Center, CA 92082

- RS-162 – In Service

OES WT62 - In Service

**Special Training and Future Community Events:**

- Planning Group Evacuation Sub-Committee Meeting: December 29, 2022 on Zoom 6:30pm
- Valley Center Fire Safe Council: Chipping Days Pending
- Fire Department All Hands Meeting and Team Photo: Tuesday, February 7, 2023 Fire Station 1
- Fire House Sundowner and Community Dinner: February 2023 Fire Station 2
- Valley Center Road Corridor Meetings: Ongoing

**Legislative / Political Updates:**

Tax Apportionment Education Meetings TBD: District 3 Supervisor: Terra Lawson-Remer

**Grants/Awards FY-21-22:**

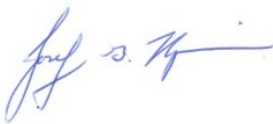
- Safer Grant Application 2022: in process
- Health and Safety Grant 2022: in process
- AFG Grant Application 2023: in process

**Significant Incidents/Station Activities:**

- Childbirth: Miller Road
- Plane Crash/Minor: Old Castle
- Vehicle Fire: Valley Center Road and Ridge Ranch Road
- Rescue TC: Woods Valley Road
- Rescue TC: Cole Grade Road
- Flooding/Public Service: Paradise Mountain Road

**Trauma Intervention Program (TIP):**

- 3 TIP responses for the month of November 2022 to Valley Center. Tip is responding directly to the scene or hospital as requested by our Fire Captains.



Josef G. Napier  
Fire Chief, Valley Center Fire Protection District

Valley Center Fire Station 1  
28234 Lilac Road  
Valley Center, CA 92082

Valley Center Fire Station 2  
28205 N. Lake Wohlford Road  
Valley Center, CA 92082

# MEMORANDUM

DATE: December 8, 2022  
TO: Joe Napier, Fire Chief, Valley Center Fire Protection District  
FROM: Robin Biglione, Biglione Construction Management  
SUBJECT: Update on Erickson-Hall Design-Build Agreement Progress

## Temporary Fire Station No. 3

During the past month design work on the Temporary Fire Station No. 3 site included:

Civil and architectural plans were developed to a point sufficient to work on the estimate of probable cost. The cost estimating process began December 2.

With the SDG&E conceptual plan, discussions began with AT&T and service providers. It was noted that if no fiber is available in the area, a T1 line will be needed.

Alerting system components will be needed for the trailers and coordination with Sound Design will occur.

The target date for plan submittal to the County is prior to the end of the year.

## Design Progress on Station 1 and 2 Remodel Work

The design sub consultants have developed remodel plans sufficient for work on the estimate of probable cost to begin.

The target date to submit the remodel plans to the County is also prior to the end of the year.

## Next Steps

1. Erickson-Hall will continue working on the estimate of probable cost and will make an effort to provide the estimate by December 13.
2. Detailed design work on the civil and architectural drawings for all three locations will continue with the goal of submitting plans to the County prior to the end of the year.





## Community Risk Reduction Division Fire Marshal's Report

November 2022

Significant Events since last report:

- Migrant Outreach Program
- Volunteer driving school

Business of Prevention in November:

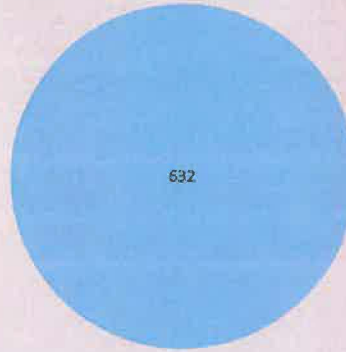
Item Name	Items Sold
3.1.1 Commercial Plans (Building or sprinkler plans and resubmittals)	1
3.1.4 Special Fire Protection Installations	1
4.16 Other Services Not Listed (Per Hour)	1
AB-38 Defensible Space inspection	2
2.2.1 New Residential or Remodel Plan Review (Any type, includes inspections)	1
2.1.1 New Residential or Remodel Plan Review (Any type, includes inspections)	6
2.1.3 Residential Fire Sprinklers NFPA 13-D or NFPA 13-R (includes 2 inspections)	5
2.3.2 Accessory Dwelling Unit Plan Review (Includes 2 Inspections)	2
2.3.3 Barns and Outbuildings under 500 sq ft and Open Walled under 1000 sq ft	1
2.3.4 Barns and Outbuildings (500 sq ft and over and under 4,000 sq ft)	1

# Park Circle / Orchard Run Development Status Report

12/05/2022

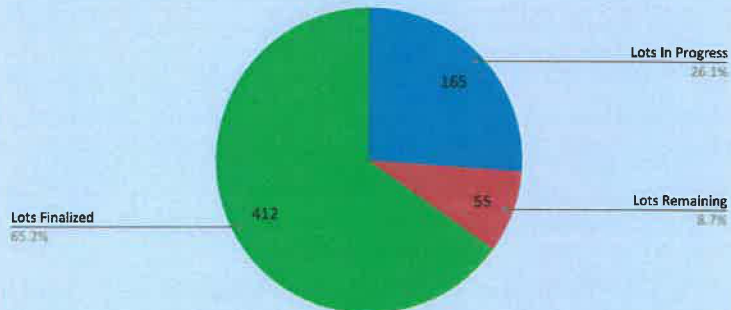
Total Lots in Project	632
Lots Sold to Developers	632
Lots Unsold	0
Lots In Progress	165
Lots Remaining	55
Lots Finalized	412
Mitigation Total	\$1,042,396.30
Mitigation Remaining	\$119,801.32
Mitigation Complete	\$922,594.98
Plan Check Total	\$376,040.00
Plan Check Remaining	\$32,725.00
Plan Check Complete	\$343,315.00

Park Circle/Orchard Run Lots



Inspections Remaining			
Hydrostatic Remaining:			182
Finals Remaining:			220
Total inspections remaining:			402
Plan Reviews and Inspections			
Month	Plan Chk	Hydro	Final
December 2020	11	3	0
January 2021	3	4	3
February 2021	16	0	0
March 2021	45	5	0
April 2021	0	9	3
May 2021	60	2	8
June 2021	19	14	6
July 2021	21	30	0
August 2021	63	18	25
September 2021	21	23	12
October 2021	36	32	4
November 2021	0	39	26
December 2021	68	29	32
January 2022	14	33	8
February 2022	21	27	35
March 2022	49	24	60
April 2022	36	22	21
May 2022	17	42	19
June 2022	7	19	25
July 2022	24	33	19
August 2022	21	19	50
September 2022	15	25	9
October 2022	0	2	22
November 2022	4	16	21
December 2022	0	0	4
January 2023			
Totals	571	470	412

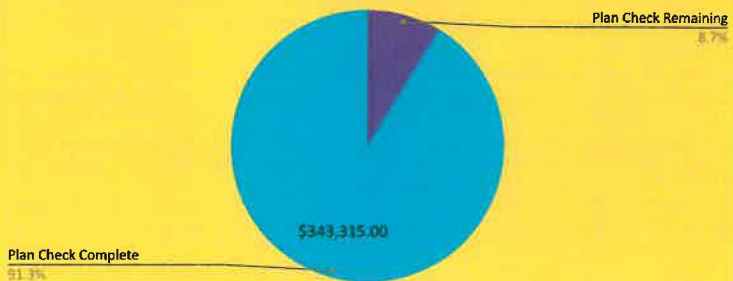
Park Circle/Orchard Run Lots in Development



Park Circle/Orchard Run Mitigation Totals



Park Circle/Orchard Run Plan Check Fees



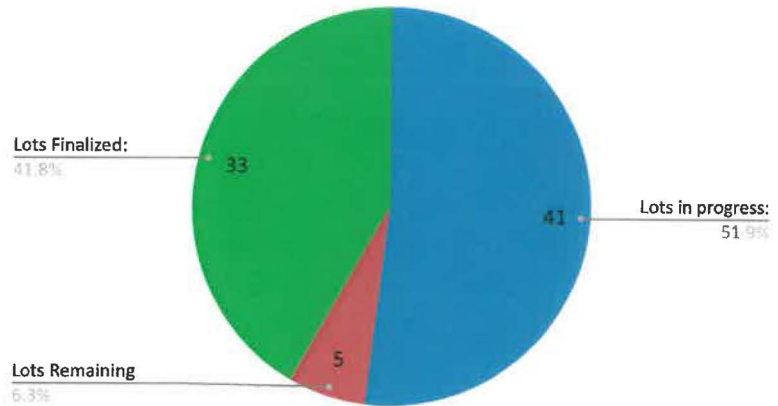


## Park Circle Development - Trailside (Beazer)

Mirar De Valle / VC Road

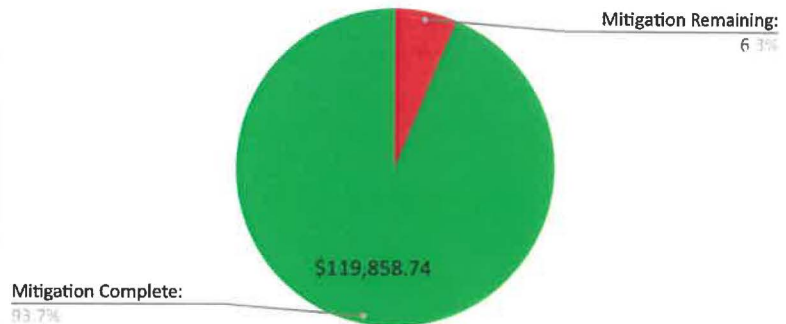
Date: 12/05/2022	
Total Lots:	79
Lots in progress:	41
Lots Remaining	5
Lots Finalized:	33
Mitigation Total:	\$127,892.32
Mitigation Remaining:	\$8,033.58
Mitigation Complete:	\$119,858.74
Plan Check Total:	\$47,005.00
Plan Check Remaining:	\$2,975.00
Plan Check Complete:	\$44,030.00

Beazer - Trailside Lots



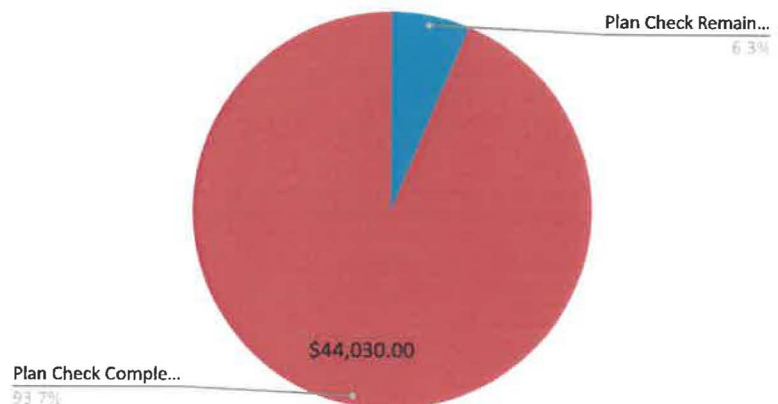
Inspections Remaining	
Hydros Remaining:	46
Finals Remaining:	46
Total:	92

Beazer Trailside Mitigation Totals



Plan Reviews and Inspections			
Month	Plan Chk	Hydro	Final
December 2020	0	0	0
January 2021	0	0	0
February 2021	0	0	0
March 2021	0	0	0
April 2021	0	0	0
May 2021	0	0	0
June 2021	0	0	0
July 2021	0	0	0
August 2021	0	0	0
September 2021	0	0	0
October 2021	5	0	0
November 2021	0	5	0
December 2021	10	0	0
January 2022	14	0	0
February 2022	0	10	0
March 2022	10	0	5
April 2022	20	8	0
May 2022	0	0	10
June 2022	0	6	0
July 2022	0	0	8
Totals	74	33	33

Beazer Trailside Plan Check Fees



# Orchard Run Development - Sundance (KB Homes)

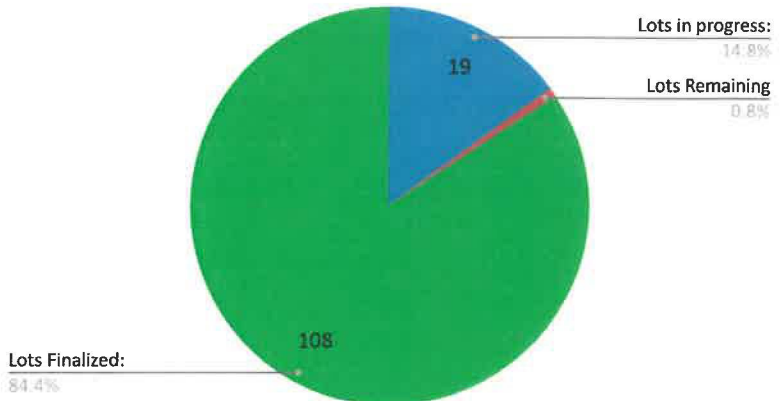
Mirar De Valle

Date: 12/05/2022	
Total Lots:	128
Lots in progress:	19
Lots Remaining	1
Lots Finalized:	108
Mitigation Total:	\$218,544.00
Mitigation Remaining:	\$1,597.32
Mitigation Complete:	\$216,946.68
Plan Check Total:	\$76,160.00
Plan Check Remaining:	\$595.00
Plan Check Complete:	\$75,565.00

Inspections Remaining	
Hydros Remaining:	9
Finals Remaining:	20
Total:	29

Plan Reviews and Inspections			
Month	Plan Chk	Hydro	Final
December 2020	0	0	0
January 2021	3	0	0
February 2021	0	0	0
March 2021	0	0	0
April 2021	0	3	0
May 2021	32	0	3
June 2021	19	0	0
July 2021	15	14	0
August 2021	0	1	14
September 2021	0	4	7
October 2021	15	13	0
November 2021	0	0	10
December 2021	17	0	7
January 2022	0	15	0
February 2022	0	4	9
March 2022	26	0	10
April 2022	0	7	0
May 2022	0	16	0
June 2022	0	6	10
July 2022	0	17	11
Totals	127	119	108

KB Lots



KB Mitigation Totals



KB Plan Check Fees



## Park Circle Development - Kyra (Meritage)

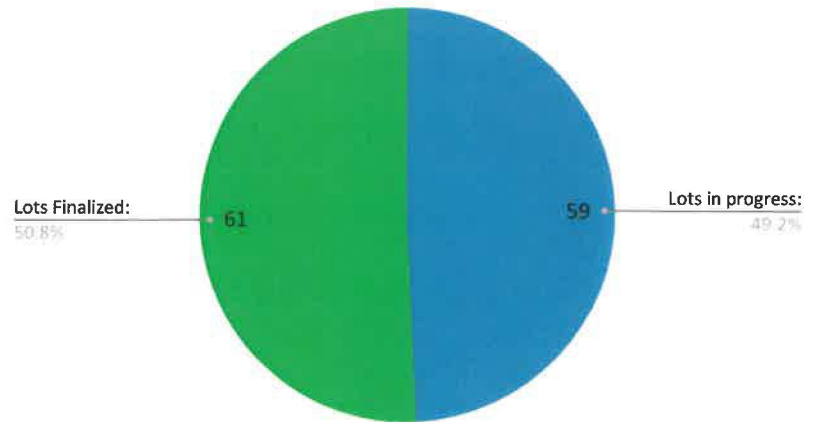
Lilac Rd / Betsworth

Date: 12/05/2022	
Total Lots:	120
Lots in progress:	59
Lots Remaining	0
Lots Finalized:	61
Mitigation Total:	\$203,004.06
Mitigation Remaining:	\$0.00
Mitigation Complete:	\$203,004.06
Plan Check Total:	\$71,400.00
Plan Check Remaining:	\$0.00
Plan Check Complete:	\$71,400.00

Inspections Remaining	
Hydros Remaining:	34
Finals Remaining:	59
Total:	93

Plan Reviews and Inspections			
Month	Plan Chk	Hydro	Final
December 2020	0	0	0
January 2021	0	0	0
February 2021	0	0	0
March 2021	0	0	0
April 2021	0	0	0
May 2021	2	0	0
June 2021	0	0	0
July 2021	0	0	0
August 2021	30	0	0
September 2021	0	2	0
October 2021	0	0	0
November 2021	0	15	0
December 2021	22	10	0
January 2022	0	5	2
February 2022	14	0	10
March 2022	0	0	20
April 2022	0	2	0
May 2022	0	10	0
June 2022	7	4	0
July 2022	24	12	0
Totals	120	86	61

Meritage (Kyra) Lots



Meritage (Kyra) Mitigation Totals



Meritage (Kyra) Plan Check Fees





# Orchard Run Development - Seasons (Richmond-American Homes)

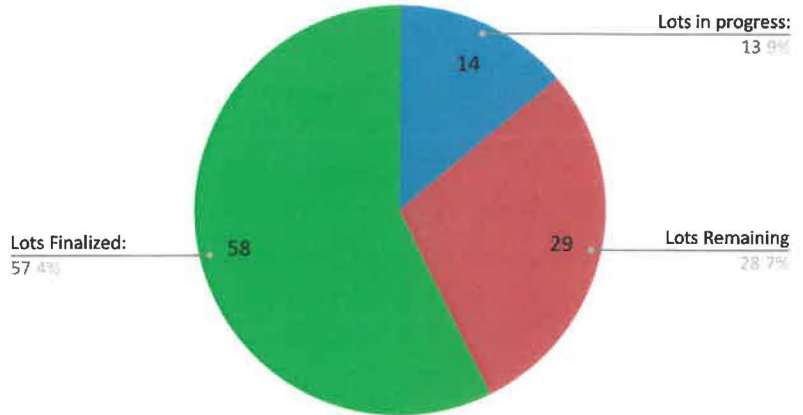
Mirar De Valle

Date: 12/05/2022	
Total Lots:	101
Lots in progress:	14
Lots Remaining	29
Lots Finalized:	58
Mitigation Total:	\$191,183.66
Mitigation Remaining:	\$53,379.14
Mitigation Complete:	\$137,804.52
Plan Check Total:	\$60,095.00
Plan Check Remaining:	\$17,255.00
Plan Check Complete:	\$42,840.00

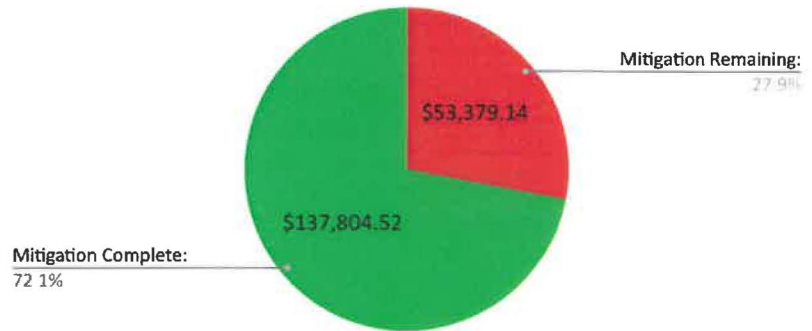
Inspections Remaining	
Hydos Remaining:	45
Finals Remaining:	43
Total:	88

Plan Reviews and Inspections			
Month	Plan Chk	Hydro	Final
December 2020	0	0	0
January 2021	0	0	0
February 2021	0	0	0
March 2021	0	0	0
April 2021	0	0	0
May 2021	3	0	0
June 2021	0	0	0
July 2021	6	0	0
August 2021	0	0	3
September 2021	16	3	0
October 2021	0	0	0
November 2021	0	3	3
December 2021	13	0	0
January 2022	0	4	0
February 2022	0	4	4
March 2022	13	8	4
April 2022	0	5	4
May 2022	17	10	3
June 2022	0	2	5
July 2022	0	4	0
Totals	72	56	58

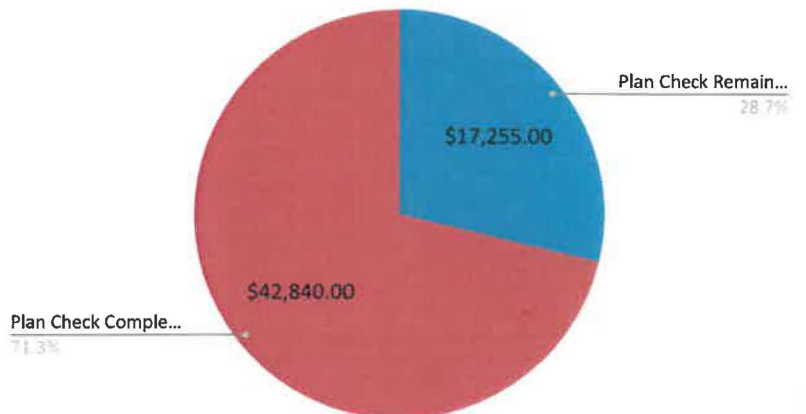
Richmond American Lots



Richmond American Mitigation Totals



Richmond American Plan Check Fees



# Orchard Run Development - Wildflower Multifamily (Infill Development)

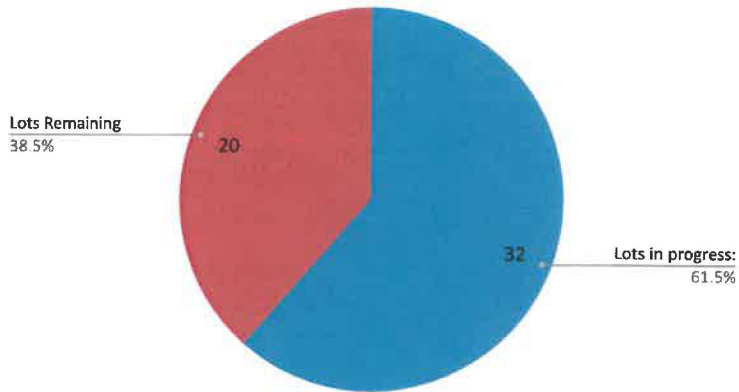
Mirar De Valle

Date: 12/05/2022	
Total Lots:	52
Lots in progress:	32
Lots Remaining	20
Lots Finalized:	0
Mitigation Total:	\$56,791.28
Mitigation Remaining:	\$56,791.28
Mitigation Complete:	\$0.00
Plan Check Total:	\$30,940.00
Plan Check Remaining:	\$11,900.00
Plan Check Complete:	\$19,040.00

Inspections Remaining	
Hydros Remaining:	48
Finals Remaining:	52
Total:	100

Plan Reviews and Inspections			
Month	Plan Chk	Hydro	Final
December 2020	0	0	0
January 2021	0	0	0
February 2021	0	0	0
March 2021	0	0	0
April 2021	0	0	0
May 2021	0	0	0
June 2021	0	0	0
July 2021	0	0	0
August 2021	0	0	0
September 2021	0	0	0
October 2021	16	4	0
November 2021	0	4	0
December 2021	0	4	0
January 2022	0	4	0
February 2022	0	4	0
March 2022	0	4	0
April 2022	16	0	0
May 2022	0	0	0
June 2022	0	0	0
July 2022	0	0	0
Totals	32	24	0

Infill Lots



Infill Mitigation Totals



Infill Plan Check Fees





**NEW BUSINESS**

**BOARD OF DIRECTORS' PACKET**

**VALLEY CENTER FIRE PROTECTION DISTRICT**

RESOLUTION 2022-60

CFD 2008-1 – PUBLIC HEARING

PALOS TIERRA RD

185-420-10-00





## VALLEY CENTER FIRE PROTECTION DISTRICT

Administrative Office & Fire Prevention Bureau

28234 Lilac Road

Valley Center, CA 92082

Tel: 760-751-7600

Fax: 760-749-3892

### RESOLUTION NO. 2022-60

#### A RESOLUTION OF THE BOARD OF DIRECTORS OF THE VALLEY CENTER FIRE PROTECTION DISTRICT

**WHEREAS**, the annexation of described territory to the Community Facilities District 2008-01 (the "CFD") was submitted to a vote by the landowner of the real property located within the jurisdictional boundaries of the CFD on November 21, 2022; and

**WHEREAS**, three (3) votes (1 vote per acre) were cast by a proper mail ballot in favor of the levy of special taxes within the described territory of the CFD; and

**WHEREAS**, a sufficient-number of votes were cast in favor of levying special taxes within the CFD;

**NOW, THEREFORE, BE IT RESOLVED** that:

The results of the election as sufficient to levy special taxes within the CFD are hereby certified.

**PASSED, APPROVED, AND ADOPTED** by the Board of Directors of the Valley Center Fire Protection District, at a scheduled Regular Board Meeting thereof, this 15<sup>th</sup> day of December, 2022 by a unanimous vote.

\_\_\_\_\_  
Secretary  
Board of Directors

Fire Station #72  
28234 Lilac Road  
Valley Center, CA 92082

Fire Station #73  
28205 N. Lake Wohlford Road  
Valley Center, CA 92082

**VALLEY CENTER FIRE PROTECTION DISTRICT**

**FINANCIAL STATEMENTS**

**JUNE 30, 2022**

DRAFT



Leaf & Cole, LLP  
*Certified Public Accountants*

**VALLEY CENTER FIRE PROTECTION DISTRICT  
FINANCIAL STATEMENTS  
JUNE 30, 2022**

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Leaf & Cole, LLP  
Certified Public Accountants  
A Partnership of Professional Corporations

## **Independent Auditor's Report**

To the Board of Directors  
Valley Center Fire Protection District

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities and each major fund of Valley Center Fire Protection District, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Valley Center Fire Protection District'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 respective financial position of the governmental activities, and each major fund of Valley Center Fire Protection District, as of June 30, 2022, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the State Controller's Minimum Audit Requirements for California Special Districts. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Valley Center Fire Protection District 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; and for 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 Valley Center Fire Protection District'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 Responsibility 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 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 we:

- Exercise professional judgement 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 Valley Center Fire Protection District'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 Valley Center Fire Protection District'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 and budgetary comparison information on pages 4 to 8 and 32 to 34 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Government Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in 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.



***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Valley Center Fire Protection District's basic financial statements. The other supplementary information on pages 35 and 36 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The organization structure and assessed valuation have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

San Diego, California  
December \_\_, 2022

DRAFT

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the financial performance of the Valley Center Fire Protection District (District) provides an overview of the District's financial activities for the year ended June 30, 2022. Please read it in conjunction with the District's financial statements, which begin on page 8.

### **Financial Highlights**

- The District's net position increased by \$1,398,657 to \$5,573,263 during the fiscal year ended June 30, 2022.
- The District's total revenues increased from \$3,968,565 for the year ended June 30, 2021 to \$5,228,559 for the year ended June 30, 2022.
- The District's total expenses decreased from \$3,909,053 for the year ended June 30, 2021 to \$3,829,902 for the year ended June 30, 2022. The largest decreases can be found in salaries, employee benefits and taxes.

### **Using This Annual Report**

This annual report consists of a series of financial statements. The statement of net position and the statement of activities (on pages 8 and 9) provide information about the activities of the District as a whole and present a longer-term view of the District's finances. Fund financial statements start on page 11. For governmental activities, these statements tell how these services were financed in the short-term as well as what remains for future spending. Fund financial statements also report the District's operations in more detail than the government-wide statements by providing information about the District's most significant funds.

### **Reporting the District as a Whole**

#### **The Statement of Net Position and the Statement of Activities**

One of the most important questions asked about the District's finances is, "Is the District as a whole better off or worse off as a result of the year's activities?" The statement of net position and the statement of activities report information about the District as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position--the difference between assets and liabilities--as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position is one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the District's property tax base and the condition of the District's assets, to assess the overall health of the District.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Reporting the District's Most Significant Funds

#### Fund Financial Statements

The fund financial statements begin on page 10 and provide detailed information about the District's most significant funds.

- **Governmental Funds** - The District's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general governmental operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds in reconciliations on pages 12 and 15.

### The District as a Whole

The District's combined net position increased from \$4,174,606 a year ago to \$5,573,263 at June 30, 2022.

	<b>Net Position</b>		
	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>
<u>Assets:</u>			
Current assets	\$ 3,826,806	\$ 2,912,600	\$ 914,206
Capital assets	1,944,194	1,503,719	440,475
Total Assets	<u>5,771,000</u>	<u>4,416,319</u>	<u>1,354,681</u>
<u>Liabilities:</u>			
Current liabilities	193,351	231,316	(37,965)
Noncurrent liabilities	4,386	10,397	(6,011)
Total Liabilities	<u>197,737</u>	<u>241,713</u>	<u>(43,976)</u>
<u>Net Position:</u>			
Net investment in capital assets	1,939,808	1,493,322	446,486
Unrestricted	997,222	1,541,143	(543,921)
Restricted	2,636,233	1,140,141	1,496,092
Total Net Position	<u>\$ 5,573,263</u>	<u>\$ 4,174,606</u>	<u>\$ 1,398,657</u>

As noted in the financial highlights above, net position increased by \$1,398,657 from fiscal year 2021 to 2022. Net investment in capital assets increased by \$446,486 in fiscal year 2022. This increase is the result of the acquired capital assets in fiscal year 2022.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### Revenues, Expenses and Changes in Net Position

The following is a summary of the District's revenues, expenses and changes in net position for the years ended June 30:

	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>
<u>Program Revenues:</u>			
Fees and charges for services	\$ 3,419,407	\$ 2,887,518	\$ 531,889
Operating grants and contributions	1,152,027	448,365	703,662
Total Program Revenues	<u>4,571,434</u>	<u>3,335,883</u>	<u>1,235,551</u>
<u>General Revenues:</u>			
Property taxes	640,136	606,595	33,541
Other income	6,107	4,248	1,859
Interest income	10,882	21,839	(10,957)
Total General Revenues	<u>657,125</u>	<u>632,682</u>	<u>24,443</u>
Total Revenues	<u>5,228,559</u>	<u>3,968,565</u>	<u>1,259,994</u>
<u>Program Expenses:</u>			
Fire protection	3,142,597	3,284,634	(142,037)
General administration	449,182	398,021	51,161
Unallocated depreciation and amortization	238,123	226,398	11,725
Total Program Expenses	<u>3,829,902</u>	<u>3,909,053</u>	<u>(79,151)</u>
Change in Net Position	1,398,657	59,512	1,339,145
Net Position at Beginning of Year	<u>4,174,606</u>	<u>4,115,094</u>	<u>59,512</u>
Net Position at End of Year	<u>\$ 5,573,263</u>	<u>\$ 4,174,606</u>	<u>\$ 1,398,657</u>

A closer examination of the sources of changes in net position reveals that the District's operating and non-operating expenses, exclusive of depreciation and amortization, decreased by \$90,876 in fiscal year 2022 due primarily to decreased salaries of \$113,595, decreased employee benefits and taxes of \$28,398, decreased discontinued projects, studies and assessments of \$53,638, increased utilities of \$20,347, increased professional fees of \$21,620, increased other expenses of \$23,065, increased training of \$15,257, increased maintenance of \$13,812, and increased insurance of \$10,583.

## MANAGEMENT'S DISCUSSION AND ANALYSIS

### **Capital Assets**

Capital assets consist of the following at June 30:

	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>
<b><u>Capital Assets Not Being Depreciated:</u></b>			
Land	\$ 481,600	\$ 151,600	\$ 330,000
Construction in progress	212,952	59,072	153,880
Total Capital Assets Not Being Depreciated	<u>694,552</u>	<u>210,672</u>	<u>483,880</u>
<b><u>Capital Assets Being Depreciated:</u></b>			
Structures and improvements	1,362,213	1,362,213	-
Engines and vehicles	2,510,620	2,510,620	-
Furniture and equipment	1,921,939	1,727,221	194,718
Total Capital Assets Being Depreciated	5,794,772	5,600,054	194,718
Less: Accumulated depreciation	(4,556,604)	(4,320,897)	(235,707)
Net Capital Assets Being Depreciated	<u>1,238,168</u>	<u>1,279,157</u>	<u>(40,989)</u>
<b><u>Right-of-Use Asset:</u></b>			
Finance lease	16,909	16,909	-
Total Right-of-Use Asset	16,909	16,909	-
Less: Accumulated Amortization	(5,435)	(3,019)	(2,416)
Right-of-Use Asset, Net of Accumulated Amortization	<u>11,474</u>	<u>13,890</u>	<u>(2,416)</u>
Net Capital Assets	<u>\$ 1,944,194</u>	<u>\$ 1,503,719</u>	<u>\$ 440,475</u>

Additions to capital assets for fiscal year 2022 totaled \$678,598 and include land, cardiac monitors, solar back-up system, and various equipment.

### **Noncurrent Liabilities**

The following is a summary of the District's noncurrent liabilities at June 30:

	<u>2022</u>	<u>2021</u>	<u>Dollar Change</u>
Lease payable - finance lease	\$ <u>4,386</u>	\$ <u>10,397</u>	\$ <u>(6,011)</u>

Details of the lease obligation can be found in Note 6 to the financial statements.

### **Economic Factors and Next Year's Budget**

The Valley Center Fire Protection District is guided by a five-year strategic plan and a standards of cover report indicating the need for a fully staffed third fire station, new fire engine and infrastructure investments on existing fire stations. The District has completed the property acquisition for a third fire station and ordered a new Type 1 fire engine. Staffing for the new Fire Station will be reliant on a successful award from the Federal Emergency Management Agency (FEMA) provided through a Staffing for Adequate Emergency Response (SAFER) Grant. The District has implemented a plan to use developer fire mitigation funds, increases in tax allocation, benefit fees, community facilities district (CFD) revenue and COVID-19 ARPA grants to fund the capital projects and the ongoing maintenance and sustainment of District operations.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

### **Economic Factors and Next Year's Budget (Continued)**

The District will also spend funds acquired from the Valley Center Fire Department Foundation and a one-time grant from State Assembly Member Marie Waldron's office of \$1,060,000 in order to continue the property development, purchase of the type 1 fire engine, purchase a type 3 fire engine, complete fire facility upgrades to both existing stations and the placement of a temporary fire station on the newly acquired fire station site.

New development and growth in the District's service area will generate approximately 700 residences, two new grocery stores, two convenience stores with gasoline facilities, two fast food outlets and a medical arts building. The estimated annual revenue generated upon completion from the new growth is estimated to be \$900,000.

The District's Board of Directors and management consider many factors when setting the fiscal year budget. In a comparison of the 2022 and 2023 budgets, operating revenues and expenses remain relatively similar with a revenue growth index of approximately 3% until the development is completely built out in FY 2024 due to a slowing economy, rising interest rates and inflation. The total revenue allocation at buildout is not anticipated to be completely realized until the FY 2024 fiscal year budget.

### **Contacting the District's Financial Management**

This financial report is designed to provide the Board, governmental agencies, customers, creditors, and the public with a general overview of the District's accountability for the financial resources it manages. If there are questions regarding this report, or additional financial information is required, please contact the Fire Chief for the Valley Center Fire Protection District at 28234 Lilac Road, Valley Center, California 92082 or call (760) 751-7600.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2022**

	<u>Governmental Activities</u>
<b><u>ASSETS:</u></b>	
Cash and cash equivalents	\$ 3,803,347
Accounts receivable	23,459
Capital Assets:	
Land and other non-depreciable capital assets	694,552
Depreciable capital assets, net of accumulated depreciation	1,238,168
Right-of-use asset, net of accumulated amortization	<u>11,474</u>
<b>TOTAL ASSETS</b>	<u>5,771,000</u>
<b><u>LIABILITIES:</u></b>	
Accounts payable	107,799
Accrued liabilities	85,552
Noncurrent liabilities:	
Due within one year	<u>4,386</u>
<b>TOTAL LIABILITIES</b>	<u>197,737</u>
<b><u>NET POSITION:</u></b>	
Net investment in capital assets	1,939,808
Unrestricted	997,222
Restricted	<u>2,636,233</u>
<b>TOTAL NET POSITION</b>	<u>\$ 5,573,263</u>

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



**VALLEY CENTER FIRE PROTECTION DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

		Program Revenues		Net (Expenses)
		Fees and Charges for Services	Operating Grants and Contributions	Revenues and Changes in Net Position
<b><u>Functions/Programs:</u></b>	<b><u>Expenses</u></b>			<b><u>Governmental Activities</u></b>
<b>Governmental Activities:</b>				
Fire protection	\$ 3,142,597	\$ 2,353,223	\$ 1,152,027	\$ 362,653
General administration	449,182	1,066,184	-	617,002
Unallocated depreciation and amortization	238,123	-	-	(238,123)
Total Governmental Activities	<u>\$ 3,829,902</u>	<u>\$ 3,419,407</u>	<u>\$ 1,152,027</u>	<u>741,532</u>
<b>General Revenues:</b>				
Property taxes				640,136
Interest income				10,882
Other income				<u>6,107</u>
Total General Revenues				<u>657,125</u>
Change in Net Position				1,398,657
Net Position at Beginning of Year				<u>4,174,606</u>
<b>NET POSITION AT END OF YEAR</b>				<u><u>\$ 5,573,263</u></u>

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

**VALLEY CENTER FIRE PROTECTION DISTRICT  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2022**

**ASSETS**

	General Fund	Mitigation Fund	Total Governmental Funds
<b><u>Assets:</u></b>			
Cash and cash equivalents	\$ 2,643,290	\$ 1,160,057	\$ 3,803,347
Accounts receivable	23,459	-	23,459
Total Assets	<u>\$ 2,666,749</u>	<u>\$ 1,160,057</u>	<u>\$ 3,826,806</u>

**LIABILITIES AND FUND BALANCES**

**Liabilities:**

Accounts payable	\$ 107,799	\$ -	\$ 107,799
Accrued liabilities	<u>85,552</u>	<u>-</u>	<u>85,552</u>
Total Liabilities	<u>193,351</u>	<u>-</u>	<u>193,351</u>

**Fund Balances:**

Assigned:			
Grant	56,980	-	56,980
Training	17,543	-	17,543
Explorer	14,563	-	14,563
Foundation	2,150	-	2,150
Unassigned	905,986	-	905,986
Restricted	<u>1,476,176</u>	<u>1,160,057</u>	<u>2,636,233</u>
Total Fund Balances	<u>2,473,398</u>	<u>1,160,057</u>	<u>3,633,455</u>

**TOTAL LIABILITIES AND  
FUND BALANCES**

<u>\$ 2,666,749</u>	<u>\$ 1,160,057</u>	<u>\$ 3,826,806</u>
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The accompanying notes are an integral part of the financial statements.

**VALLEY CENTER FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2022**

Total fund balances - Governmental funds	\$ 3,633,455
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Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Nondepreciable capital assets	\$ 694,552	
Depreciable capital assets, net of accumulated depreciation	1,238,168	
Right-of-use asset, net of accumulated amortization	<u>11,474</u>	
Total Capital Assets, Net		<u>1,944,194</u>

In governmental funds, only current liabilities are reported. In the statement of net position, all liabilities, including noncurrent liabilities, are reported. Noncurrent liabilities relating to governmental activities consist of:

Lease liabilities	<u>(4,386)</u>	
Total Noncurrent Liabilities		<u>(4,386)</u>

Total Net Position - Governmental Activities	\$ <u><u>5,573,263</u></u>
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The accompanying notes are an integral part of the financial statements.

**VALLEY CENTER FIRE PROTECTION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2022**

	General Fund	Mitigation Fund	Total Governmental Funds
<b><u>Revenues:</u></b>			
Benefit fees	\$ 1,687,974	\$ -	\$ 1,687,974
Grants	1,127,616	-	1,127,616
Mitigation fees	-	737,617	737,617
Property taxes	640,136	-	640,136
CFD fees	478,835	-	478,835
Fire prevention fees	271,768	-	271,768
Cost recovery income	186,414	-	186,414
First responder fees	56,799	-	56,799
Donations	24,411	-	24,411
Interest income	6,903	3,979	10,882
Other income	6,107	-	6,107
Total Revenues	<u>4,486,963</u>	<u>741,596</u>	<u>5,228,559</u>

(Continued)

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

**VALLEY CENTER FIRE PROTECTION DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES  
IN FUND BALANCES - GOVERNMENTAL FUNDS (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2022**

	General Fund	Mitigation Fund	Total Governmental Funds
<b><u>Expenditures:</u></b>			
Current:			
Salaries	\$ 2,308,393	\$ -	\$ 2,308,393
Employee benefits and taxes	376,360	-	376,360
Maintenance	164,808	-	164,808
Dispatch fees	147,934	-	147,934
Discontinued projects, studies and assessments	113,822	-	113,822
Utilities	99,018	-	99,018
Professional fees	87,914	-	87,914
Training	60,428	-	60,428
Fuel	50,836	-	50,836
Insurance	29,909	-	29,909
Other expenses	29,020	-	29,020
Radios and pagers	24,611	-	24,611
Uniform	23,108	-	23,108
Printing	19,281	-	19,281
Medical supplies	17,618	-	17,618
Office expenses	16,659	-	16,659
Membership	10,665	-	10,665
Bad debts	10,000	-	10,000
Awards	890	-	890
Bank charges	505	-	505
Capital outlay	678,598	-	678,598
Debt Service:			
Principal	6,011	-	6,011
Total Expenditures	<u>4,276,388</u>	<u>-</u>	<u>4,276,388</u>
Excess of Revenues Over Expenditures	<u>210,575</u>	<u>741,596</u>	<u>952,171</u>
<b><u>Other Financing Sources (Uses):</u></b>			
Transfers	399,585	(399,585)	-
Total Other Financing Sources (Uses)	<u>399,585</u>	<u>(399,585)</u>	<u>-</u>
Net Change in Fund Balances	610,160	342,011	952,171
Fund Balances at Beginning of Year	<u>1,863,238</u>	<u>818,046</u>	<u>2,681,284</u>
<b>FUND BALANCES AT END OF YEAR</b>	<b><u>\$ 2,473,398</u></b>	<b><u>\$ 1,160,057</u></b>	<b><u>\$ 3,633,455</u></b>

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

**VALLEY CENTER FIRE PROTECTION DISTRICT  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2022**

Total net change in fund balances - Governmental funds	\$ 952,171
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Amounts reported for governmental activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	678,598
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Depreciation and amortization of capital assets used in governmental activities is not reported in the funds.	(238,123)
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Issuance of long-term debt, including finance leases, provides current financial resources to governmental funds, while the repayment of the principal of long-term liabilities consumes current financial resources in governmental funds. Neither transaction has any affect on net position. This amount is the net affect of those differences in the treatment of long-term liabilities and related items.	6,011
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Changes in Net Position - Governmental Activities	\$ <u><u>1,398,657</u></u>
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The accompanying notes are an integral part of the financial statements.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies:**

**Organization**

The Valley Center Fire Protection District (the “District”) is a governmental corporation formed by a majority vote of the people in 1982 with the primary purpose of providing exceptional all-risk fire, emergency medical, and community risk reduction services critical to public safety, health, and the preservation of life and property.

The District has two fire stations which are part of the District’s 84.5 square mile service area serving a population of over 23,000 people in San Diego County. In August 2021, the District bought land on which it will develop a third fire station.

The District’s offices are located in Valley Center, California.

The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Cod. Sec. 2100, “Defining the Financial Reporting Entity.” The District is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the District appoints a voting majority of the component unit’s board, or because the component unit will provide a financial benefit or impose a financial burden on the District. The District has no component units.

**Significant Accounting Policies**

A summary of the District’s significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

**Basis of Presentation**

**Government-Wide Statements**

The District’s financial statements include both government-wide (reporting the District as a whole) and fund financial statements (reporting the District’s major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type. The District’s general fund and mitigation fund are classified as governmental activities. The District has no business-type activities.

In the statement of net position, the governmental activities are reported on the accrual basis of accounting and the economic resource measurement focus, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The District’s net position is reported in three parts; net investment in capital assets, restricted and unrestricted. The statement of net position includes all funds of the reporting entity.

The statement of activities presents a comparison between direct expenses and program revenues for each program of the District’s governmental activities. Direct expenses are those that are clearly identifiable with a specific function or program. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues.



**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies (Continued)**

**Significant Accounting Policies (Continued)**

**Basis of Presentation (Continued)**

**Fund Financial Statements**

Fund financial statements report detailed information about the District. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, reserves, net position, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The emphasis in fund financial statements is on major funds. GASB Cod. Sec. 2200, "Comprehensive Annual Financial Report", sets forth minimum criteria for the determination of major funds.

The funds of the District are described below:

**Governmental Funds**

The focus of the governmental funds measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The District reports the general fund and mitigation fund as major governmental funds. The District has no non-major governmental funds.

**Measurement Focus and Basis of Accounting**

**Method of Accounting**

Method of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

**Accrual**

The governmental activities in the government-wide financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies (Continued)**

**Significant Accounting Policies (Continued)**

**Measurement Focus and Basis of Accounting (Continued)**

**Modified Accrual**

The governmental funds' financial statements are presented on the modified accrual basis of accounting and the current financial resources measurement focus. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The District considers all revenue available if collected within 60 days after year-end. The District considers interest, certain taxes, grant revenues, mitigation fees and cost recoveries to be susceptible to accrual. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on long-term debt, if any, is recognized when due.

**Estimates**

The preparation of 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, deferred outflows of resources, liabilities, deferred inflows of resources 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.

**Revenue Recognition**

The District recognizes revenue from fees, and service charges as they earned. Benefit fees, CFD fees, and property taxes are recognized as revenue based upon amounts reported to the District by the County of San Diego.

**Budgets and Budgetary Accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. By state law, the District's governing board must adopt a final budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's governing board satisfied these requirements.

These budgets are revised by the District's governing board and district fire chief during the fiscal year to give consideration to unanticipated income and expenditures.

Formal budgetary integration was used as a management control device during the fiscal year for all budgeted funds. The District employs budget control by minor object and by individual appropriation accounts. Expenditures cannot legally exceed appropriations by major object code. All appropriations lapse at fiscal year-end.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies (Continued)**

**Significant Accounting Policies (Continued)**

**Investments**

Investments are stated at their fair value which represents the quoted or stated market value. Investments that are not traded on a market, such as investments in external pools, are valued based on the stated fair value as represented by the external pool.

**Allowance for Doubtful Accounts**

Bad debts are recognized on the allowance method based on historical experience and management's evaluation of outstanding accounts receivables. Management believes that all accounts receivable were fully collectible, therefore, no allowance for doubtful accounts receivable was recorded at June 30, 2022.

**Taxes and Assessments**

Property taxes and assessments are billed by the County of San Diego to property owners. The District's property tax calendar for the fiscal year ended June 30, 2022, was as follows:

Lien Date:	January 1
Levy Date:	July 1
Due Date:	First Installment – November 1 Second Installment – February 1
Delinquent Date:	First Installment – December 10 Second Installment – April 10

The County collects the taxes from the property owners and remits the funds to the District periodically during the year. The District has an arrangement with the County whereby the County remits taxes which are delinquent as of each June 30 to the District in exchange for the right to retain the delinquent taxes, penalties, and interest when these amounts are subsequently collected.

**Leases**

The District has established a materiality threshold of \$25,000 for GASB 87 leases entered into after July 1, 2021.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies (Continued)**

**Significant Accounting Policies (Continued)**

**Capital Assets**

Capital assets purchased or acquired with a cost exceeding \$5,000 and an estimated useful life of more than one year are reported at historical cost. Donated capital assets, donated works of art, and similar items and capital assets, received in service concession agreements are reported as acquisition value. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred, upon sale or disposition of property and equipment, the asset account is relieved of the cost and the accumulated depreciation account is charged with depreciation taken prior to the sale and any resultant gain or loss is charged to earnings. Depreciation is calculated on the straight-line method over the following estimated useful lives:

Structures and improvements	10 - 50 years
Engines and vehicles	5 - 20 years
Furniture and equipment	7 - 20 years

Right-of-use assets are amortized over the shorter of the lease term or the useful life of the underlying asset.

Depreciation and amortization aggregated \$238,123 for the year ended June 30, 2022.

**Compensated Absences**

Accumulated unpaid vacation totaling \$46,661 at June 30, 2022 is accrued when incurred and included in accrued liabilities.

**Interfund Activity**

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In and Transfers Out are netted and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line of the government-wide statement of net assets.

**Fund Balances - Governmental Funds**

The fund balances of the governmental funds are classified as follows at June 30, 2022:

Nonspendable - Amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted - Amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies (Continued)**

**Significant Accounting Policies (Continued)**

**Fund Balances - Governmental Funds (Continued)**

Committed - Amounts that can be used only for specific purposes determined by a formal action of the Board of Directors. The Board Directors is the highest level of decision-making authority for the District. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of Directors.

Assigned - Amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes.

Unassigned - All other spendable amounts.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first and then unrestricted resources as necessary. When either committed, assigned, or unassigned resources are available for use, it is the District's policy to use committed resources first, followed by assigned and then unassigned amounts.

**Risk Management**

The District entered into a joint powers agreement designated as Fire Agencies Insurance Risk Authority, a self-insurance plan for general liability insurance (see Note 8).

At June 30, 2022, the District participated in the self-insurance programs as follows:

**Liability Limits**

- \$1,000,000 general liability including malpractice, each occurrence or wrongful act
- \$1,000,000 personal and advertising injury
- \$1,000,000 fire damage legal liability
- \$10,000 medical expense (each accident)
- \$10,000,000 general aggregate
- \$10,000,000 products/completed operations annual aggregate
- \$1,000,000 management liability
- \$1,000,000 cyber liability
- \$2,000,000 crime (employee dishonesty)
- \$1,000,000 auto liability
- \$500,000 garage keepers legal liability
- \$9,000,000 umbrella liability

**Property Limits**

- Buildings – guaranteed replacement cost
- Contents – not to exceed scheduled value on file

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 1 - Organization and Significant Accounting Policies (Continued)**

**Significant Accounting Policies (Continued)**

**Risk Management (Continued)**

The District pays annual premiums for this coverage. They are subject to retrospective adjustments based on claims experienced. The nature and amounts of the adjustments cannot be estimated and are charged to expense as invoiced. The District's insurance expense was \$29,909 for the year ended June 30, 2022. There were no instances in the past three years where a settlement exceeded the District's coverage.

**Pensions and Other Post-Employment Benefits**

The District does not provide a pension program or other post-employment benefits (OPEB). The District administers a voluntary 457(b) (Deferred Compensation) program for its employees to contribute. There is no match and none of the assets of the 457(b) plan are the property of the District.

**Fair Value Measurements**

Fair value accounting standards define fair value, establish a framework for measuring fair value, outline a fair value hierarchy based on inputs used to measure fair value and enhance disclosure requirements for fair value measurements. The fair value hierarchy distinguishes between market participant assumptions based on market data obtained from sources independent of the reporting entity (observable inputs that are classified within Level 1 or 2 of the hierarchy) and the reporting entity's own assumptions about market participant assumptions (unobservable inputs classified within Level 3 of the hierarchy).

- Level 1 inputs are quoted prices in active markets for identical investments that the investment manager has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the investment, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the investment.

The District's statements of financial position include the following financial instruments that are required to be measured at fair value on a recurring basis:

- Investments in the San Diego County Treasurer's Pooled Money Fund are considered Level 2 assets and are reported at historical cost which approximates the fair value of the underlying assets as provided by San Diego County.

**Subsequent Events**

In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through December \_\_\_, 2022, the date the financial statements were available to be issued and concluded that there were no events or transactions that needed to be disclosed.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 2 - Cash and Cash Equivalents:**

Cash and investments held by the District were comprised of the following at June 30, 2022:

	Maturity in Less Than <u>One Year</u>
Cash in County Treasury	\$ 2,705,003
Deposits with financial institutions	1,098,344
Total	<u>\$ 3,803,347</u>

**Cash in County Treasury**

The District maintains its cash in the San Diego County Treasury as part of the common investment pool (\$3,803,347 at June 30, 2022). The county pools these funds with those of other Districts in the County and invests the cash. Cash may be added or withdrawn from the investment pool without limitation. Interest earned is deposited quarterly into the participating funds. Any investment losses are shared by all funds in the pool. The fair value of the District's portion of this pool as of that date, as provided by the pool sponsor, was \$2.455 million. The underlying asset rating based on Fitch ranges from AA- to AAA.

The Country Treasurer's pool consist of the following as of June 30, 2022:

Certificate of Deposit	25.08%
Federal Agency Securities	23.35%
Commercial Paper	17.57%
Treasury Coupon Securities	10.71%
Supranationals	7.37%
Money Market Accounts	4.55%
Assets Backed Securities	4.08%
Corporate Medium-Term Notes	3.92%
Municipal Bonds	3.28%
Bank Deposit	0.08%
Local Government Investment Pool	0.01%
	<u>100.00%</u>

**Disclosures Relating to Interest Rate Risk**

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by holding only cash and cash equivalents.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided in the previous table that shows the distribution of the District's investments by maturity as of June 30, 2022.



**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 2 - Cash and Cash Equivalents: (Continued)**

**Disclosures Relating to Credit Risk**

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the actual rating as of the year end for each investment type.

	<u>Management Input</u>	<u>Credit Rating</u>
Cash in County Treasury	Uncategorized	Not Rated
Deposits with Financial Institutions	Level 2	Not Applicable

**Concentration of Credit Risk**

Concentration of credit is the risk of loss attributed to the magnitude to the District's investment in a single issue.

The investment policy of the District contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. The District holds no investments in any one issuer (other than external investment pools) that represent 5% or more of total District investments.

**Custodial Credit Risk**

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the District 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 counter-party (e.g., broker-dealer) the District 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 the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, 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 District deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

At June 30, 2022, none of the District's deposits with financial institutions in excess of federal depository insurance limits were held in uncollateralized accounts. At June 30, 2022, no District investments were held by the same broker-dealer (counterparty) that was used by the District to buy the securities.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 2 - Cash and Cash Equivalents: (Continued)**

**Investment Accounting Policy**

The District is required by GASB Statement No. 31 *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, to disclose its policy for determining which investments, if any, are reported at amortized cost. The District's general policy is to report money market investments and short-term participating interest-earning investment contracts at amortized cost and to report nonparticipating interest-earnings investment contracts using a cost-based measure. However, if the fair value of an investment is significantly affected by the impairment of the credit standing of the issuer or by other factors, it is reported at fair value. All other investments are reported at fair value unless a legal contract exists which guarantees a higher value.

The term "short-term" refers to investments which have a remaining term of one year or less at time of purchase. The term "nonparticipating" means that the investment's value does not vary with market interest rate changes. Nonnegotiable certificates of deposit are examples of nonparticipating interest-earning investment contracts.

The District's investments in external investment pools are reported at an amount determined by the fair value per share of the pool's underlying portfolio, unless the pool is 2a7-like, in which case they are reported at share value. A 2a7-like pool is one which is not registered with the Securities and Exchange Commission ("SEC") as an investment company, but nevertheless has a policy that it will, and does, operate in a manner consistent with the SEC's Rule 2a7 of the investment Company Act of 1940.

**Note 3 - Accounts Receivable:**

Accounts receivable consist of the following at June 30, 2022:

	<u>General Fund</u>	<u>Mitigation Fund</u>	<u>Total</u>
Transport fees	\$ 11,400	\$ -	\$ 11,400
Benefit fees	6,356	-	6,356
Property taxes	3,186	-	3,186
CFD fees	2,517	-	2,517
	<u>\$ 23,459</u>	<u>\$ -</u>	<u>\$ 23,459</u>

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 4 - Capital Assets:**

Capital assets consist of the following at June 30, 2022:

	Balance at June 30, 2021	Additions	Deletions	Balance at June 30, 2022
<b>Capital Assets Not Being Depreciated:</b>				
Land	\$ 151,600	\$ 330,000	\$ -	\$ 481,600
Construction in progress	59,072	153,880	-	212,952
Total Capital Assets Not Being Depreciated	<u>210,672</u>	<u>483,880</u>	<u>-</u>	<u>694,552</u>
<b>Capital Assets Being Depreciated:</b>				
Structures and improvements	1,362,213	-	-	1,362,213
Engines and vehicles	2,510,620	-	-	2,510,620
Furniture and equipment	1,727,221	194,718	-	1,921,939
Total Capital Assets Being Depreciated	<u>5,600,054</u>	<u>194,718</u>	<u>-</u>	<u>5,794,772</u>
<b>Less Accumulated Depreciation For:</b>				
Structures and improvements	(1,163,758)	(28,232)	-	(1,191,990)
Engines and vehicles	(1,864,137)	(107,558)	-	(1,971,695)
Furniture and equipment	(1,293,002)	(99,917)	-	(1,392,919)
Total Accumulated Depreciation	<u>(4,320,897)</u>	<u>(235,707)</u>	<u>-</u>	<u>(4,556,604)</u>
Net Capital Assets Being Depreciated	<u>1,279,157</u>	<u>(40,989)</u>	<u>-</u>	<u>1,238,168</u>
<b>Right-of-Use Asset:</b>				
Finance lease	16,909	-	-	16,909
Total Right-of-Use Asset	16,909	-	-	16,909
Less Accumulated Amortization	(3,019)	(2,416)	-	(5,435)
Right-of-Use, Net of Accumulated Amortization	<u>13,890</u>	<u>(2,416)</u>	<u>-</u>	<u>11,474</u>
<b>Net Capital Assets</b>	<u>\$ 1,503,719</u>	<u>\$ 440,475</u>	<u>\$ -</u>	<u>\$ 1,944,194</u>

**Note 5 - Noncurrent Liabilities:**

Noncurrent liabilities consist of the following at June 30, 2022:

	Balance at June 30, 2021	Additions	Deletions	Balance at June 30, 2022	Payable Within 1 Year	Payable After 1 Year
Lease liability - finance lease	\$ 10,397	\$ -	\$ 6,011	\$ 4,386	\$ 4,386	\$ -

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 6 - Leases:**

**Finance Lease**

In 2020, the District acquired a computer equipment using the proceeds of a lease from Hewlett-Packard Financial Services Company. The finance lease payable calls for annual payments of \$6,011 commencing October 2020 and maturing October 2023. For financial reporting purposes, minimum lease payments related to the computer equipment have been capitalized and included in capital assets in the statement of net position. The computer equipment under finance lease has a cost of \$16,909, net of accumulated depreciation of \$5,435 at June 30, 2022.

**Note 7 - Deferred Compensation Plan:**

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all District employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Since the District has little administrative involvement and does not perform the investing function for this plan, the assets and related liabilities are not shown on the statement of net position.

**Note 8 - Joint Ventures (Joint Powers Agreements):**

The District entered into a joint powers agreement (JPA) known as and designated "Fire Agencies Insurance Risk Authority" (FAIRA) a self-insurance plan for general liability insurance. Each member district pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in FAIRA. FAIRA is governed by an 11 member Board elected by a vote of the members. One seat is reserved for the highest premium member and one seat is reserved for an elected member from the State of Nevada.

The Board controls the operations of the FAIRA, including selection of management and approval of operation budgets, independent of any influence by the member districts beyond their representation on the Board. Each member district pays a premium commensurate with the level of coverage requested and shares surpluses and deficits proportionate to their participation in the FAIRA.

The JPA is a separate entity which is independently audited. The financial transactions of the JPA are not included in this report because the District has a minority voting interest and no administrative authority.

**Note 9 - Restricted Net Position:**

Restricted Net Position for the District consist of the following at June 30, 2022:

Mitigation fund	\$ 1,160,057
Purpose-restricted grant	984,241
Community Facilities District (CFD) fund	491,935
	<u>\$ 2,636,233</u>

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 10 - New Governmental Accounting Standards:**

**GASB No. 91**

In May 2019, the Governmental Accounting Standards Board issued Statement No. 91 “Conduit Debt Obligations”. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020. The effective date of this pronouncement has been postponed by 12 months by GASB Statement No. 95. The District has not determined the effects of this pronouncement on the financial statements of the District in the year of implementation.

**GASB No. 92**

In January 2020, the Governmental Accounting Standards Board issued Statement No. 92 “Omnibus 2020”. The requirements of this statement are effective at various dates up to and including fiscal years and reporting periods beginning after June 15, 2021. The effective date of this pronouncement has been postponed by 12 months by GASB Statement 95. This pronouncement did not and is not expected to have a material effect on the financial statements of the District in the year of implementation.

**GASB No. 93**

In March 2020, the Governmental Accounting Standards Board issued Statement No. 93 “Replacement of Interbank Offered Rates”. The requirements of this statement are effective at various dates up to and including reporting periods ending after December 31, 2021. The effective date of this pronouncement has been postponed by 12 months by GASB Statement 95. This pronouncement is not expected to have a material effect on the financial statements of the District in the year of implementation.

**GASB No. 94**

In March 2020, the Governmental Accounting Standards Board issued Statement No. 94 “Public - Private and Public - Public Partnerships and Availability Payment Arrangements”. The requirements of this statement are effective for fiscal years beginning after June 15, 2022. The effective date of this pronouncement has been postponed by 12 months by GASB Statement 95. As used in this pronouncements these Partnerships are an arrangement in which the government (the transferor) contracts with an operator to provide public services by conveying control of the right to operate or use a nonfinancial asset such as infrastructure or other capital assets for a period of time in an exchange or an exchange-like transaction. The statement also provides guidance on accounting and financial reporting for availability payment arrangements in which the government compensates the operator for services that may include the designing, constructing, financing, maintaining, or operating an underlying nonfinancial assets for a period of time in and exchange or exchange-like transaction. The District has not yet determined the effects of this pronouncement on the financial statements in the year of implementation.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 10 - New Governmental Accounting Standards: (Continued)**

**GASB No. 95**

In May 2020, the Governmental Accounting Standards Board issued Statement No. 95 “Postponement of the Effective Dates of Certain Authoritative Guidance”. The primary objective of this statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic by postponing for one year the effective dates of GASB Statements 83, 84, 88 – 93 as well as implementation guides 2018-1, 2019-1 and 2019-2. In addition, the effective dates of GASB Statement 87 and Implementation Guide 2019-3 have been postponed by 18 months.

**GASB No. 96**

In May 2020, the Governmental Accounting Standards Board issued Statement No. 96 “Subscription-Based Information Technology Arrangements (SBITA’s)”. This Statement (1) defines SBITA’s (2) establishes that a SBITA results in a right-to-use subscription asset – an intangible asset - and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including the implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. The requirements of this statement are effective for fiscal years beginning after June 15, 2022 and all reporting periods thereafter. Earlier application is encouraged. The District has not determined the effects of this pronouncement on the financial statements of the District in the year of implementation.

**GASB No. 97**

In June 2020, the Governmental Accounting Standards issued Statement No. 97 “Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans - An Amendment of GASB Statements No.14 and No. 84 and Supersession of GASB Statement No. 32”. This statement requires that for purposes of determining whether a primary government is financial accountable for a potential component unit, the absence of a governing board should be treated the same as the appointment of a voting majority. The statement requires that a Section 457 plan be classified as either pension or other employee benefit plan depending on whether the plan meets the definition of a pension plan. This statement supersedes the remaining provisions of GASB Statement No. 32.

**GASB No. 98**

In October 2021, the Governmental Accounting Standards Board issued Statement No. 98 “The Annual Comprehensive Financial Report”. This statement establishes the term annual comprehensive financial report and its acronym ACFR. The new term and acronym replaces instances of Comprehensive Annual Financial Report and its acronym in generally accepted accounting principles for state and local governments. The requirements of this statement effective for fiscal years ending after December 15, 2021. This pronouncement did not have a material effect on the financial statements of the District in the year of implementation.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 10 - New Governmental Accounting Standards: (Continued)**

**GASB No. 99**

In April 2022, the Governmental Accounting Standards Board issued Statement No. 99 “Omnibus 2022”. This statement enhances the comparability in accounting and financial reporting and improves consistency in authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GAB Statements and (2) accounting and financial reporting for financial guarantees. The requirement of this pronouncement are effective on various dates ranging from upon issuance through fiscal years beginning through fiscal years beginning after June 2023. This pronouncement did not and is not expected to have a material effect on the financial statements of the District in the year of implementation.

**GASB No. 100**

In June 2022, the Governmental Accounting Standards Board issued Statement No. 100 “Accounting Changes and Error Corrections an amendment of GASB Statement No. 62”. This statement defined accounting changes. This statement also addresses corrections of errors in previously issued financial statements. The requirements of this statement effective for fiscal years ending after June 15, 2023. This pronouncement is not anticipated to have a material effect on the financial statements of the District in the year of implementation.

**GASB No. 101**

In June 2022, the Governmental Accounting Standards Board issued Statement No. 101 “Compensated Absences”. This statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. This statement amends the existing requirement to disclose the gross increases and decreases in a liability for compensated absences. In addition, governments are no longer required to disclose which governmental funds typically have been used to liquidate the liability for compensated absences. The requirements of this statement effective for fiscal years ending after December 15, 2023. This pronouncement is not anticipated to have a material effect on the financial statements of the District in the year of implementation.

**Note 11 - Commitments and Contingencies:**

**Contracts**

The District has entered into a contract for the installation of a solar back-up system. The amount contracted is based on the contractor’s estimated cost of installation. At June 30, 2022, the total unpaid amount on the contract is approximately \$88,608.

**Grant Funding**

The District has received grant funding for various purposes that may be subjected to review and audit by the funding agencies. Such potential audits could result in a request for reimbursement for expenses disallowed under the terms and conditions of the funding source. Management is of the opinion that no material liabilities will result from such potential audits.

**VALLEY CENTER FIRE PROTECTION DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 11 - Commitments and Contingencies: (Continued)**

**Coronavirus Pandemic**

The COVID-19 pandemic, whose effects first became known in January 2020, is having a broad and negative impact on commerce and financial markets around the world. The United States and global markets experienced significant declines in value resulting from uncertainty caused by the pandemic. The District is closely monitoring its investment portfolio and its liquidity and is actively working to minimize the impact of these declines. The extent of the impact of COVID-19 on the District's operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and its impacts on the District's customers, employees, and vendors, all of which at present cannot be determined. Accordingly, the extent to which COVID-19 may impact the District's financial position and changes in net assets and cash flows is uncertain and the accompanying financial statements include no adjustments relating to the effects of this pandemic.

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**VALLEY CENTER FIRE PROTECTION DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Benefit fees	\$ 1,680,944	\$ 1,680,944	\$ 1,687,974	\$ 7,030
Grants	760,938	760,938	1,127,616	366,678
Property taxes	580,801	580,801	640,136	59,335
CFD fees	451,594	451,594	478,835	27,241
Fire prevention fees	127,000	127,000	271,768	144,768
Cost recovery income	42,889	42,889	186,414	143,525
First responder fees	57,260	57,260	56,799	(461)
Donations	15,500	15,500	24,411	8,911
Interest income	25,766	25,766	6,903	(18,863)
Other income	-	-	6,107	6,107
Total Revenues	<u>3,742,692</u>	<u>3,742,692</u>	<u>4,486,963</u>	<u>744,271</u>

(Continued)

**VALLEY CENTER FIRE PROTECTION DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2022**

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b><u>Expenditures:</u></b>				
Current:				
Salaries	\$ 2,006,919	\$ 2,006,919	\$ 2,308,393	\$ (301,474)
Employee benefits and taxes	368,241	368,241	376,360	(8,119)
Maintenance	149,900	149,900	164,808	(14,908)
Dispatch fees	135,000	135,000	147,934	(12,934)
Discontinued projects, studies and assessments	-	-	113,822	(113,822)
Utilities	112,330	112,330	99,018	13,312
Professional fees	52,870	52,870	87,914	(35,044)
Training	44,553	44,553	60,428	(15,875)
Fuel	50,000	50,000	50,836	(836)
Insurance	25,000	25,000	29,909	(4,909)
Other expenses	48,040	48,040	29,020	19,020
Radios and pagers	12,400	12,400	24,611	(12,211)
Uniform	14,000	14,000	23,108	(9,108)
Printing	13,000	13,000	19,281	(6,281)
Medical supplies	15,000	15,000	17,618	(2,618)
Office expenses	25,200	25,200	16,659	8,541
Membership	11,457	11,457	10,665	792
Bad debts	-	-	10,000	(10,000)
Awards	1,000	1,000	890	110
Bank charges	1,500	1,500	505	995
Capital outlay	576,000	576,000	678,598	(102,598)
Debt Service:				
Principal	-	-	6,011	(6,011)
Total Expenditures	<u>3,662,410</u>	<u>3,662,410</u>	<u>4,276,388</u>	<u>(613,978)</u>
Deficiency of Revenues Over Expenditures	<u>80,282</u>	<u>80,282</u>	<u>210,575</u>	<u>130,293</u>
<b><u>Other Financing Sources:</u></b>				
Transfers	-	-	399,585	399,585
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>399,585</u>	<u>399,585</u>
Net Change in Fund Balance	<u>\$ 80,282</u>	<u>\$ 80,282</u>	610,160	<u>\$ 529,878</u>
Fund Balance at Beginning of Year			<u>1,863,238</u>	
<b>FUND BALANCE AT END OF YEAR</b>			<u>\$ 2,473,398</u>	

**VALLEY CENTER FIRE PROTECTION DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE - MITIGATION FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b><u>Revenues:</u></b>				
Mitigation fees	\$ 224,735	\$ 224,735	\$ 737,617	\$ 512,882
Interest income	5,000	5,000	3,979	(1,021)
Total Revenues	<u>229,735</u>	<u>229,735</u>	<u>741,596</u>	<u>511,861</u>
<b><u>Expenditures:</u></b>				
Capital outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over Expenditures	<u>229,735</u>	<u>229,735</u>	<u>741,596</u>	<u>511,861</u>
<b><u>Other Financing Sources:</u></b>				
Transfers	-	-	(399,585)	(399,585)
Total Other Financing Uses	<u>-</u>	<u>-</u>	<u>(399,585)</u>	<u>(399,585)</u>
Net Change in Fund Balance	<u>\$ 229,735</u>	<u>\$ 229,735</u>	342,011	<u>\$ 112,276</u>
Fund Balance at Beginning of Year			<u>818,046</u>	
<b>FUND BALANCE AT END OF YEAR</b>			<u>\$ 1,160,057</u>	

**VALLEY CENTER FIRE PROTECTION DISTRICT  
OTHER SUPPLEMENTARY INFORMATION  
ORGANIZATION STRUCTURE  
JUNE 30, 2022**

The Valley Center Fire Protection District (District), was formed as a fire protection district in 1982, and operates under the Health and Safety Code Sections 13801-13999 of the State of California and provides fire protection services to approximately 87 square miles in Valley Center, California. The activities of the District are supervised by a board consisting of five (5) Directors who are elected to a four (4) year term. Directors who are appointed serve a two (2) year term.

Board of Directors for the fiscal year ended June 30, 2022, was comprised of the following members:

<u>Name</u>	<u>Office</u>	<u>Years of Term</u>	<u>Term Expiration</u>
Phil Bell	President	4	2022
Steve Hutchison	Vice President	4	2022
Gina Roberts	Secretary	4	2024
Charlotte Seaborne	Treasurer	2	2022
Mike O'Connor	Director	4	2024

<u>Administration</u>	
<u>Name</u>	<u>Position</u>
Josef Napier	Fire Chief

**VALLEY CENTER FIRE PROTECTION DISTRICT  
OTHER SUPPLEMENTARY INFORMATION  
ASSESSED VALUATION  
JUNE 30, 2022**

**Assessed Valuation:**

Secured property	\$ 2,979,831,005
Unsecured property	<u>40,808,636</u>
Total Assessed Valuation	<u><u>\$ 3,020,639,641</u></u>

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## **TREASURER'S REPORT**

**BOARD OF DIRECTORS' PACKET**  
**VALLEY CENTER FIRE PROTECTION DISTRICT**

## Valley Center Fire Protection District

## Balance Sheet

As of November 30, 2022

	Nov 30, 22
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
11011 · Petty Cash	67.06
1101 · General Operating #4811	50,236.82
1102 · Payroll Acct #2271	21,251.32
11013 · Fire Foundation #8451	8,475.00
11014 · Explorer #8469	21,613.09
11015 · Training #7024	19,001.14
11016 · Grant Acct #7073	880,823.87
11021 · VCFPD Oracle Gen Fund - #47850	123,611.77
11022 · VCFPD Mitigation Fund - #47855	967,396.89
11023 · CFD 2008-01 - #47853	80,637.94
Total Checking/Savings	2,173,114.90
Total Current Assets	2,173,114.90
Fixed Assets	
1502100 · Engines and Vehicles	2,510,620.15
1500014 · Bldg Improvements	1,362,213.78
1501000 · Const in Progress	212,952.00
1503100 · Furniture & Equipment	1,921,937.35
15902 · General Fixed Asset - Depreciat	-4,556,603.08
16000 · Land	481,600.00
Total Fixed Assets	1,932,720.20
Other Assets	
18001 · Accu Amoritization-Right of Use	-5,435.03
18000 · Right-of-use - Finance Lease	16,909.00
Total Other Assets	11,473.97
<b>TOTAL ASSETS</b>	<b>4,117,309.07</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Accounts Payable	
20000 · Accounts Payable	140,572.90
Total Accounts Payable	140,572.90
Credit Cards	
8180 · 8180 CitiBank	387.12
9349 · 9349-VCFPD	6,503.98
Total Credit Cards	6,891.10
Other Current Liabilities	
20002 · Lease liability - due w/in 1 yr	4,386.75
20015 · Citibank	50.00
24000 · Payroll Liabilities	
24700 · PTO & Sick Time Accrual Payable	46,660.61
23200 · Wages Payable	28,281.80
24300 · Cafe Health Payable	-7,060.56
24500 · 457 Payable	1,177.34
24600 · Payroll Taxes Payable	7.29
Total 24000 · Payroll Liabilities	69,066.48
Total Other Current Liabilities	73,503.23
Total Current Liabilities	220,967.23
Total Liabilities	220,967.23
Equity	
39000 · Investment in Gen Fixed Asset	1,939,807.42

Valley Center Fire Protection District  
**Balance Sheet**  
As of November 30, 2022

	Nov 30, 22
30000 · Opening Balance Equity	2,234,798.00
32000 · Retained Earnings	1,398,656.53
Net Income	-1,676,920.11
Total Equity	3,896,341.84
TOTAL LIABILITIES & EQUITY	4,117,309.07



## Valley Center Fire Protection District

## Profit &amp; Loss

July 2022 through June 2023

	Jul '22 - Jun 23
Ordinary Income/Expense	
Income	
GRANT REVENUE	
44000 · Fire Foundation Fund	6,325.00
48000 · Applied Grant Income-Other	41,340.32
49006 · Neighborhood Reinvestment Grant	116,388.00
45000 · Fire Explorer Post Donations	7,050.00
Total GRANT REVENUE	171,103.32
NON-OPERATING REVENUE	
30100 · Mitigation Fees Capital Expendi	110,759.70
30120 · Mitigation Interest	4,580.51
Total NON-OPERATING REVENUE	115,340.21
OPERATING REVENUE	
30130 · CFD2008-1 Interest	2,124.98
40150 · Misc Revenue	7,597.97
40000 · Benefit Fees/Standby (315001)	67,029.29
40100 · Taxes, Property (315000)	53,781.35
40200 · CFD-2000-1 (315002)	16,253.01
40300 · CFD-2008-01 (315003)	14,094.72
40400 · General Fund Interest	3,961.59
40500 · Mercy Transport Fees	20,104.43
40600 · First Responder Fees	1,184.00
40700 · Community Development Fees	60,136.77
42000 · Incident Cost Recovery-Fire USA	3,230.00
43000 · Training Reimb-Target & Palomar	19,502.00
Total OPERATING REVENUE	269,000.11
Total Income	555,443.64
Expense	
OPERATIONS PROGRAMS	
51515.2 · PPE Non-Grant	6,957.67
51513 · BA's/Fit & Flow Test/Compressor	1,567.37
51512 · Tools/Minor Equip/Small Engines	187.85
51511 · Hose/Nozzles/Fittings/Ladders	25.86
Total OPERATIONS PROGRAMS	8,738.75
TRAINING	
50501 · Training Exp - Oper Exp Funded	8,124.36
50000 · Explorer Post	382.00
50100 · EMT & Paramedic License Renewal	1,475.50
50200 · Tuition & Reference Materials	710.00
Total TRAINING	10,691.86
OVERHEAD / ADMINISTRATIVE SERV	
51000.1 · Administrative Support Expenses	63,543.19
51001 · Contingencies & Misc.	1,931.27
51002 · Recruitment and On Boarding Exp	2,117.91
51004 · IT Equipment & Software	11.63
51006 · Election/Annexation Service	1,619.50
Total OVERHEAD / ADMINISTRATIVE SERV	69,223.50
CONTRACT SERVICES	
51101 · Professional & Contract Svcs	62,567.97
51105 · Insurance	34,236.00
51109 · Burn Inst/Youth Fire Prevent	642.00
51110 · MDC Equip Replacement-HP Lease	2,003.56
Total CONTRACT SERVICES	99,449.53
COMMUNITY RISK REDUCTION	

## Valley Center Fire Protection District

## Profit &amp; Loss

July 2022 through June 2023

	Jul '22 - Jun 23
51200 · CRRD Operational Expenses	2,809.03
<b>Total COMMUNITY RISK REDUCTION</b>	<b>2,809.03</b>
<b>FIRE FACILITIES</b>	
<b>FIRE STATION #1</b>	
51303 · #1 Consumables	400.12
51301 · #1 Facility Maint/Repairs	14,898.66
51302 · #1 Utilities	5,469.45
<b>Total FIRE STATION #1</b>	<b>20,768.23</b>
<b>FIRE STATION #2</b>	
51313 · #2 Consumables	769.18
51310 · #2 Facility Maint/Repairs	9,056.19
51312 · #2 Utilities	6,099.21
<b>Total FIRE STATION #2</b>	<b>15,924.58</b>
<b>Total FIRE FACILITIES</b>	<b>36,692.81</b>
<b>FIRE APPARATUS</b>	
51400 · Operations Expense	54,680.29
51402 · Fuel	20,515.99
<b>Total FIRE APPARATUS</b>	<b>75,196.28</b>
<b>COMMUNICATIONS</b>	
51600 · North County Dispatch	74,747.80
51601 · RCS Communication Fees	5,137.50
<b>Total COMMUNICATIONS</b>	<b>79,885.30</b>
<b>PARAMEDIC EMERGENCY SUPPLIES</b>	
51700 · Medical Equipment & Supplies	5,532.75
<b>Total PARAMEDIC EMERGENCY SUPPLIES</b>	<b>5,532.75</b>
<b>PAYROLL-ADMINISTRATIVE</b>	
60000 · Division Chief-Operations/Train	45,674.21
60200 · Battalion Chief-Fire Marshal	42,405.47
60300 · Administrative Captain	42,272.12
60400 · Administrative Asst-Office Mgr.	23,441.12
60500 · Bookkeeper	15,115.98
60600 · Fire Chief	48,905.58
<b>Total PAYROLL-ADMINISTRATIVE</b>	<b>217,814.48</b>
<b>PAYROLL - OPERATIONAL PERSONNEL</b>	
61000 · Fire Engineers	224,476.52
63000 · Firefighter-Paramedics	282,325.88
64000 · Fire Captains	270,648.28
65000 · CFAA Costs	1,220.45
<b>Total PAYROLL - OPERATIONAL PERSONNEL</b>	<b>778,671.13</b>
<b>PAYROLL EXPENSES</b>	
66008 · Employer Taxes-FICA,SUTA,FUTA	73,777.24
66002 · FASIS Workers Comp Emp Asst	92,137.60
66003 · Payroll Service	2,000.09
66004 · Health Benefit Costs	352.30
PAYROLL EXPENSES - Other	-6,681.17
<b>Total PAYROLL EXPENSES</b>	<b>161,586.06</b>
<b>CAPITAL PROJECTS</b>	
70014 · CPR Machines	87,810.65
70012 · Cardiac Monitor Replacement	90,981.57
70010.1 · Fire Hose - Mitigation Funds	6,954.62
70004.5 · Fire Station Dev-Fire Mitigatio	122,900.61
70004.1 · Fire Station Dev-Waldron Grant	33,876.63

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Accrual Basis

## Valley Center Fire Protection District

### Profit & Loss

July 2022 through June 2023

	Jul '22 - Jun 23
70000 · Engine 163 & Equipment	200,000.00
70001 · RCS NextGen Network Infrastruct	4,287.50
70004 · Fire Station Development Costs	8,500.00
70005 · New Station Consulting	15,120.00
70007 · Fire Station Electrical Resilia	88,608.00
Total CAPITAL PROJECTS	659,039.58
Total Expense	2,205,331.06
Net Ordinary Income	-1,649,887.42
Other Income/Expense	
Other Expense	
80000 · Suspense	0.00
Total Other Expense	0.00
Net Other Income	0.00
Net Income	-1,649,887.42

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Accrual Basis

# Valley Center Fire Protection District

## Profit & Loss Budget vs. Actual

July through November 2022

	Jul - Nov 22	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
GRANT REVENUE				
44000 · Fire Foundation Fund	6,325.00			
48000 · Applied Grant Income-Other	41,340.32	12,500.00	28,840.32	330.7%
49008 · CPF - Wellness Grant	0.00	5,683.38	-5,683.38	0.0%
49007 · SD County Fire Foundation Grant	0.00	10,416.69	-10,416.69	0.0%
49006 · Neighborhood Reinvestment Grant	116,388.00	41,666.69	74,721.31	279.3%
49005 · VC Fire Foundation Grant	0.00	240,000.00	-240,000.00	0.0%
49004 · Waldron Grant	0.00	441,666.69	-441,666.69	0.0%
49003 · SD COVID-19 ARPA Grant (12/21)	0.00	28,088.38	-28,088.38	0.0%
49002 · SD COVID-19 ARPA Grant (03/21)	0.00	74,583.38	-74,583.38	0.0%
49001 · SAFER Grant	0.00	176,686.58	-176,686.58	0.0%
45000 · Fire Explorer Post Donations	7,050.00	4,166.69	2,883.31	169.2%
47000 · Applied SHSGP Grant Income	0.00	5,895.88	-5,895.88	0.0%
46000.4 · Applied UASI Grant - 2022	0.00	13,903.38	-13,903.38	0.0%
Total GRANT REVENUE	171,103.32	1,055,257.74	-884,154.42	16.2%
NON-OPERATING REVENUE				
30100 · Mitigation Fees Capital Expendi	110,759.70	359,294.71	-248,535.01	30.8%
30120 · Mitigation Interest	4,580.51	2,145.81	2,434.70	213.5%
Total NON-OPERATING REVENUE	115,340.21	361,440.52	-246,100.31	31.9%
OPERATING REVENUE				
30130 · CFD2008-1 Interest	2,124.98	891.67	1,233.31	238.3%
40150 · Misc Revenue	7,597.97			
49000 · NCD JPA Capital Equipment Reimb	0.00	8,333.38	-8,333.38	0.0%
40000 · Benefit Fees/Standby (315001)	67,029.29	715,182.55	-648,153.26	9.4%
40100 · Taxes, Property (315000)	53,781.35	268,333.31	-214,551.96	20.0%
40200 · CFD-2000-1 (315002)	16,253.01	132,615.64	-116,362.63	12.3%
40300 · CFD-2008-01 (315003)	14,094.72	159,611.10	-145,516.38	8.8%
40400 · General Fund Interest	3,961.59	1,952.19	2,009.40	202.9%
40500 · Mercy Transport Fees	20,104.43	18,408.08	1,696.35	109.2%
40600 · First Responder Fees	1,184.00			
40700 · Community Development Fees	60,136.77	37,500.00	22,636.77	160.4%
40800 · Fire Prevention Inspection Fees	0.00	3,333.38	-3,333.38	0.0%
42000 · Incident Cost Recovery-Fire USA	3,230.00	8,583.31	-5,353.31	37.6%
43000 · Training Reimb-Target & Palomar	19,502.00	9,537.13	9,964.87	204.5%
Total OPERATING REVENUE	269,000.11	1,364,281.74	-1,095,281.63	19.7%
Total Income	555,443.64	2,780,980.00	-2,225,536.36	20.0%
Expense				
OPERATIONS PROGRAMS				
51515.2 · PPE Non-Grant	6,957.67	13,346.69	-6,389.02	52.1%
51515.1 · PPE Grant	0.00	5,895.88	-5,895.88	0.0%
51514.1 · Rescue Equip Grant	0.00	4,506.25	-4,506.25	0.0%
51513 · BA's/Fit & Flow Test/Compressor	1,567.37	3,233.38	-1,666.01	48.5%
51512 · Tools/Minor Equip/Small Engines	187.85	11,194.19	-11,006.34	1.7%
51511 · Hose/Nozzles/Fittings/Ladders	25.86	3,754.19	-3,728.33	0.7%
Total OPERATIONS PROGRAMS	8,738.75	41,930.58	-33,191.83	20.8%
TRAINING				

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Accrual Basis

# Valley Center Fire Protection District

## Profit & Loss Budget vs. Actual

July through November 2022

	Jul - Nov 22	Budget	\$ Over Budget	% of Budget
50502.4 · Applied UASI Grant - 2022	0.00	13,903.38	-13,903.38	0.0%
50501 · Training Exp - Oper Exp Funded	8,124.36	10,000.00	-1,875.64	81.2%
50000 · Explorer Post	382.00	2,042.85	-1,660.85	18.7%
50100 · EMT & Paramedic License Renewal	1,475.50	1,950.00	-474.50	75.7%
50200 · Tuition & Reference Materials	710.00	4,485.00	-3,775.00	15.8%
50500 · Training & Expenses	0.00	0.00	0.00	0.0%
<b>Total TRAINING</b>	<b>10,691.86</b>	<b>32,381.23</b>	<b>-21,689.37</b>	<b>33.0%</b>
<b>OVERHEAD / ADMINISTRATIVE SERV</b>				
51000.1 · Administrative Support Expenses	63,543.19	62,995.64	547.55	100.9%
51000 · Service Awards & Commendations	0.00	0.00	0.00	0.0%
51001 · Contingencies & Misc.	1,931.27	5,416.69	-3,485.42	35.7%
51002 · Recruitment and On Boarding Exp	2,117.91	3,333.38	-1,215.47	63.5%
51004 · IT Equipment & Software	11.63			
51006 · Election/Annexation Service	1,619.50	4,166.69	-2,547.19	38.9%
<b>Total OVERHEAD / ADMINISTRATIVE SERV</b>	<b>69,223.50</b>	<b>75,912.40</b>	<b>-6,688.90</b>	<b>91.2%</b>
<b>CONTRACT SERVICES</b>				
51101.1 · Prof. & Contract Svcs - Grant	0.00	2,083.38	-2,083.38	0.0%
51101 · Professional & Contract Svcs	62,567.97	28,974.22	33,593.75	215.9%
51105 · Insurance	34,236.00	36,488.98	-2,252.98	93.8%
51107 · Trauma Intervention Program	0.00	975.00	-975.00	0.0%
51109 · Burn Inst/Youth Fire Prevent	642.00	642.00	0.00	100.0%
51110 · MDC Equip Replacement-HP Lease	2,003.56	2,500.00	-496.44	80.1%
<b>Total CONTRACT SERVICES</b>	<b>99,449.53</b>	<b>71,663.58</b>	<b>27,785.95</b>	<b>138.8%</b>
<b>COMMUNITY RISK REDUCTION</b>				
51200 · CRRD Operational Expenses	2,809.03	2,682.35	126.68	104.7%
<b>Total COMMUNITY RISK REDUCTION</b>	<b>2,809.03</b>	<b>2,682.35</b>	<b>126.68</b>	<b>104.7%</b>
<b>FIRE FACILITIES</b>				
<b>FIRE STATION #1</b>				
51303 · #1 Consumables	400.12	1,500.00	-1,099.88	26.7%
51301 · #1 Facility Maint/Repairs	14,898.66	14,498.05	400.61	102.8%
51302 · #1 Utilities	5,469.45	7,298.99	-1,829.54	74.9%
<b>Total FIRE STATION #1</b>	<b>20,768.23</b>	<b>23,297.04</b>	<b>-2,528.81</b>	<b>89.1%</b>
<b>FIRE STATION #2</b>				
51313 · #2 Consumables	769.18	1,500.00	-730.82	51.3%
51310 · #2 Facility Maint/Repairs	9,056.19	7,854.19	1,202.00	115.3%
51312 · #2 Utilities	6,099.21	6,467.67	-368.46	94.3%
<b>Total FIRE STATION #2</b>	<b>15,924.58</b>	<b>15,821.86</b>	<b>102.72</b>	<b>100.6%</b>
<b>FIRE STATION #3</b>				
51323 · #3 Consumables	0.00	750.00	-750.00	0.0%
51320 · #3 Facility Maint/Repairs	0.00	0.00	0.00	0.0%
51322 · #3 Utilities	0.00	3,333.38	-3,333.38	0.0%
<b>Total FIRE STATION #3</b>	<b>0.00</b>	<b>4,083.38</b>	<b>-4,083.38</b>	<b>0.0%</b>
<b>Total FIRE FACILITIES</b>	<b>36,692.81</b>	<b>43,202.28</b>	<b>-6,509.47</b>	<b>84.9%</b>

# Valley Center Fire Protection District

## Profit & Loss Budget vs. Actual

July through November 2022

	Jul - Nov 22	Budget	\$ Over Budget	% of Budget
<b>FIRE APPARATUS</b>				
51400 · Operations Expense	54,680.29	69,488.63	-14,808.34	78.7%
51402 · Fuel	20,515.99	33,541.69	-13,025.70	61.2%
<b>Total FIRE APPARATUS</b>	<b>75,196.28</b>	<b>103,030.32</b>	<b>-27,834.04</b>	<b>73.0%</b>
<b>COMMUNICATIONS</b>				
51600 · North County Dispatch	74,747.80	64,288.75	10,459.05	116.3%
51601 · RCS Communication Fees	5,137.50	4,987.50	150.00	103.0%
<b>Total COMMUNICATIONS</b>	<b>79,885.30</b>	<b>69,276.25</b>	<b>10,609.05</b>	<b>115.3%</b>
<b>PARAMEDIC EMERGENCY SUPPLIES</b>				
51700 · Medical Equipment & Supplies	5,532.75	6,666.69	-1,133.94	83.0%
<b>Total PARAMEDIC EMERGENCY SUPPLIES</b>	<b>5,532.75</b>	<b>6,666.69</b>	<b>-1,133.94</b>	<b>83.0%</b>
<b>PAYROLL-ADMINISTRATIVE</b>				
60000 · Division Chief-Operations/Train	45,674.21			
60200 · Battalion Chief-Fire Marshal	42,405.47			
60300 · Administrative Captain	42,272.12			
60400 · Administrative Asst-Office Mgr.	23,441.12			
60500 · Bookkeeper	15,115.98			
60600 · Fire Chief	48,905.58			
PAYROLL-ADMINISTRATIVE - Other	0.00	174,353.04	-174,353.04	0.0%
<b>Total PAYROLL-ADMINISTRATIVE</b>	<b>217,814.48</b>	<b>174,353.04</b>	<b>43,461.44</b>	<b>124.9%</b>
<b>PAYROLL - OPERATIONAL PERSONNEL</b>				
61000 · Fire Engineers	224,476.52	0.00	224,476.52	100.0%
63000 · Firefighter-Paramedics	282,325.88			
64000 · Fire Captains	270,648.28			
65000 · CFAA Costs	1,220.45			
PAYROLL - OPERATIONAL PERSONNEL - Other	0.00	954,428.43	-954,428.43	0.0%
<b>Total PAYROLL - OPERATIONAL PERSONNEL</b>	<b>778,671.13</b>	<b>954,428.43</b>	<b>-175,757.30</b>	<b>81.6%</b>
<b>PAYROLL EXPENSES</b>				
66008 · Employer Taxes-FICA,SUTA,FUTA	73,777.24	117,957.67	-44,180.43	62.5%
66002 · FASIS Workers Comp Emp Asst	92,137.60	39,478.99	52,658.61	233.4%
66003 · Payroll Service	2,000.09	2,500.00	-499.91	80.0%
66004 · Health Benefit Costs	352.30	2,552.04	-2,199.74	13.8%
PAYROLL EXPENSES - Other	-6,681.17			
<b>Total PAYROLL EXPENSES</b>	<b>161,586.06</b>	<b>162,488.70</b>	<b>-902.64</b>	<b>99.4%</b>
<b>CAPITAL PROJECTS</b>				
70014 · CPR Machines	87,810.65			
70013 · Workout Gear-CPF Wellness Grant	0.00	3,645.88	-3,645.88	0.0%
70012.3 · Cardiac Monitor - Mit Funds	0.00	21,296.27	-21,296.27	0.0%
70012.2 · Cardiac Monitor - COVID-19 ARPA	0.00	14,044.19	-14,044.19	0.0%
70012 · Cardiac Monitor Replacement	90,981.57			
70011 · VHF Radio Replacement	0.00	33,916.69	-33,916.69	0.0%
70010.2 · Fire Hose - Op Expense	0.00	833.38	-833.38	0.0%
70010.1 · Fire Hose - Mitigation Funds	6,954.62	4,166.69	2,787.93	166.9%
70004.5 · Fire Station Dev-Fire Mitigation	122,900.61	145,833.38	-22,932.77	84.3%
70004.4 · Fire Station Dev - Neighborhood	0.00	24,160.91	-24,160.91	0.0%
70004.3 · Fire Station Dev - Fire Found.	0.00	240,000.00	-240,000.00	0.0%

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Accrual Basis

**Valley Center Fire Protection District**  
**Profit & Loss Budget vs. Actual**  
 July through November 2022

	Jul - Nov 22	Budget	\$ Over Budget	% of Budget
70004.2 · Fire Station Dev-COVID-19 ARPA	0.00	74,583.38	-74,583.38	0.0%
70004.1 · Fire Station Dev-Waldron Grant	33,876.63	74,166.69	-40,290.06	45.7%
70009.2 · Type 3 Engine - Mitigation Fund	0.00	17,337.94	-17,337.94	0.0%
70009.1 · Type 3 Engine - Waldron Grant	0.00	158,333.38	-158,333.38	0.0%
70001.2 · RCS Nextgen '21 Reimbursement	0.00	4,287.50	-4,287.50	0.0%
70001.1 · RCS Nextgen '21 - Mitigation	0.00	4,287.50	-4,287.50	0.0%
70000 · Engine 163 & Equipment	200,000.00	0.00	200,000.00	100.0%
70001 · RCS NextGen Network Infrastruct	4,287.50	4,287.50	0.00	100.0%
70004 · Fire Station Development Costs	6,750.00			
70005 · New Station Consulting	15,120.00	37,500.00	-22,380.00	40.3%
70007 · Fire Station Electrical Resilia	88,608.00			
<b>Total CAPITAL PROJECTS</b>	<b>657,289.58</b>	<b>862,681.28</b>	<b>-205,391.70</b>	<b>76.2%</b>
<b>Total Expense</b>	<b>2,203,581.06</b>	<b>2,600,697.13</b>	<b>-397,116.07</b>	<b>84.7%</b>
<b>Net Ordinary Income</b>	<b>-1,648,137.42</b>	<b>180,282.87</b>	<b>-1,828,420.29</b>	<b>-914.2%</b>
<b>Other Income/Expense</b>				
Other Expense				
80000 · Suspense	0.00			
<b>Total Other Expense</b>	<b>0.00</b>			
<b>Net Other Income</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.0%</b>
<b>Net Income</b>	<b>-1,648,137.42</b>	<b>180,282.87</b>	<b>-1,828,420.29</b>	<b>-914.2%</b>