ADAM A. HOUSE
*Fire Chief*

# Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, California 95655 • Phone (916) 859-4305• Fax (916) 859-3715

**MEASURE O INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE**
**REGULAR MEETING AGENDA**
**WEDNESDAY, NOVEMBER 4, 2026 – 6:00 p.m.**
**Sacramento Metropolitan Fire District**
**10545 Armstrong Avenue**
**Boardroom – Second Floor**
**Mather, California**
**&**
**Remotely Via Zoom**
**Webinar ID: 827 3461 0232 #**
**Passcode: metro2101**
**Phone: 1 (669) 444-9171 or 1 (669) 900 6833**
**Passcode: 838771796 #**
**https://us06web.zoom.us/j/82734610232?pwd=SFILQ1Znd25RSmlhdXZVQVh4d1VWZz09**

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## CALL TO ORDER & ROLL CALL

- Call to Order (Chair)
- Roll Call (Clerk of the Board)

## PUBLIC COMMENTS

Public Opportunity to Discuss Matters of Public Interest Within the Committee's Scope Including Items on or not on the Agenda. (Maximum Of Three (3) Minutes Per Speaker).

## CONSENT ITEMS

*The Consent Agenda is acted upon with one motion unless a committee member requests separate discussion and/or action.*

Page No.

1. **Action Summary Minutes** — *3*
   **Recommendation:** Approve the Action Summary Minutes for the Special Meeting of September 22, 2026.

## PRESENTATION ITEMS

1. **Overview of Bond Program Oversight at Metro Fire** — *6*
   *(Chief Development Officer Jeff Frye)*
2. **Measure O General Obligation Bond Program Annual Report – FY 2025/26 Performance Overview** — *16*
   *(Administrative Analyst Erin Castleberry)*

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3. **Measure O General Obligation Bond Program Annual Report – FY 2025/26 Financial Overview** *26*
   *(CFO Dave O'Toole)*

4. **Measure O General Obligation Bond Program – Expectations for FY 2026/27** 33
   *(Chief Development Officer Jeff Frye)*

5. **FY 2025/26 Measure O General Obligation Bond – Financial and Performance Audits** 36
   *(CFO Dave O'Toole & Ingrid Sheipline, CPA, Richardson & Company LLP)*
   **Recommendation:** Receive and file the FY 2025/26 Measure O Financial and Performance Audits and related Governance Letter.

## ACTION ITEM

1. **Measure O Independent Citizens' Oversight Committee Annual Finding – FY 2025/26** *63*
   *(Acting Fire Chief Adam Mitchell)*
   **Recommendation:** Adopt a finding on whether or not the Measure O General Obligation Bond expenditures for FY 2025/26 are consistent with the intent of the Measure O General Obligation Bond Measure, as approved by voters on November 5, 2024. The District further recommends that the Committee authorize its Chairperson to transmit its finding to the Board in the attached form at its next regular meeting on November 12, 2026.

## Committee Member Comments

## Adjournment

Posted on October 29, 2026

Marni Rittburg

Marni Rittburg, CMC, CPMC
Clerk of the Board

** No written report
* FDF Separate Attachment

# Sacramento Metropolitan Fire District

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ADAM A. HOUSE
*Fire Chief*


## ACTION SUMMARY MINUTES

## MEASURE O INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE
## INAUGURAL SPECIAL MEETING
## TUESDAY, SEPTEMBER 22, 2026

**Held at the following location:**

**SACRAMENTO METROPOLITAN FIRE DISTRICT**

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## CALL TO ORDER

The special meeting was called to order at 6:04 p.m. by Board Clerk Marni Rittburg.

## ROLL CALL

| Attendee Name | Title | Status |
|---|---|---|
| Amanda Ponce | Member | Present |
| Chuck Berdan | Member | Present |
| Joan Pederson | Member | Present |
| Jodie Monaghan | Member | Present |
| Joseph Waltz | Member | Present |
| Mario Rodriguez | Member | Present |
| Nick Bloise | Member | Absent |
| Sarah Toolajian | Member | Present |
| Taylor Haven | Member | Present |
| Brent Chapman | Alternate | Present |
| Darcy Blessing | Alternate | Present |
| Jodi Ash | Alternate | Present |

Alternate Darcy Blessing filled in for Member Nick Bloise as a voting member.

## PUBLIC COMMENTS

There were no public comments.

## 1. PRESENTATION ITEMS

- **Staff and Committee Introductions**
  *(Director Shawn Stark & Acting Fire Chief Mitchell)*

  Director of Government Affairs Kyle Macdonald introduced himself and welcomed Members to the Committee. Director Stark introduced himself and spoke regarding the purpose and importance of the committee. Acting Fire Chief Adam Mitchell introduced himself and expressed appreciation to the voters for passing Measure O and thanked the Members for helping maintain fiscal transparency. Other District staff introduced themselves to the Members. Committee Members each gave a brief introduction of themselves.

- **Metro Fire and Measure O Overview**
  *(Administrative Analyst Erin Castleberry)*

  Administrative Analyst Erin Castleberry introduced herself and provided an overview of how Metro Fire is organized and encouraged the committee members to visit the District's webpage. Ms. Castleberry provided an overview of the permitted use of general obligation bond proceeds, bond accountability, reviewing and reporting responsibilities, and how projects are identified and prioritized.

- **ICOC Overview**
  *(Director of Government Affairs Kyle Macdonald)*

  Director of Government Affairs Kyle Macdonald provided an overview of the Measure O ICOC purpose, responsibilities, eligibility, support and resources.

- **Conducting Committee Business: An Overview of the Brown Act, Committee Governance, and Committee Code of Conduct**
  *(Director of Government Affairs Kyle Macdonald & General Counsel Ian Sangster)*
  General Counsel Ian Sangster provided an overview of the Brown Act, the spirit of the Brown Act. Mr. Sangster explained all meetings shall be open to the public, held in the District's Board Chambers, conducted in compliance with open meeting laws, the Committee acts only on properly agendized items, and deliberates only in noticed open session. Mr. Sangster stated that serial communication among a majority of members outside a meeting — by email, text, or intermediary — is not permitted.

  Director of Government Affairs Kyle Macdonald explained the Committee will elect a Chairperson and a Vice Chairperson from its members annually, to facilitate meetings and represent the Committee in public forums; officers will serve one-year terms. Mr. Macdonald provided a brief overview of the Code of Conduct, Charter Compliance, Eligibility Verification Agreement, and Standards of Conduct.

## 2. ACTION ITEMS

- **Election of Officers**
  *(Clerk of the Board Marni Rittburg & Committee)*
  **Recommendation:** Nominate and elect a Chairperson (1-year term) to facilitate meetings and represent the Committee in public forums and nominate and elect a Vice Chairperson to act in absence of Chair (1-year term).
  **Action:** Motion by Rodriguez, seconded by Toolajian, and carried unanimously by members present to nominate Jodie Monaghan as Chairperson.
  **Action:** Motion by Berdan, seconded by Toolajian, and carried unanimously by members present to nominate Mario Rodriguez as Vice Chairperson.

- **Schedule Next Meeting**
  *(Committee Chair & Clerk of the Board Marni Rittburg)*
  **Recommendation:** Action/discussion to establish the date of the annual meeting.
  **Action:** Motion by Monaghan, seconded by Rodriguez, and carried unanimously by members present to set the next meeting for Wednesday, November 4, 2026.

## 3. Committee Member Comments

No additional comments.

## 4. Adjournment

The meeting adjourned at 7:18 p.m.

_____

Jodie Monaghan, Chair

_____

Marni Rittburg, CMC, CPMC
Clerk of the Board

SACRAMENTO METROPOLITAN FIRE DISTRICT

# Measure O Independent Citizens' Oversight Committee

## Annual Bond Program Review

November 4, 2026

WELCOME

# Your first annual review of Measure O

Kyle Macdonald, Director of Government Affairs

WHY WE'RE HERE

## The first full year

Measure O's first year of spending: July 1, 2025 to June 30, 2026.

WHAT YOU'LL SEE

## Rules, projects, results

How oversight works, what Measure O is funding, where the money went, and what the auditor found.

WHAT WE'LL ASK

## One annual finding

Whether FY 2025/26 bond spending matched what voters approved.

Questions are welcome throughout, with periodic pauses built in. Staff can share the source document behind any figure tonight.

PRESENTATION ITEMS

# Agenda

**01** Overview of Bond Program Oversight at Metro Fire

Jeff Frye, Chief Development Officer

**02** Measure O General Obligation Bond Program Annual Report – FY 2025/26 Performance Overview

Erin Castleberry, Administrative Analyst

**03** Measure O General Obligation Bond Program Annual Report – FY 2025/26 Financial Overview

Dave O'Toole, Chief Financial Officer

**04** Measure O General Obligation Bond Program – Expectations for FY 2026/27

Jeff Frye, Chief Development Officer

# 01

# Overview of Bond Program Oversight at Metro Fire

Jeff Frye, Chief Development Officer

# How Measure O dollars move

## BOND PROCEEDS: RAISING THE MONEY

**Voters authorize**
$415M in bonds, Nov. 5, 2024

→

**Bonds sold in series**
Series A: $160M, July 2, 2025

→

**Building Fund 212O**
Proceeds and interest held separately

→

**Capital projects**
Stations, apparatus, equipment

## REPAYMENT: PAYING IT BACK

**Property owners**
In totality, levy of about $19 per $100K assessed value

→

**County collects**
Levy passed through to the District

→

**Debt Service Fund 212N**
Levy and bond premium held apart

→

**Bondholders**
Principal and interest through 2055

Sources: Measure O ballot measure; Phase 1 FAQs; ICOC Inaugural packet; FY 2025/26 Final Budget (p. 68).

# Two funds, legally separated

## Measure O Building Fund (212O)

| | |
|---|---|
| HOLDS | Bond sale proceeds and the interest they earn |
| PAYS FOR | Fire facilities, real property, vehicles, apparatus, and capital equipment |
| MONITORED BY | Office of the Fire Chief, Finance, Planning & Development |

## Measure O Debt Service Fund (212N)

| | |
|---|---|
| HOLDS | The voter-approved property tax levy and bond premium |
| PAYS FOR | Principal and interest owed to bondholders |
| MONITORED BY | Finance |

### NO COMMINGLING

Neither fund is commingled with the General Fund, which pays for day-to-day operations.

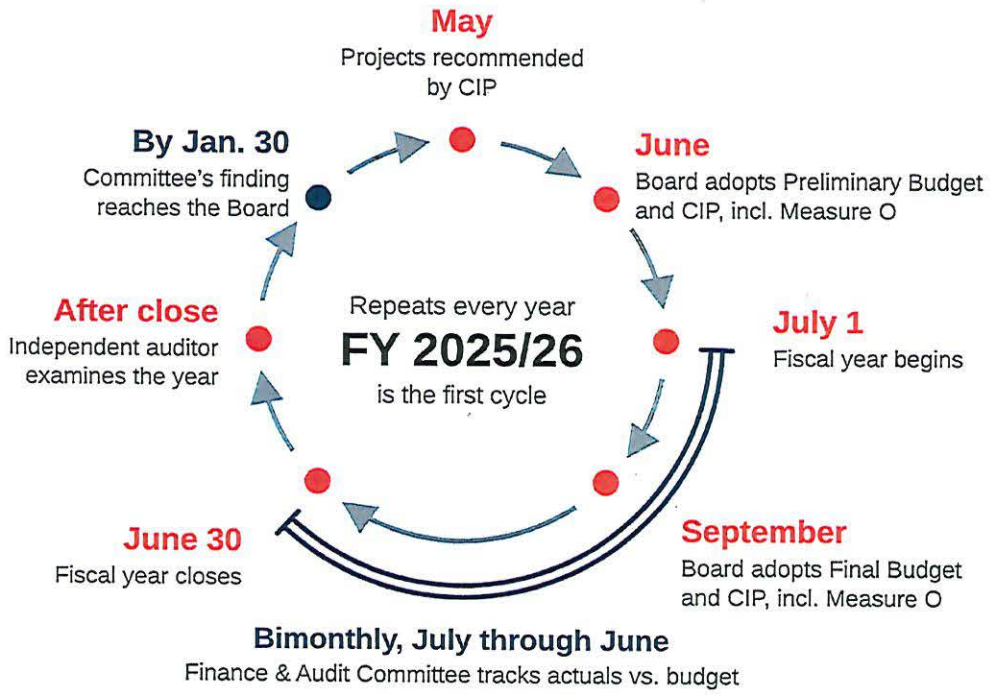
Sources: FY 2025/26 Final Budget, Budgetary Fund Structure (pp. 33–34).

# Six layers of program oversight

| Layer | Who | What they do | How often |
|---|---|---|---|
| Project identification | CIP Committee, Executive Team | Identifies, prioritizes, and recommends capital projects (including bond funded projects) for approval in the Capital Improvement Plan (CIP) | Annually (Spring) |
| Project approval | Board of Directors | Approves recommended capital projects by adopting the CIP | Annually (June) |
| Budget adoption | Board of Directors | Adopts budgets, including appropriating funds for bond funded projects | 3x per year |
| Financial monitoring | Board Finance & Audit Committee | Reviews revenue and spending against adopted budgets | Every two months |
| Independent audit | Third-party firm | Audits bond program financials and performance for compliance | Annually |
| Citizen oversight | This Committee (ICOC) | Reviews annual report and annual audit; issues a compliance finding to the Board | Annually |

Sources: FY 2025/26 Final Budget (pp. 13, 65–70); ICOC Charter.

# The Oversight Cycle




CURRENT STAGE

Committee review of **Measure O General Obligation Bond Program Annual Report for FY 2025/26** (July 1, 2025 – June 30, 2026).

Sources: FY 2025/26 Final Budget, Budget Process and Calendar (pp. 68–70); Capital Improvement Plan FY 2025/26 – 2029/30, Appendix B: Budget Calendar (p. 35); FY 2026/27 Final Budget, Board performance measures (p. 92).

# The Committee's role in oversight

### REVIEWS

District reports on bond expenditures: fund statements, project status, and the independent audit.

### CONFIRMS

Whether bond expenditures are consistent with the purposes voters approved in Measure O.

### REPORTS

An annual compliance finding to the Board of Directors, adopted by a majority vote of a quorum.

**Oversight, not approval.** The Committee does not approve spending, select contractors, or reallocate budget categories. Its value is an independent, public check on how the money was used.

Source: ICOC Charter and Committee Overview, Inaugural Meeting packet (Sept. 22, 2026).

# Presentation 01 in summary

| | |
|---|---|
| **How dollars move** | Bond proceeds pay for eligible projects; the levy repays bondholders. |
| **Two separate funds** | Building fund (O Fund) and Debt service Fund (N Fund). No commingling of funds. |
| **Six layers of oversight** | Project identification, project selection, CIP and budget adoption, bimonthly monitoring, independent audit, and citizens' oversight. |
| **An annual cycle** | The Committee's finding goes to the Board on an annual basis and completes the cycle. |
| **The Committee's role** | Reviews, confirms, and reports. An independent check, not an approval. |

**Next:** Presentation 02, how Metro Fire put your Measure O dollars to work.

Sources: ICOC Charter and Committee Overview, Inaugural Meeting Packet (September 22, 2026); FY 2025-26 Final Budget (pp. 13, 33-34, 65–70); Capital Improvement Plan FY 2025/26 – 2029/30 (p. 35); FY 2026-27 Final Budget (p. 92);

02

# Measure O General Obligation Bond Program Annual Report – FY 2025/26 Performance Overview

Erin Castleberry, Administrative Analyst

# Eligible bond projects

Construction, expansion, reconstruction, rehabilitation, replacement, furnishing, and equipping of fire facilities; acquisition or lease of real property for fire facilities; and the acquisition or lease of fire and emergency medical vehicles, apparatus, and capital equipment.

SECTION A

## Fire stations

*Fire Station Construction, Expansion, and Improvement Projects*

- Construct, expand, reconstruct, relocate, modernize, and/or improve fire stations;
- Acquire land for the construction and/or relocation of fire stations;
- Remove or replace existing, inadequate fire station buildings; and
- Perform infrastructure improvements and sitework related to fire station construction, expansion, reconstruction, relocation, and improvement projects.

SECTION B

## Training facility

*Training Facility Construction and Expansion Projects*

- Continue construction of the Zinfandel First Responder Training Facility in Rancho Cordova, including training classrooms, training structures and towers, vehicle operations training course, training offices, and other facilities and ground improvements needed for first responder training.

SECTION C

## Vehicles and equipment

*Fire and Emergency Vehicles, Apparatus, and Equipment Acquisition and Replacement Projects*

- Acquire and/or replace life-saving fire and emergency medical vehicles, apparatus, and capital equipment.

Source: Full text of Measure O, Bond Project List (Sacramento County Voter Information Guide, Nov. 5, 2024).

# Series A projects at a glance

Project list reflects projects that were approved for FY 2025/26. Implementation timelines for approved projects range from 1-4 years.

SECTION A

## 5 Fire station construction

Station 23 Replacement
Station 42 Relocation
Station 61 Replacement
Station 67 Construction
Station 112 Replacement

SECTION A

## 18 Fire station improvements

Station 41 Frontage Improvements
Station 108 Frontage Improvements
Station HVAC Replacements (10)
Station Roof Replacements (6)

SECTION C

## 110 Apparatus & vehicles

Ambulance Replacement (35)
Type I Engine Replacement (20)
Type III Engine Replacement (12)
Type V Engine Replacement (7)
Ladder Truck Replacement (4)
Squad Unit Replacement (3)
Water Tender Replacement (3)
HazMat Unit Replacement (1)
Rescue Unit Replacement (1)
Rescue Boat/Tow Replacement (6)
Dozer/Tender Replacement (3)
Utility Unit Replacement (3)
AC/BC Vehicle Replacement (10)
Decon Unit Replacement (1)
Decon Unit Acquisition (1)

SECTION C

## 3 Equipment replacement

Automatic Chest Compression Device Replacement (4)
Training Burn Prop Replacement (1)
Portable Radio Replacement (310)

Source: Capital Improvement Plan FY 2025/26 – 2029/30, as amended.

# Station construction overview

| Project | Progress Status | Completion Status | Expected Completion |
|---|---|---|---|
| Station 23 Replacement | In Progress | On Track | FY 2028/29 |
| Station 42 Relocation | In Progress | On Track | FY 2028/29 |
| Station 61 Replacement | In Progress | On Track | FY 2028/29 |
| Station 67 Construction | In Progress | Delayed | FY 2027/28 |
| Station 112 Replacement | In Progress | On Track | FY 2028/29 |

## PROGRESS STATUS

| | |
|---|---|
| Complete | 0/5 (0%) |
| In Progress | 5/5 (100%) |
| Not Started | 0/5 (0%) |

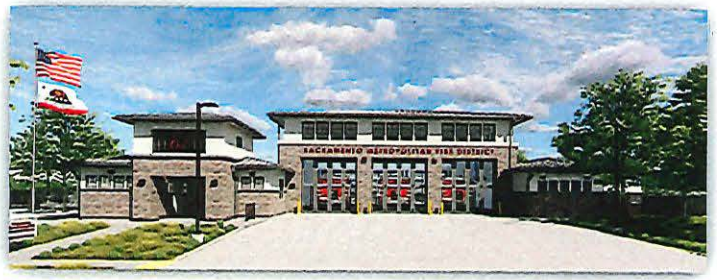
## COMPLETION STATUS

| | |
|---|---|
| On Track | 4/5 (80%) |
| Delayed | 1/5 (20%) |
| Deferred | 0/5 (0%) |

Source: Measure O General Obligation Bond Program Annual Report, FY 2025/26.

## YEAR-END HIGHLIGHTS

- Project entitlements and design review approved for Station 67 construction; submitted building/civil permit applications.
- Executed a Memorandum of Agreement with the City of Rancho Cordova in consideration of an intended land transfer to facilitate the Station 61 replacement project.
- Conducted a solicitation and awarded a contract for the concurrent design and engineering for Stations 23, 42, 61, and 112.
- Conducted a solicitation and awarded a contract for commissioning services for Stations 23, 42, 61, and 112.
- Submitted entitlement and design review applications for Station 23, 42, 61, and 112 to the designated Authorities Having Jurisdiction.



# Station improvements overview

| Project | Progress Status | Completion Status | Expected Completion |
|---|---|---|---|
| Multi-Station HVAC Replacements (10) | In Progress | Delayed | FY 2026/27 |
| Multi-Station Roof Replacements (6) | In Progress | Delayed | FY 2026/27 |
| Station 41 Frontage Improvements | Not Started | Deferred | FY 2027/28 |
| Station 108 Frontage Improvements | Not Started | Deferred | FY 2027/28 |

## PROGRESS STATUS

| | |
|---|---|
| Complete | 0/4 (0%) |
| In Progress | 2/4 (50%) |
| Not Started | 2/4 (50%) |

## COMPLETION STATUS

| | |
|---|---|
| On Track | 0/4 (0%) |
| Delayed | 2/4 (50%) |
| Deferred | 2/4 (50%) |

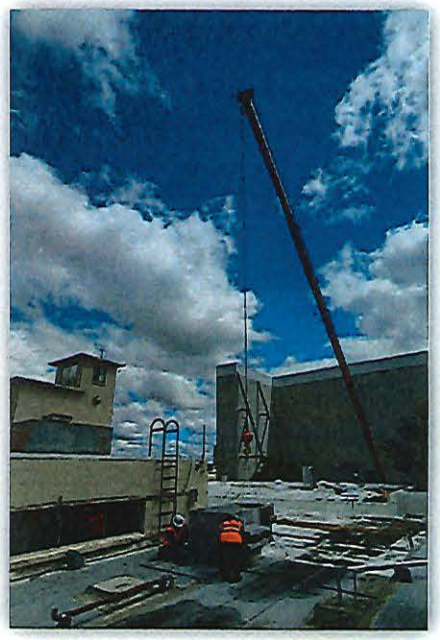
Source: Measure O General Obligation Bond Program Annual Report, FY 2025/26.

## YEAR-END HIGHLIGHTS

- HVAC unit replacements completed at Stations 25, 59, 62, 63, 66, 114, 115.
- Roof replacements completed at Stations 21, 51 and 58.
- Solicitation issued for roof replacements at Stations 65, 106, and 109.

## *CHALLENGES*

*Staffing and workload challenges resulted in two partially completed projects that will now be completed in FY 2026/27. Two other projects were deferred to FY 2027/28.*



# Apparatus and vehicle overview

| Project | Progress Status | Completion Status | Expected Completion |
|---|---|---|---|
| Ambulance Replacement (FY24) | In Progress | Delayed | FY 2026/27 |
| Ambulance Replacement (FY25) | Complete | - | FY 2025/26 |
| Ladder Truck Replacement (FY25) | In Progress | On Track | FY 2028/29 |
| Type I Engine Replacement (FY25) | In Progress | On Track | FY 2028/29 |
| Type III Engine Replacement (FY25) | In Progress | On Track | FY 2027/28 |
| Air Unit Replacement | In Progress | On Track | FY 2027/28 |
| Ambulance Replacement | In Progress | On Track | FY 2028/29 |
| BC Vehicle Replacement | Complete | - | FY 2025/26 |
| Decon Unit Replacement | Not Started | Deferred | TBD |
| Dozer Replacement | In Progress | On Track | FY 2026/27 |
| Dozer Tender Replacement | In Progress | Delayed | FY 2027/28 |
| Duty Chief Vehicle Replacement | Complete | - | FY 2025/26 |
| HazMat Unit Replacement | In Progress | On Track | FY 2028/29 |
| Ladder Truck Replacement | In Progress | On Track | FY 2029/30 |

| Project | Progress Status | Completion Status | Expected Completion |
|---|---|---|---|
| Rescue Unit Replacement | In Progress | Delayed | FY 2029/30 |
| Squad Unit Replacement | In Progress | On Track | FY 2027/28 |
| Tow Vehicle Replacement | In Progress | On Track | FY 2027/28 |
| Type I Engine Replacement | In Progress | On Track | FY 2029/30 |
| Type III Engine Replacement | In Progress | On Track | FY 2028/29 |
| Type V Engine Replacement | In Progress | On Track | FY 2027/28 |
| Water Tender Replacement | In Progress | On Track | FY 2026/27 |
| Flatbed (TR) Replacement | Not Started | Deferred | TBD |
| Rescue Boat Replacement | Not Started | Deferred | TBD |
| Utility Unit (SCBA) Replacement | In Progress | On Track | FY 2027/28 |
| Decon Van Acquisition | Complete | - | FY 2025/26 |

Source: Measure O General Obligation Bond Program Annual Report, FY 2025/26.

*CHALLENGES*

*Supply chain delays remain a challenge that Metro Fire intends to mitigate by staggered delivery for some vehicles and apparatus.*

# Apparatus and vehicle overview – cont'd

## PROGRESS STATUS

| | |
|---|---|
| Complete | 4/25 (16%) |
| In Progress | 18/25 (72%) |
| Not Started | 3/25 (12%) |

## COMPLETION STATUS

| | |
|---|---|
| On Track | 15/21 (72%) |
| Delayed | 3/21 (14%) |
| Deferred | 3/21 (14%) |




Source: Measure O General Obligation Bond Program Annual Report, FY 2025/26.

## YEAR-END HIGHLIGHTS

- (6) new ambulances and (1) decontamination van put into service.
- (4) battalion chief vehicles and (6) duty chief vehicles delivered; upfitting in progress.
- Orders placed for (68) new apparatus/vehicles, including:
  - (25) ambulances
  - (15) Type I engines
  - (8) Type III engines
  - (7) Type V engines
  - (3) ladder trucks
  - (3) squads
  - (3) water tenders
  - (2) dozers
  - (1) heavy rescue
  - (1) air unit

# Equipment replacement overview

| Project | Progress Status | Completion Status | Expected Completion |
|---|---|---|---|
| Automatic Chest Compression Device Replacement | Complete | - | FY 2025/26 |
| Training Burn Prop Replacement | Complete | - | FY 2025/26 |
| Portable Radio Replacement | Complete | - | FY 2025/26 |

## YEAR-END HIGHLIGHTS

- Completed phase 3 of a multi-year automatic chest compression device replacement by replacing 4 devices.
- Replaced a live-fire training burn prop that had reached end of life.
- Replaced 310 portable radios with new multi-band portable radios.

## PROGRESS STATUS

| | |
|---|---|
| Complete | 3/3 (100%) |
| In Progress | - |
| Not Started | - |

## COMPLETION STATUS

| | |
|---|---|
| On Track | - |
| Delayed | - |
| Deferred | - |




Source: Measure O General Obligation Bond Program Annual Report, FY 2025/26.

# Performance review recap

## Major Milestones FY 2025/26

### STATION CONSTRUCTION

Began design and submitted entitlement and design review applications for (4) new fire stations.

### STATION IMPROVEMENTS

Completed roof replacements at (3) stations and HVAC unit replacements at (7) stations.

### APPARATUS AND VEHICLE REPLACEMENT AND ACQUISITION

Put (7) new vehicles into service, received (10) more, and ordered an additional (68).

### EQUIPMENT REPLACEMENT

Replaced (4) automatic chest compression devices, (1) training burn prop, and (310) portable radios.

### TOTAL PROJECTS INITIATED

**86%**

32 of 37 approved projects were initiated in FY 2025/26.

### TOTAL PROJECTS COMPLETED

**19%** Complete

7 of 37 approved projects were completed in FY 2025/26.

### TOTAL PROJECTS ON TRACK

**63%** On Track

Completion is on track as expected for 19 of 30 open projects.

### TOTAL PROJECTS DELAYED/DEFERRED

**37%** Delayed Deferred

Completion is delayed or deferred for 11 of 30 open projects.

Source: Measure O General Obligation Bond Program Annual Report, FY 2025/26.

# Presentation 02 in summary

| | |
|---|---|
| **Eligible bond projects** | Fire station construction, expansion, and improvements; training facility construction and expansion; acquisition and replacement of fire and emergency vehicles, apparatus, and equipment. |
| **Series A bond project list** | 37 projects including 5 new stations, 6 roof replacements, 10 HVAC unit replacements, 2 frontage improvements replacements, 110 new apparatus and vehicles, and 300+ units of new equipment. |
| **Performance review recap** | 86% of approved projects were initiated, 19% completed, 63% on track for completion as expected, and 37% delayed or deferred. |

**Next:** Presentation 03, how Metro Fire stewarded your Measure O dollars.

Source: Full text of Measure O, Bond Project List (Sacramento County Voter Information Guide, Nov. 5, 2024); Capital Improvement Plan FY 2025/26 – 2029/30, as amended; Measure O General Obligation Bond Program Annual Report, FY 2025/26.

03

# Measure O General Obligation Bond Program Annual Report – FY 2025/26 Financial Overview

Dave O'Toole, Chief Financial Officer

# Measure O financials at a glance

TOTAL AUTHORIZATION

**$415M**

Voter-approved authorization, passed November 5, 2024

BONDS ISSUED TO DATE

**$160M**

Series A bonds sold, July 2, 2025

EXPENDITURES TO DATE

**$28.1M**

Spent from the Building Fund, including $19.2M prepaid for apparatus

OUTSTANDING COMMITMENTS

**$123M**

Obligated and allocated funds not yet spent, as of June 30, 2026

REMAINING AUTHORIZATION

**$255M**

Total authorization less Series A bonds sold, July 2, 2025

AVAILABLE FUNDS

**$15.5M**

Funds available for new projects, as of June 30, 2026

LEVY COLLECTION TO DATE

**$9.4M**

As of June 30, 2026

DEBT SERVICE PAID TO DATE

**$4.2M**

As of June 30, 2026

Source: Measure O General Obligation Bond Program Building Fund Financial Summary Report FY2025/26

# Series 2025A bond sale

| Term | Series A |
|---|---|
| Amount sold | $160,000,000 |
| Authorized by | Resolution 2025-031 (May 22, 2025) |
| Sale completed | July 2, 2025 |
| Credit ratings | AA- (S&P), AAA (Fitch) |
| Final maturity | August 1, 2055 |
| Bond premium to Fund 212N | $1,210,972 |
| Costs of issuance | ($1,068,628) |
| Interest rates | Fixed, 4.00% to 5.25% |
| Total scheduled debt service through maturity | $291,451,578 |

Source: Measure O General Obligation Bond Program Building Fund Financial Summary Report FY2025/26

YEAR IN REVIEW: FY 2025/26 DEBT SERVICE

**$4.22M**

$4.22M interest only payments made from levy collections.

LOOKING AHEAD: FY 2026/27 DEBT SERVICE

**$9.89M**

$2.70M principal and $7.19M interest, budgeted to be paid from levy collections.

# Building Fund (212O) Summary – FY 2025/26

| YEAR-END STATEMENT | June 30, 2026 |
|---|---|
| BEGINNING BALANCE (July 1, 2025) | - |
| REVENUES | $7,740,296 |
| Investment income | $7,740,296 |
| EXPENDITURES | $8,991,427 |
| Bond issuance costs | $1,068,628 |
| Capital outlay | $7,922,799 |
| OTHER FINANCING SOURCES (USES) | $159,058,304 |
| Bond issuance | $160,000,000 |
| Interfund reimbursement of prior eligible project costs | ($941,696) |
| NET CHANGE IN FUND BALANCE | $157,807,173 |
| **ENDING BALANCE (June 30, 2026)** | **$157,807,173** |

TOTAL COMBINED REVENUES AND FINANCING SOURCES (YEAR END)

**$167.7M**

Bond proceeds, plus earned investment income.

TOTAL COMBINED EXPENDITURES AND OTHER USES (YEAR END)

**$9.9M**

Project expenses, plus reimbursement for prior eligible expenses, plus costs of issuance

*EXCLUDED EXPENDITURES AND USES*

*Total combined expenditures and uses reflects actual spending, and does not include outstanding commitments or pre-paid expenses not recognized until delivery.*

Source: Measure O General Obligation Bond Program Building Fund Financial Summary Report FY2025/26

# Series A funding: allocated, budgeted, and spent

Funds allocated to approved Measure O projects

**$151.1M** — **94% of bond issuance**

Funds budgeted for FY 2025/26 (Midyear Budget + amendments)

**$77.8M** — **52% of allocated funds**

Funds spent and obligated in FY 2025/26

**$28.1M** | **$34.2M** — **80% of budgeted funds**

## STATION CONSTRUCTION

| | |
|---|---|
| Allocated | $81.4M |
| Budgeted | $11.8M |
| Spent | $1.3M |
| Obligated | $3.5M |

*Design and engineering fees, technical studies, and project application fees for four stations.*

## STATION IMPROVEMENTS

| | |
|---|---|
| Allocated | $1.3M |
| Budgeted | $1.3M |
| Spent | $0.6M |
| Obligated | $19K |

*Roof replacement costs for three stations and HVAC unit replacements at seven stations.*

## APPARATUS/VEHICLES

| | |
|---|---|
| Allocated | $64.2M |
| Budgeted | $61.5M |
| Spent | $23.0M |
| Obligated | $30.7M |

*Acquisition and upfitting costs for vehicles and apparatus.*

## EQUIPMENT REPLACEMENT

| | |
|---|---|
| Allocated | $3.2M |
| Budgeted | $3.2M |
| Spent | $3.2M |
| Obligated | - |

*Automatic chest compression devices, portable radios, and a new training burn prop*

Source: Measure O General Obligation Bond Program Building Fund Financial Summary Report FY2025/26

# Debt Service Fund (212N) Summary – FY 2025/26

| YEAR-END STATEMENT | June 30, 2026 |
|---|---|
| BEGINNING BALANCE (July 1, 2025) | - |
| REVENUES | $166,600 |
| Investment income | $166,600 |
| EXPENDITURES | $4,236,076 |
| Principal and interest | $4,216,597 |
| Service fees | $19,479 |
| OTHER FINANCING SOURCES (USES) | $10,669,656 |
| Tax levies collected | $9,458,684 |
| Bond premium from sale | $1,210,972 |
| NET CHANGE IN FUND BALANCE | $6,600,180 |
| **ENDING BALANCE (June 30, 2026)** | **$6,600,180** |

TOTAL COMBINED REVENUES AND FINANCING SOURCES (YEAR END)

**$10.8M**

Levy collections, plus bond premium from sale, plus earned investment income.

TOTAL COMBINED EXPENDITURES AND OTHER USES (YEAR END)

**$4.2M**

Interest payments and associated service fees.

*OUTSTANDING PRINCIPAL*

*Outstanding principal remains at $160M since debt service payments for FY 2025/26 were only applied to interest. Future debt service payments will include both principal and interest.*

Source: Measure O General Obligation Bond Program Building Fund Financial Summary Report FY2025/26

# Presentation 03 in summary

| | |
|---|---|
| **Raised** | $160M in Series A bonds sold. $255M of the $415M authorization remains for future issuance(s). |
| **Allocated** | $151.1M allocated for approved bond projects (94% of Series A bond issuance). |
| **Budgeted** | $77.8M budgeted in FY 2025/26 (52% of total allocated project costs). |
| **Spent** | $28.1M paid in FY 2025/26, including $19.2M prepaid for apparatus (36% of budgeted costs). |
| **Committed** | $123.0M committed to approved projects, but not yet spent. $15.5M available for future projects. |
| **Debt Service** | $4.2M paid in interest payments. $6.6M will be available for next year's debt service payment. |

**Next:** Wrapping it up and taking a look at what Metro Fire has planned for FY 2026/27.

Source: Measure O General Obligation Bond Program Financial Summary & Expenditure Report Fiscal Year 2025/26 (July 1, 2025 – June 30, 2026)

04

# Measure O General Obligation Bond Program – Looking Into FY 2026/27

Jeff Frye, Chief Development Officer

04 – LOOKING INTO FY 2026/27

# The work continues…

## NEW PROJECTS ADDED TO THE SERIES A BOND PROJECT LIST

| Project | Allocation |
|---|---|
| Automatic chest compression device replacement | $68,690 |
| Extrication equipment replacement | $202,840 |
| Liquid CO2 PPE cleaning system | $1,338,390 |
| Multi-station flooring replacement (18 stations) | $826,910 |
| **Total new allocated funds** | **$2,436,830** |

Total budgeted for FY 2026/27: **$141.4M**

## EXPECTED MAJOR MILESTONES

**5**
fire stations begin construction

**34**
new apparatus and vehicles placed into service

**4**
stations complete roof replacements

**3**
stations complete HVAC unit replacements

Source: Capital Improvement Plan FY 2026/27 – 2030/31; FY 2026-27 Final Budget.

SACRAMENTO METROPOLITAN FIRE DISTRICT

# Thank you.

Your time, effort, and support help ensure continued transparency.

metrofire.ca.gov/MeasureO

# Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 ŁMather, CA 95655 ŁPhone (916) 859-4300 ŁFax (916) 859-3702

ADAM A. HOUSE
*Fire Chief*


**DATE:** November 4, 2026

**TO:** Independent Citizens' Oversight Committee

**SUBJECT:** FY 2025/26 Measure O Independent Financial and Performance Audits

## BACKGROUND

Measure O requires independent oversight and an annual independent financial audit to confirm that bond expenditures are consistent with the purposes approved by the voters at the November 5, 2024 election.

Richardson & Company, LLP performed the District's first annual financial and performance audit of the Measure O General Obligation Bonds Building Fund for the fiscal year ended June 30, 2026, covering the first fiscal year after issuance of $160 million in Series 2025A bonds.

## DISCUSSION

The audit report includes a financial audit and a performance audit, each serving a different purpose.

### Financial Audit

The financial audit determined whether the Measure O Building Fund financial statements are fairly presented in accordance with generally accepted accounting principles. Richardson & Company issued an unmodified, or clean, opinion. The audited statements report the Measure O Building Fund's financial position and activity, including cash and investments, prepaid costs, expenditures, bond proceeds, and restricted fund balance.

Richardson & Company also issued a Governance Letter, a required correspondence to those charged with governance, regarding the auditor's responsibilities, audit scope and timing, accounting practices, and other audit matters.

### Performance Audit

The performance audit focused on whether Measure O bond proceeds were used in accordance with the voter-approved Bond Project List and applicable accountability requirements.

The auditor reviewed a sample of project expenditures and all invoices for bond issuance costs and prepaid apparatus costs. The performance audit also resulted in a clean audit conclusion. The auditor will present the procedures, results, and conclusions to the ICOC.

Relationship to Management's Measure O Annual Report

Management's FY 2025/26 Measure O Annual Report and the audited financial statements present the same Measure O Building Fund activity under different formats. The audited statements report approximately $136.3 million in cash and investments and $138.6 million in restricted fund balance. Management's Executive Summary shows approximately $123.0 million committed to approved projects but not yet spent and $15.5 million available for future projects. Accordingly, most of the Measure O cash and investment balance is already committed.

Management's report also shows approximately $28.1 million in project disbursements. In the audited statements these are reflected as $7.9 million of capital outlay expenditures, $941,696 of transfers out for eligible project costs previously advanced by another District fund, and $19.2 million of prepaid apparatus costs reported as assets until the apparatus are received.

## FISCAL IMPACT

There is no direct fiscal impact associated with accepting the reports.

## RECOMMENDATION

Receive and file the FY 2025/26 Measure O Financial and Performance Audits and related Governance Letter.

Submitted by:

Ronald Empedrad, CPA
Controller

Approved by:

Joseph Fiorica
Deputy Chief, Administration

Attachments:

1. FY 2025/26 Measure O General Obligation Bonds Building Fund Financial And Performance Audits
2. FY 2025/26 Governance Letter

SACRAMENTO METROPOLITAN FIRE DISTRICT

# MEASURE O GENERAL OBLIGATION BONDS BUILDING FUND

FINANCIAL AND PERFORMANCE AUDITS

FOR THE FISCAL YEAR ENDED
JUNE 30, 2026

SACRAMENTO METROPOLITAN FIRE DISTRICT
MEASURE O GENERAL OBLIGATION BONDS BUILDING FUND
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# Financial Audit

RICHARDSON & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

550 Howe Avenue, Suite 210
Sacramento, California 95825

Telephone: (916) 564-8727
FAX: (916) 564-8728

# INDEPENDENT AUDITOR'S REPORT

Governing Board and
Measure O Independent Citizens' Oversight Committee
Sacramento Metropolitan Fire District
Mather, California

## Report on the Audit of the Financial Statements

### *Opinions*

We have audited the accompanying financial statements of the Measure O General Obligation Bonds Building Fund (Measure O Fund) of Sacramento Metropolitan Fire District (Metro Fire), as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the Measure O Fund'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 Measure O Fund as of June 30, 2026, and the 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 standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Metro Fire 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.

### *Emphasis-of-Matter*

As discussed in Note 1, the financial statements present only the Measure O Fund of Metro Fire and do not purport to, and do not present fairly the financial position of Metro Fire as of June 30, 2026, the changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the 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 the Measure O Fund's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Metro Fire'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 Metro Fire'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.

***Other Matters***

*Required Supplementary Information*

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

Governing Board and
Measure O Independent Citizens' Oversight Committee
Sacramento Metropolitan Fire District

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

In accordance with *Government Auditing Standards*, we have also issued our report dated October 7, 2026, on our consideration of Metro Fire's Measure O Fund internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Metro Fire's Measure O Fund internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Metro Fire's internal control over financial reporting and compliance.

Richardson & Company, LLP

October 7, 2026

# Sacramento Metropolitan Fire District
# Measure O General Obligation Bonds Building Fund
# Balance Sheet
# June 30, 2026

| | |
|---|---|
| ASSETS | |
| Cash and investments | $ 136,269,808 |
| Interest receivable | 2,747,087 |
| Due from other funds | 1,494 |
| Prepaid costs | 19,234,993 |
| Total Assets | $ 158,253,382 |
| LIABILITIES | |
| Accounts payable and accrued expenditures | $ 446,209 |
| FUND BALANCES | |
| Nonspendable | 19,234,993 |
| Restricted for capital projects | 138,572,180 |
| Total Fund Balance | 157,807,173 |
| Total Liabilities and Fund Balance | $ 158,253,382 |

# Sacramento Metropolitan Fire District
# Measure O General Obligation Bonds Building Fund
# Statement of Revenues, Expenditures, and Changes in Fund Balance
# For the Fiscal Year Ended June 30, 2026

| | |
|---|---|
| REVENUES | |
| Investment income | $ 7,740,296 |
| EXPENDITURES | |
| Services and other expenditures | 1,068,628 |
| Capital outlay | 7,922,799 |
| Total Expenditures | 8,991,427 |
| Deficiency of Revenues Under Expenditures | (1,251,131) |
| OTHER FINANCING SOURCES (USES): | |
| Issuance of general obligation bonds | 160,000,000 |
| Transfers out | (941,696) |
| Total Other Financing Sources (Uses) | 159,058,304 |
| Net Change in Fund Balance | 157,807,173 |
| Fund Balance, Beginning of the Year | - |
| Fund Balance, End of the Year | $ 157,807,173 |

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Sacramento Metropolitan Fire District's ("Metro Fire") Measure O General Obligation Bonds Building Fund have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principles. The following is a summary of significant accounting policies:

### A. Financial Reporting Entity

The financial statements include only the General Obligation Bonds Building Fund of Metro Fire used to account for Measure O projects. This Fund was established to account for expenditures of general obligation bonds issued under General Obligation Bonds Election of 2024. The authorized issuance amount is $415,000,000. Through June 30, 2026, bonds totaling $160,000,000 have been issued.

These financial statements are not intended to present fairly the financial position and results of operations of Metro Fire in compliance with accounting principles generally accepted in the United States of America.

### B. Fund Accounting

The operations of the General Obligation Bond Building Fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Resources are allocated to and accounted for in individual funds based on the purpose for which they are to be spent.

### C. Basis of Accounting and Presentation

Measurement focus indicates the type of resources being measured, such as current financial resources or economic resources. Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurements made, regardless of the measurement focus applied.

The General Obligation Bond Building Fund is accounted for using a flow of current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. 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 within 90 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

### D. Budgetary Principles

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. As required by the laws of the State of California, preliminary and final budgets are adopted on or before June 30 and October 1 of each fiscal year, respectively. Significant operating changes are addressed by the Board of Directors through a mid-year Budget amendment typically adopted in March or earlier if necessary. The appropriated budget is prepared by fund, division, and object level.

### E. Encumbrances

The District utilizes an encumbrance accounting system under which purchase orders, contracts and other commitments for the expenditure of monies are recorded to reserve that portion of the applicable appropriation. Encumbrances are liquidated when the commitments are paid, and all outstanding encumbrances lapse at June 30.

### F. Cash and Investments

Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition, including money market mutual funds. Investments are reported at fair value.

### G. Prepaid Costs

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid costs in the fund financial statements. The cost of prepaid items is recorded as expenditures when consumed rather than when purchased. Prepaid costs offset nonspendable fund balance to indicate that they do not constitute resources available for future appropriation.

In the current fiscal year, the entire prepaid balance relates to advance payments for a large order of fire apparatus with long lead times.

### H. Restricted Fund Balance

Restricted fund balance includes amounts subject to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation. The Building Fund's fund balance is restricted for capital projects in accordance with Measure O and the Bond Project List.

### I. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities, disclosures of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

## NOTE 2 – CASH AND INVESTMENTS

It is the policy of Metro Fire to invest its funds in a manner designed to provide the highest investment return with the maximum security while meeting the daily cash flow demands of Metro Fire, and conforming to all state and local statutes governing the investment of public funds, using the "prudent person" standard for managing the overall portfolio. The primary objectives of the policy are safety, liquidity, and yield.

At June 30, 2026, cash and investments consisted of the following:

| | |
|---|---|
| U.S. Treasury Securities | $ 85,728,847 |
| U.S. Government-sponsored Enterprise Obligations | 49,918,200 |
| Sacramento County Pooled Investment Fund | 622,761 |
| Total Cash and Investments | $ 136,269,808 |

### A. Deposit and Investment Policies

The District's investment policy follows State code to limit its credit, interest rate, and concentration of credit risks. California Government Code §53601 reduces credit risk by limiting investments in commercial paper to "prime" quality of the highest ranking or of the highest letter and numerical rating as provided by nationally recognized statistical rating organizations, and limits investments in medium-term notes to a rating of A or better. Individual securities must be backed by the federal government or rated AAA, AA, or A by Standard & Poor's or Aaa, Aa, or A by Moody's indices. §53601 reduces interest rate risk by limiting investments to maturities of five years, unless the District Board has granted express authority to make a longer-term investment at least three months before the investment is made.

### B. External Investment Pool

At June 30, 2026, investments in the Sacramento County Pooled Investment Fund amounted to $622,761, which is stated at fair value. The fund is managed by the Sacramento County Department of Finance. The value of pooled shares that may be withdrawn is determined on an amortized cost basis, which is different from the fair value of Metro Fire's position in the pool.

As an external investment pool, the fund is not rated by a nationally recognized statistical rating organization. The fund's investment policy prioritizes safety of principal, liquidity, and public trust, while investing in instruments authorized by the California Government Code. The fund is not a 2a7-like pool, and as such, interest rate risk must be disclosed. As of June 30, 2026, the fund had a weighted average maturity of 321 days. A longer weighted average maturity indicates a higher degree of interest rate risk.

The fund's investment policy states that requests to withdraw funds for purposes other than normal cash flow, such as for external investing, are subject to the consent of the Sacramento County Director of Finance and may be subject to a 30-day advance notice requirement. The fund is overseen by the Sacramento County Treasury Oversight Committee, which reviews the investment policy and investment portfolio quarterly and causes an annual audit of the pool.

### C. 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. Information about the sensitivity of the fair values of the investments to market fluctuations is provided in the following table that shows the distribution of its investments by maturity as of year-end:

| | | Investment Maturities | | |
|---|---|---|---|---|
| Type of Investment | Total | < 1 year | 1-5 years | 6-10 years |
| U.S. Treasury Securities | $ 85,728,847 | $ 85,728,847 | $ - | $ - |
| U.S. Gov't-sponsored Enterprise Obligations | 49,918,200 | - | 49,918,200 | - |
| Sacramento County Pooled Investment Fund | 622,761 | 622,761 | - | - |
| Total | $136,269,808 | $ 86,351,608 | $ 49,918,200 | $ - |

### D. Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the instrument. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The Building Fund is permitted to hold investments of issuers with minimum short-term ratings of A-1 and P-1 and minimum long-term ratings of A and A2 from Standard & Poor's and Moody's, respectively. Presented below are the actual ratings as of year-end for each investment:

| | | Ratings as of Year End | | |
|---|---|---|---|---|
| Type of Investment | Total | AAA/Aaa | AA+/Aa1 | Unrated |
| U.S. Treasury Securities | $ 85,728,847 | $ - | $ 85,728,847 | $ - |
| U.S. Gov't-sponsored Enterprise Obligations | 49,918,200 | | 49,918,200 | |
| Sacramento County Pooled Investment Fund | 622,761 | - | - | 622,761 |
| Total | $136,269,808 | $ - | $135,647,047 | $ 622,761 |

### E. Concentration of Credit Risk

The concentration of credit risk is the risk of loss that may be caused by an investment in a single issuer. Metro Fire's investment policy limits the amount of the portfolio that can be invested in any one investment vehicle to no more than 10% of the portfolio, except for investments in the Sacramento County Pooled Investment Fund and in U.S. Treasury and Agency obligations. In accordance with GASB 40, *Deposit and Investment Risk Disclosures*, investments in any one issuer (other than those issued or explicitly guaranteed by the U.S. government, mutual funds, and other pooled investments) that represented 5% or more of investments must be disclosed.

At June 30, 2026, the Building Fund held $49,918,200 in Federal Farm Credit Bank obligations, representing approximately 37% of the Building Fund's total investments. These securities are obligations of a U.S. government-sponsored enterprise and are not explicitly guaranteed by the U.S. government.

### F. Custodial Credit Risk

Custodial risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. 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 agency. At June 30, 2026, the Building Fund did not maintain cash deposits in a banking institution.

### G. Fair Value Measurements

All investments are reported in the balance sheet at fair value. Metro Fire categorizes its fair value measurements using the hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset as follows:

- Level 1: Quoted prices in active markets for identical investments,
- Level 2: Significant observable inputs other than those included in Level 1, and
- Level 3: Significant unobservable inputs.

The Building Fund had the following fair value measurements as of year-end:

| | | Fair Value Measurements Using | | |
|---|---|---|---|---|
| | Amount | Quoted Prices in Active Markets for Identical assets Level 1 | Significant Other Observable Inputs Level 2 | Significant Unobservable Inputs Level 3 |
| U.S. Treasury Securities | $ 85,728,847 | $ - | $ 85,728,847 | $ - |
| U.S. Gov't-sponsored Enterprise Obligations | 49,918,200 | | 49,918,200 | |
| Investments not subject to fair value hierarchy - External Investment Pools | 622,761 | | | |
| Total investments measured at fair value | $ 136,269,808 | | | |

## NOTE 3 – PURPOSE OF BOND ISSUANCE

### A. Bond Authorization

The Measure O General Obligation Bonds were authorized at an election of registered voters held on November 5, 2024, at which more than two-thirds of the persons voting on the measure voted to authorize the issuance and sale of $415,000,000 principal amount of general obligation bonds of Metro Fire. The Bonds represent an obligation of Metro Fire payable solely from ad valorem property taxes levied and collected by Sacramento and Placer Counties within Metro Fire. The Boards of Supervisors of Sacramento and Placer Counties have the power and are obligated to annually levy ad valorem taxes for the payment of interest on, and principal of, the bonds upon all property subject to taxation in the jurisdiction of Metro Fire.

**B. Purpose of Bonds**

The purpose of the bonds is to maintain 911 fire and emergency medical response times, attract and retain qualified professional firefighters/paramedics, support local fire protection, and prevent firefighter exposure to cancer-causing air pollution by upgrading outdated, deteriorating lifesaving equipment, engines, and stations.

Proceeds from the sale of bonds authorized by this measure shall be used only for the construction, expansion, reconstruction, rehabilitation, replacement, furnishing, and equipping of fire facilities, the acquisition or lease of real property for fire facilities, and the acquisition or lease of fire and emergency medical vehicles, apparatus, and capital equipment, all as listed on the Bond Project List. Specifically, the Bond Project List includes:

1) fire station construction, expansion, and improvement projects,
2) training facility construction and expansion project, and
3) fire and emergency vehicles, apparatus, and equipment acquisition and replacement projects.

No funds derived from bond sales may be used for general operating expenses, including employee salaries or pensions, or any purpose or project other than those expressly stated in the measure.

## NOTE 4 – GENERAL OBLIGATION BOND ISSUANCE

In July 2025, Metro Fire issued general obligation bonds (2025 Series A) in the principal amount of $160 million. The bonds consist primarily of serial bonds maturing annually from 2026 through 2052 with fixed interest rates ranging from 4.00% to 5.25%, and a smaller portion issued as term bonds bearing a fixed interest rate of 4.00% with a final maturity date of August 1, 2055.

## NOTE 5 – INTERFUND TRANSACTIONS

Prior to the issuance of the Measure O bonds, eligible capital expenditures were incurred in Metro Fire's Capital Facilities Fund in the prior fiscal year. A reimbursement resolution was passed in accordance with Treasury Regulation §1.150-2 to reimburse the Capital Facilities Fund once Measure O bonds were issued. Upon the issuance of the bonds in the current fiscal year, an interfund transfer was made to the Capital Facilities Fund during the year in the amount of $941,696.

As of June 30, 2026, the Measure O Building Fund has an interfund receivable of $1,494 due from the General Fund. Interfund receivables and payables are paid and cleared in the subsequent period.

## NOTE 6 – COMMITMENTS

At year-end, the Measure O Building Fund had the following commitments with respect to unfinished projects:

| Project Type | Remaining Commitment |
|---|---|
| Fire and Emergency Vehicles, Apparatus, and Equipment | |
| Ambulance Replacement | $ 7,637,510 |
| Type III Engine Replacement | 6,294,126 |
| Type I Engine Replacement | 5,354,288 |
| Ladder Truck Replacement | 4,020,281 |
| Type V Engine Replacement | 2,280,275 |
| Water Tender Replacement | 1,691,530 |
| Rescue Unit Replacement | 1,650,110 |
| Air Unit Replacement | 963,368 |
| Squad Vehicle Replacement | 799,911 |
| Decon Van Acquisition | 288 |
| Dozer Tender Replacement | 193 |
| Total Fire and Emergency Vehicles, Apparatus, and Equipment | 30,691,880 |
| Fire Station Construction, Expansion, and Improvement | |
| Station 61 Expansion | 890,756 |
| Station 23 Expansion | 876,144 |
| Station 112 Expansion | 868,260 |
| Station 42 Relocation | 851,029 |
| Multi-Site HVAC Replacement | 18,995 |
| Total Fire Station Construction, Expansion, and Improvement | 3,505,665 |
| Total Commitments | $ 34,197,064 |

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

Governing Board and
Measure O Independent Citizens' Oversight Committee
Sacramento Metropolitan Fire District
Mather, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Measure O General Obligation Bonds Building Fund (Measure O Fund) of Sacramento Metropolitan Fire District (Metro Fire), as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise Metro Fire's basic financial statements, and have issued our report thereon dated October 7, 2026.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Metro Fire's Measure O Fund internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Metro Fire's Measure O Fund internal control. Accordingly, we do not express an opinion on the effectiveness of the Metro Fire's Measure O Fund internal control.

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

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

Governing Board and
Measure O Independent Citizens' Oversight Committee
Sacramento Metropolitan Fire District

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Metro Fire's Measure O Fund financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

**Purpose of this Report**

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

Richardson & Company, LLP

October 7, 2026

# Performance Audit

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## INDEPENDENT AUDITORS' REPORT ON PERFORMANCE

Governing Board and
Measure O Independent Citizens' Oversight Committee (ICOC)
Sacramento Metropolitan Fire District
Mather, California

We were engaged to conduct a performance audit of the Sacramento Metropolitan Fire District (Metro Fire) Measure O General Obligation Bonds Building Fund (Measure O) for the year ended June 30, 2026.

We conducted this performance audit in accordance with the standards applicable to performance audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our conclusion based on our audit objectives. We believe that the evidence obtained provides a reasonable basis for our conclusions based on our audit objectives.

Our audit was limited to the objectives listed within the report which includes determining Metro Fire's compliance with the performance requirements as referred to in Measure O. Management is responsible for Metro Fire's compliance with those requirements.

In planning and performing our performance audit, we obtained an understanding of Metro Fire's internal control in order to determine if the internal controls were adequate to help ensure Metro Fire's compliance with the requirements of Measure O. Accordingly, we do not express an opinion on the effectiveness of Metro Fire's internal control.

The results of our tests indicated that Metro Fire expended Measure O funds only for the specific projects approved by the voters, in accordance with Measure O.

Richardson & Company, LLP

October 7, 2026

*AUTHORITY FOR ISSUANCE*

The general obligation bonds associated with Measure O were issued pursuant to the Constitution and laws of the State of California (the State) and the Health and Safety Code. The bonds are authorized to be issued by a resolution adopted by the Board of Directors of Metro Fire on May 22, 2025 (the Resolution).

The District received authorization at an election held on November 5, 2024, to issue bonds of Metro Fire in an aggregate principal amount not to exceed $415,000,000 to finance construction, expansion, reconstruction, rehabilitation, replacement, furnishing, and equipping of fire facilities, the acquisition or lease of real property for fire facilities, and the acquisition or lease of fire and emergency medical vehicles, apparatus, and capital equipment. The bonds represent the first series of the authorized bonds to be issued under Measure O.

*PURPOSE OF ISSUANCE*

The proceeds from the issuance and sale of the general obligation bonds can only be used for the construction, expansion, reconstruction, rehabilitation, replacement, acquisition, lease, furnishing, and equipping of fire facilities, emergency medical vehicles, apparatus, and capital equipment of Metro Fire. Measure O lists the specific projects Metro Fire intends to finance by the proposed bond sales.

No funds derived from bond sales can be used for general operating expenses, including employee salaries or pensions, or any purpose or project other than those expressly stated in the Measure.

*AUTHORITY FOR THE AUDIT*

Measure O requires the following accountability measures:

a) The specific purpose of the Bonds is to finance the Projects on the Bond Project List.

b) The proceeds from the sale of the Bonds will be used only for the purposes specified in this Measure O, and not for any other purpose;

c) The proceeds of the Bonds will be deposited into an account to be created and held by Metro Fire;

d) The Fire Chief of Metro Fire will file an annual report with the Board which report shall contain pertinent information regarding the amount of funds collected and expended, as well as the status of the Projects;

e) All expenditures will be subject to oversight by an independent oversight committee, composed of individuals appointed by the Board, to confirm that Bond expenditures are consistent with the intent of Measure O; and

f) All expenditures also will be subject to an annual independent financial audit to confirm that Bond expenditures are consistent with the intent of Measure O.

*OBJECTIVE OF THE AUDIT*

Determine whether expenditures charged to the Building Fund have been made in accordance with the Bond Project List approved by the voters through the approval of Measure O and that Metro Fire satisfied the accountability measures.

*SCOPE OF THE AUDIT*

The scope of our performance audit covered the period of July 1, 2025 to June 30, 2026. The population of expenditures tested included all expenditures recorded in the Bond Fund that were financed by the bond proceeds. The propriety of expenditures for capital projects and maintenance projects funded through other State or local funding sources of Metro Fire, other than proceeds of the bonds, were not included within the scope of the audit. Expenditures incurred subsequent to June 30, 2026, were not reviewed or included within the scope of our audit or in this report.

*PROCEDURES PERFORMED*

We obtained the general ledger and the project expenditure reports prepared by Metro Fire for the period July 1, 2025 to June 30, 2026, for the Building Fund (Measure O). Within the fiscal year audited, we obtained the actual invoices and other supporting documentation for a sample of expenditures to ensure compliance with the requirements of Measure O as to the approved bond projects list. We performed the following procedures:

1. We selected a sample of expenditures for the period starting July 1, 2025 and ending June 30, 2026, and reviewed supporting documentation to ensure that such funds were properly expended on the specific projects listed in the Bond Project List.

2. Our sample included transactions totaling $5,661,050, which represents 71 percent of the total project expenditures of $7,922,799. We also examined all of the invoices for debt issuance costs totaling $1,068,628 and all of the invoices that make up prepaid costs totaling $19,234,993.

3. Based on our testing, we verified funds from the Building Fund (Measure O) were expended for the construction, expansion, reconstruction, rehabilitation, replacement, furnishing, and equipping of fire facilities, the acquisition or lease of real property for fire facilities, and the acquisition or lease of the fire and emergency medical vehicles, apparatus, and capital equipment, as listed on the Bond Project List. We determined that Measure O bond proceeds were not used for prohibited expenditures, including general operating expenses, employee salaries or pensions, or any purpose or project other than those expressly authorized in Measure O.

4. We determined that reimbursements from Measure O bond proceeds were made only for eligible project expenditures previously advanced by Metro Fire from the General Fund or other Metro Fire funds or accounts prior to the receipt of bond proceeds.

5. We determined that Measure O expenditures will be subject to oversight by the Independent Citizens' Oversight Committee (ICOC) to confirm that expenditures were consistent with the intent of Measure O. The ICOC was formed in September 2026 and will review fiscal year 2025/26 Measure O expenditures in November 2026.

6. We determined whether the Fire Chief filed an annual report with the Board containing pertinent information regarding the amount of Measure O funds collected and expended and the status of projects. This annual report will be filed at the November 2026 Board meeting.

7. We determined that Measure O expenditures were subject to annual independent financial and performance audits to confirm that bond expenditures were consistent with the intent of Measure O.

8. We determined that Measure O bond proceeds were used locally and only for the construction, expansion, acquisition, upgrade, and modernization of fire stations, facilities, vehicles, equipment, and real property serving Metro Fire's communities, and that bond funds were retained by Metro Fire and not transferred or seized by the State or other governmental agencies.

9. We determined that the interest rate on the Measure O bonds did not exceed 12 percent per annum, or the maximum rate permitted by applicable law.

*CONCLUSION*

The results of our tests indicated that, in all significant respects, Metro Fire has properly accounted for the expenditures held in the Building Fund (Measure O) and that such expenditures were made for authorized Bond projects. We also determined that Metro Fire complied with the provisions of Measure O.

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# GOVERNANCE LETTER

Governing Board and
Measure O Independent Citizens' Oversight Committee
Sacramento Metropolitan Fire District
Mather, California

We have audited the financial statements of the Measure O General Obligation Bonds Building Fund (Measure O Fund) of the Sacramento Metropolitan Fire District (Metro Fire), for the year ended June 30, 2026, and have issued our report thereon dated October 7, 2026. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of the audit. We communicated such information in our letter to you dated October 7, 2026. Professional standards also require that we communicate to you the following information related to our audit.

## Our Responsibilities under U.S. Generally Accepted Auditing Standards and *Government Auditing Standards*

As stated in our engagement letter dated July 8, 2025, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

In planning and performing our audit, we considered the Measure O Fund's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting.

As part of obtaining reasonable assurance about whether the Measure O Fund financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants. However, providing an opinion on compliance with those provisions was not an objective of our audit. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the Measure O Fund's compliance with those requirements.

## Planned Scope and Timing of the Audit

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

Our audit includes obtaining an understanding of the entity and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Material misstatements may result from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental

regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity. We noted no internal control weaknesses during our audit.

We performed the audit according to the planned scope previously communicated to you in our engagement letter dated July 8, 2025.

*Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Metro Fire are described in Note 1 to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during the year. We noted no transactions entered into by Metro Fire during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events a assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was determining the project expenditures that qualify under Measure O. We evaluated the key factors and assumptions used to determine qualifying expenditures and determine that they are reasonable.

The financial statement disclosures are neutral, consistent and clear.

*Difficulties Encountered in Performing the Audit*

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

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. There were no material misstatements noted during the audit.

*Disagreements with Management*

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

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated October 7, 2026.

*Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Measure O Fund's financial statements or a determination of

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

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

This information is intended solely for the use of the Board of Directors, management and the Independent Citizens' Oversight Committee of Metro Fire and is not intended to be, and should not be, used by anyone other than these specified parties.

Richardson & Company, LLP

October 7, 2026

# Sacramento Metropolitan Fire District

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ADAM A. HOUSE
*Fire Chief*


**DATE:** **November 4, 2026**

**TO:** **Measure O Independent Citizens' Oversight Committee**

**SUBJECT:** **Measure O Independent Citizens' Oversight Committee Annual Finding – FY 2025/26**

## BACKGROUND

On November 5, 2024, voters within the Sacramento Metropolitan Fire District (District) approved Measure O, authorizing the District to issue up to $415 million in general obligation bonds to be used for the construction, expansion, reconstruction, rehabilitation, replacement, furnishing, and equipping of fire facilities; the acquisition or lease of real property for fire facilities; and the acquisition or lease of fire and emergency medical vehicles, apparatus, and capital equipment. Measure O stipulates that bond expenditures are subject to oversight by an independent oversight committee, composed of individuals appointed by the District's Board of Directors (Board), to confirm that expenditures are consistent with the intent of the measure.

On April 24, 2025 the Board passed Resolution 2025-020 adopting the Measure O Independent Citizens' Oversight Committee (ICOC or Committee) Charter, establishing the composition of the Committee and defining its scope of responsibilities, pursuant to accountability requirements outlined in the bond measure. Under its charter, the Committee serves in an independent oversight and advisory role to review District reports related to bond expenditures and make a finding to the Board on an annual basis as to whether bond funds were used in accordance with the measure's intended purposes.

## DISCUSSION

The District issued its first series of Measure O bonds, the 2025 Series A General Obligation Bonds totaling $160 million, on July 2, 2025, and FY 2025/26 was the first year of expenditures related to the bond program. Between July 1, 2025 and June 30, 2026, expenditures were made for approved bond-funded projects authorized in the District's adopted Capital Improvement Plan for FY 2025/26 – 2029/30. A total of 37 bond-funded projects were authorized for FY 2025/26, including:

- Fire station construction: 5 projects including 1 new construction, 3 full replacements, and 1 relocation;
- Fire station improvement: 4 projects completing improvements at 18 stations;
- Fire/EMS apparatus and vehicles: 25 projects totaling 110 apparatus and vehicles; and
- Fire/EMS equipment: 3 projects including replacement of EMS equipment, live-fire training equipment, and emergency communications equipment.

FY 2025/26 disbursements from the Measure O Building Fund totaled $28,099,489, consisting of $26,237,619 in capital outlay for fire and emergency vehicles, apparatus, and equipment, and $1,861,870 for fire station construction, expansion, and improvements.

To support the Committee's review and consideration of the FY 2025/26 bond expenditures, attached are the following:

- Full text of the Sacramento Metropolitan Fire District Fire/Emergency Medical Response Measure (Measure O), as approved by voters on November 5, 2024; and
- Measure O General Obligation Bond Program Building Fund Financial Summary Report, FY 2025/26.

Additionally, in accordance with the accountability requirements outlined on the bond measure, an independent financial and performance audit for FY 2025/26 was conducted by Richardson and Company LLP and finalized on October 7, 2026.

## RECOMMENDATION

The District recommends that the Committee adopt a finding on whether or not the Measure O general obligation bond expenditures for FY 2025/26 are consistent with the intent of the Measure O General Obligation Bond Measure, as approved by voters on November 5, 2024. The District further recommends that the Committee authorize its Chairperson to transmit its finding to the Board in the attached form at its next regular meeting on November 12, 2026.

Submitted by:

Adam Mitchell
Adam Mitchell (Oct 28, 2026 14:40:19 PDT)

Adam Mitchell
Acting Fire Chief

## ATTACHMENTS:

| | |
|---|---|
| Attachment 1: | Full text of the Sacramento Metropolitan Fire District Fire/Emergency Medical Response Measure (Measure O), as approved by voters on November 5, 2024 |
| Attachment 2: | Measure O General Obligation Bond Program Building Fund Financial Summary Report, FY 2025/26 |
| Attachment 3: | Measure O Independent Citizens' Oversight Committee Annual Finding – FY 2025/26 (DRAFT) |

**MEASURE O**
**SACRAMENTO METROPOLITAN FIRE DISTRICT FIRE/EMERGENCY MEDICAL RESPONSE MEASURE.** To maintain 911 fire/emergency medical response times, attract/retain qualified professional firefighters/paramedics, support local fire protection, and prevent firefighter exposure to cancer-causing air pollution by upgrading outdated/deteriorating lifesaving equipment, engines/stations, shall Sacramento Metropolitan Fire District's measure be adopted, authorizing $415,000,000 in bonds at legal rates, levying approximately $19/$100,000 assessed value, generating approximately $24,000,000 annually while bonds are outstanding, with annual audits, citizens' oversight and local control?

## IMPARTIAL ANALYSIS OF MEASURE O

Prepared by County Counsel

The California Constitution and Health and Safety Code authorize special districts to issue bonds for specified purposes if approved by the voters within district boundaries. Measure O was placed on the ballot by the governing board of the Sacramento Metropolitan Fire District ("District"). If approved, Measure O would allow the District to incur bonded indebtedness up to a maximum amount of $415,000,000. The proceeds from the issuance and sale of such general obligation bonds could only be used for the construction, expansion, reconstruction, rehabilitation, replacement, acquisition, lease, furnishing, and equipping of fire facilities, emergency medical vehicles, apparatus, and capital equipment of the District. Measure O lists the specific projects the District intends to finance by the proposed bond sales.

No funds derived from bond sales may be used for general operating expenses, including employee salaries or pensions, or any purpose or project other than those expressly stated in the measure.

To ensure that funds are spent only as specified in the measure, Measure O requires: 1) the appointment of a citizen's oversight committee; 2) deposit of bond proceeds into a separate account; 3) completion of annual independent performance and financial audits; and 4) submission of an annual status report to the Board of the District.

If Measure O is passed, the actual dates of sale and the amount of bonds sold would be governed by the District based on the need for construction funds and other factors. If Measure O is approved, the tax rates necessary for payment of principal and interest on any bonds sold will largely be dictated by the timing of the bond sales, the amount sold at a given sale, market interest rates at the time of each sale (although in no event greater than the maximum bond interest rate allowed by law), as well as actual assessed valuation of taxable property in the District over the term of repayment. The District's Tax Rate Statement contains the best estimates of tax rates required to service the bond debt. The District estimates the average annual tax rate levy to fund this bond is $19.00 per $100,000 of assessed valuation. The final fiscal year in which the tax is anticipated to be collected is 2060-61. The District estimates that the total amount repayable during the life of the bond, including principal and interest, is approximately $890,000,000.

Passage of Measure O requires approval by two-thirds of the voters voting thereon UNLESS Proposition 5 – Assembly Constitutional Amendment No. 1 ("ACA1") is approved on the same election date. If ACA1 is approved, then approval of Measure O by 55% of the voters voting thereon is required.

A "YES" vote on Measure O means you wish to allow the District to issue bonds in an amount not to exceed $415 million dollars.

A "NO" vote on Measure O means you do not wish to allow the District to issue the proposed bonds.

***YOU CAN FIND THE MEASURE ARGUMENTS FOLLOWING THE FULL TEXT OF THIS MEASURE***

**FULL TEXT**

SACRAMENTO METROPOLITAN FIRE DISTRICT FIRE/EMERGENCY MEDICAL RESPONSE MEASURE. To maintain 911 fire/emergency medical response times, attract/retain qualified professional firefighters/paramedics, support local fire protection, and prevent firefighter exposure to cancer-causing air pollution by upgrading outdated/deteriorating lifesaving equipment, engines/stations, shall Sacramento Metropolitan Fire District's measure be adopted, authorizing $415,000,000 in bonds at legal rates, levying approximately $19/$100,000 assessed value, generating approximately $24,000,000 annually while bonds are outstanding, with annual audits, citizens' oversight and local control?

**Findings**

- The District serves a population of over 720,000 who all depend on the District to lend a helping hand in a crisis.
- From medical emergencies, local fire protection, natural disasters, devastating wildfires, or general fire-related neighborhood services, the District answers calls from community members in need 24 hours a day, seven days a week.
- The District actively analyzes and plans for how to best provide service and coverage to the communities it serves and how the condition of its facilities and vehicles impacts those services.
- The District's planning process identified an extensive list of life saving equipment upgrades, fire station improvements, and fire engine and vehicles replacements necessary to continue to provide rapid 911 response.
- More than 70 percent of 911 calls received are for medical emergencies, such as heart attacks, strokes and car accidents where seconds matter in these life-threatening situations; yet the current state of facilities and equipment, the number of overlapping calls, and station locations place a worsening strain on emergency response times.
- The scope and scale of the needs identified in its Capital Improvement Program far exceed the District's current operating budget even as the District sets aside funding each year for capital improvements.
- By law all funds from the proposed bond measure are required to be spent only for the construction, expansion, acquisition, upgrade, and modernization of fire stations, facilities, vehicles, equipment, and real property in communities served by the District and none of the funds may be spent on salaries, benefits, pensions or other purposes.

- All bond measure proceeds are legally required to stay local for the construction, expansion, acquisition, upgrade, and modernization of fire stations, facilities, vehicles, equipment, and real property in the communities served by the District, and none of the money may be seized by the State or other government agencies.

## Object and Purpose of Bonds

This measure (the "Measure") authorizes the issuance of general obligation bonds (the "Bonds"), the object and purpose of which is to finance the Projects and certain costs in connection with the issuance of the Bonds.

The Projects will be completed as needed, and each is assumed to include its share of costs, including planning and construction costs. The final cost of each Project will be determined as real property is purchased, plans are finalized, construction bids are awarded, or projects are completed.

Proceeds of the Bonds may be used to reimburse the District for amounts advanced from the general fund or other funds or accounts to fund Projects when such purchases are made prior to the availability of Bond proceeds.

## Required Approval

The Measure shall be deemed approved if approved by at least 2/3 of the registered voters voting on the proposition; *provided, however*, that if Proposition 5 is approved by California voters on the same date that voters of the District are voting on the proposed Bond measure, such measure shall be deemed to be approved if approved by at least 55% of the registered voters voting on the proposition, consistent with the provisions of Proposition 5.

## Estimated Cost of Projects

The estimated cost of the portion of the costs of the Projects to be paid for from the Bonds is $415,000,000. The estimated cost includes legal and other fees and the cost of printing the Bonds and other costs and expenses incidental to or connected with the authorization, issuance or sale of the Bonds. The cost of the Projects includes planning and construction costs.

## Principal Amount of Bonds

The aggregate principal amount of Bonds to be issued in or more series is not to exceed $415,000,000.

## Maximum Interest Rate

The maximum rate of interest to be paid on the Bonds shall not exceed 12% per annum, the maximum rate permitted by applicable law.

## Accountability Requirements

The following accountability measures apply to the issuance of Bonds pursuant to this Measure:

(a) The specific purpose of the Bonds is to finance the Projects;

(b) The proceeds from the sale of the Bonds will be used only for the purposes specified in this Measure, and not for any other purpose;

(c) The proceeds of the Bonds will be deposited into an account to be created and held by the District;

(d) The Fire Chief of the District shall file an annual report with the Board which report shall contain pertinent information regarding the amount of funds collected and expended, as well as the status of the Projects;

(e) All expenditures will be subject to oversight by an independent oversight committee, composed of individuals appointed by the Board, to confirm that Bond expenditures are consistent with the intent of this Measure; and

(f) All expenditures also will be subject to an annual independent financial audit to confirm that Bond expenditures are consistent with the intent of this Measure.

**Identification of Tax; Use of Revenue**

The tax imposed by this Measure is an *ad valorem* tax levied upon taxable real property in the District. The tax will be used to pay the principal and interest on the Bonds.

**Bond Project List**

This Bond Project List, describes the specific projects the District proposes to finance with proceeds of the bonds.

In order to meet all identified facility needs, the District intends to complete projects using a combination of funding sources, including contributions, development impact fees, medical aid and ambulance transport fees, District Capital Improvement Program budget allocations, and grant funding (if available). Approval of this measure does not guarantee that all projects on this Bond Project List will be funded beyond the local revenues generated by this measure.

Proceeds from the sale of bonds authorized by this measure shall be used only for the construction, expansion, reconstruction, rehabilitation, replacement, furnishing, and equipping of fire facilities, the acquisition or lease of real property for fire facilities, and the acquisition or lease of fire and emergency medical vehicles, apparatus, and capital equipment, all as listed on the Bond Project List. Specific projects to be funded by the bond measure include, without limitation, the following:

**A. Fire Station Construction, Expansion, and Improvement Projects**

- Construct, expand, reconstruct, relocate, modernize, and/or improve fire stations, including:
  - New fire stations in Vineyard, North Highlands, and Rancho Cordova areas of the District
  - Expansion and/or relocation of existing fire stations in North Highlands, Rancho Cordova, Mather, Citrus Heights, Florin, and Carmichael, or other District stations that are found to be inadequate to serve the District's service population
- Acquire land, as needed, for the construction and/or relocation of fire stations;

- Remove or replace existing, inadequate fire station buildings as needed; and
- Perform infrastructure improvements and site-work related to fire station construction, expansion, reconstruction, relocation, and improvement projects.

**B. Training Facility Construction and Expansion Project**

- Continue the construction of the Zinfandel First Responder Training Facility in Rancho Cordova, including training classrooms, training structures and towers, vehicle operations training course, training offices, and other facilities and ground improvements needed for first responder training; and
- Perform infrastructure improvements and site-work related to training facility construction and improvement projects.

**C. Fire and Emergency Vehicles, Apparatus, and Equipment Acquisition and Replacement Projects**

- Acquire and/or replace life-saving fire and emergency medical vehicles, apparatus, and capital equipment.

For any project involving modernization or renovation of a building or the major portion of a building, the District shall be authorized to proceed with new replacement construction if the Board of Directors determines that replacement and new construction is economically more practical considering the building's age, condition and other relevant factors.

The listed projects will be completed as needed. Each project is assumed to include its share of furniture, equipment, architectural, engineering, and similar planning costs, program management, staff training expenses and a customary contingency, and escalation for unforeseen design and construction costs.

The budget for each project is an estimate and may be affected by factors beyond the District's control. The final cost of each project will be determined as plans are finalized, construction bids are awarded, and projects are completed. Based on the final costs of each project, certain of the projects described above may be delayed or may not be completed. Demolition of existing facilities and reconstruction of facilities scheduled for repair and upgrade may occur, if the Board determines that such an approach would be more cost-effective in creating enhanced and operationally efficient facilities. Necessary site preparation/restoration and landscaping, may occur in connection with new construction, expansion, renovation or remodeling, including ingress and egress, removing, replacing, or installing irrigation, utility lines, trees and landscaping, redirecting fire access, and acquiring any necessary easements, licenses, or rights of way to the property.

Bond proceeds shall be expended only for the specific purposes identified herein. Proceeds of the bonds may be used to pay or reimburse the District for the cost of District staff when performing work on or necessary and incidental to the bond projects, but not for other administrator salaries.

## TAX RATE STATEMENT

An election will be held in the Sacramento Metropolitan Fire District (the "District") on November 5, 2024, to authorize the sale of up to $415,000,000 in bonds of the District for the specific projects listed in the Bond Project List established by the District, as described in the proposition. If the bonds are authorized, the District expects to sell the bonds in two or more series. Principal and interest on the bonds will be payable from the proceeds of tax levies made upon the taxable property in the District. The following information is provided in compliance with sections 9400-9404 of the California Elections Code.

1. The best estimate from official sources of the average annual tax rate that would be required to be levied to fund that bond issue over the entire duration of the bond debt service, based on assessed valuations available at the time of the election or a projection based on experience within the same jurisdiction or other demonstrable factors is 19 cents per $100 of assessed valuation ($19 per $100,000 of assessed valuation) of all property to be taxed. The best estimate of the final fiscal year in which the tax is anticipated to be collected is 2060-61.

2. The best estimate from official sources of the highest tax rate that would be required to be levied to fund that bond issue, and an estimate of the year in which that rate will apply, based on assessed valuations available at the time of the election or a projection based on experience within the same jurisdiction or other demonstrable factors is 33 cents per $100 of assessed valuation ($33 per $100,000 of assessed valuation) of all property to be taxed. The best estimate of the year in which the highest tax rate will apply is anticipated to be 2036-37.

3. The best estimate from official sources of the total debt service, including the principal and interest, that would be required to be repaid if all the bonds are issued and sold is $890,000,000.

Voters should note that such estimated tax rates are specific to the repayment of bonds issued under this authorization and are and will be in addition to tax rates levied in connection with other bond authorizations approved or to be approved by local voters for the District or for any other overlapping public agency.

Voters should note that estimated tax rate is based on the ASSESSED VALUE of taxable property on the Sacramento County's and the Placer County's official tax rolls, not on the property's market value. Property owners should consult their own property tax bills to determine their property's assessed value and any applicable tax exemptions.

Attention of all voters is directed to the fact that the foregoing information is based upon the District's projections and estimates only, which are not binding upon the District. The actual tax rates and the years in which they will apply may vary from those presently estimated, due to variations from these estimates in the timing of bond sales, the amount of bonds sold and market interest rates at the time of each sale, and actual assessed valuations over the term of repayment of the bonds. The dates of sale and the amount of bonds sold at any given time will be determined by the District based on need for construction funds and other factors. The actual interest rates at which the bonds will be sold will depend on the bond market at the time of each sale. Actual future assessed valuation will depend upon the amount and value of taxable property within the District as determined by the Sacramento County Assessor and the Placer County Assessor in the annual assessment and the equalization process.

Dated: July 25, 2024

s/ Adam A. House
Fire Chief Sacramento Metropolitan Fire District

## ARGUMENT IN FAVOR OF MEASURE O

**Vote Yes on Measure O — maintain rapid 911 fire and emergency medical response times!**

Sac Metro Fire responds to 100,000+ emergencies every year — including fires, medical emergencies, and natural disasters — and that number is only increasing.

**Increasing Emergency Call Volume Strains Resources and Affects Response Times**
In the last 10 years, calls have increased by 30% for medical emergencies and 40% for fire emergencies. Four out of 10 medical calls now have 20+ minute response times. Anytime a fire engine responds to a medical emergency, it's not available to respond to a fire.

**Aging, Deteriorating Stations Pose Health Risks to Local Firefighters and Can't Support Call Volume**
Over half of Metro Fire's stations are 50+ years old. They're deteriorating, unsafe in earthquakes, too small for modern firefighting vehicles, and expose firefighters to cancer-causing indoor air pollution.

**Seconds Can Be the Difference Between Life and Death**
According to the American Heart Association, brain deterioration starts 4-6 minutes after a person stops breathing. Likewise, every minute a fire doubles in size, exponentially increasing damage and destruction.

**That's why we need Measure O. It provides dedicated, locally controlled funding to keep our communities safe.**

**Vote Yes on Measure O — Help Local Firefighters Help You**

- Maintain 911 fire and emergency medical response times
- Replace outdated and deteriorating lifesaving equipment and vehicles
- Prevent firefighter exposure to cancer-causing air pollution
- Attract and retain qualified professional firefighters and paramedics

**Transparency and Fiscal Accountability Ensure Every Penny of Measure O Supports Local Fire and Emergency Medical Services**

- By law, all funds stay local in Metro Fire and cannot be taken by the State
- A detailed project list outlines the exact use of funds
- Citizens' oversight, public spending disclosure, and independent annual audits are all required

**We count on local firefighters to keep us safe. Now, they are counting on you to vote Yes on Measure O.**

s/ Keegan Smith
Local High School Teacher and Veteran

s/ Brandon Doughty
Local Firefighter-Paramedic and Rancho Murieta Resident

s/ Jessica Greenfield
Local Small Businessowner and Arden-Arcade Resident

s/ David Weissenfluh
Local Police Officer and Fair Oaks Resident

s/ Joe Pick
Executive Director, Firefighters Burn Institute and Carmichael Resident

**REBUTTAL TO ARGUMENT IN FAVOR OF MEASURE O**

Everyone wants the best for our firefighters and first responders, and under normal circumstances a measure requiring a two third vote would not necessarily be challenged. However, due to special circumstances, this measure could be subject to a 55% voter approval, and therefore we must advise taxpayers to consider carefully before they vote. Voters can do this by demanding more information and accountability. Why can't new equipment and building improvements be made with the current annual budget? What cost cutting measures have been attempted before bringing this measure to the ballot? Are there other funding sources such as Federal and State funds? Have any lives been lost due to equipment failure or slow response time? How much equipment needs to be replaced, and can it be done on a consistent annual basis with the current budget? Facility improvements – what are the estimated costs for each location to be updated and modernized, and can it be part of the annual budget? If this bond measure passes it will be an addition to your current annual property taxes you pay each year. Be diligent and get answers before you vote.

s/ Nicholas Bloise
Director of Operations
Sacramento Taxpayers Association

## ARGUMENT AGAINST MEASURE O

**$415 Million Dollar Bond that will cost you nearly a BILLION DOLLARS with interest and payments to big banks at a cost of $19 per $100,000 of assessed valuation.**

The main concern with this bond is the need to show facility improvements cannot be made from the general fund budget. Also, a list of specifically identified project improvements and their cost to the rate payers should be detailed.

Any registered voter can vote on local general obligation bonds but ONLY PROPERTY OWNERS pay them. However, renters can expect rent increases as the property taxes (that's how bonds are paid) increase.

Further, Proposition 5, on the statewide ballot makes it easier to raise taxes by eliminating the longstanding two-thirds vote of the electorate required to pass local bonds. If it passes, it will apply not just to future bonds, but any that are on this ballot, including Measure O. If Proposition 5 is not stopped, you are likely to see measures like this every year and your property tax bills are likely to go up after every election, forever.

Voters beware!

s/ Nicholas Bloise
Director of Operations
Sacramento Taxpayers Association

## REBUTTAL TO ARGUMENT AGAINST MEASURE O

Measure O's lone opponent is largely misguided, but we couldn't help but notice their argument made no mention of emergency response times or fire preparedness.

**That's because we all know the need for Measure O is real and urgent, and the only option to keep our communities safe.**

Sacramento Metro Fire underwent a comprehensive capital needs assessment — conducted by third-party experts and independent appraisers — before pursing Measure O. The findings are profound: the needs identified **far exceed** Metro Fire's current budget and without a local funding source like Measure O, fire and medical emergency response are in serious jeopardy. Read a detailed account of the needs and the detailed plan to address them at: https://metrofire.ca.gov/measure-o-sacramento-metropolitan-fire-district-fire-and-emergency-medical-response-measure

**Here's the reality:**

**Stations Can't Handle Current Emergency Call Volume**
Calls for medical and fire emergencies have increased exponentially over the past decade. Metro Fire's stations are simply too old and too small to keep up. 40% of medical calls now have a 20+ minute response time as a result.

**Every Second Counts in a Fire or Medical Emergency**
Seconds can be the difference between life and death in an emergency. That's not a talking point — it's a reality. Measure O is not a nice to have. It's a need to have.

**Citizens' Oversight and a Detailed Project List Ensure Transparency and Accountability**
Every penny of Measure O is accounted for, spent only on local emergency response needs. No funds can be taken by the State.
**Don't be misled: Measure O is the ONLY option to maintain rapid 911 response times in our communities.**

s/ Patty Cicogni
Manager, Red Cross Disaster Action Team

s/ Ajani Hoffert
Local Registered Nurse

s/ Diane Ebbitt-Riehle
Businessowner and Former Executive Director, Citrus Heights Chamber of Commerce

s/ Dora Webber
60-Year Citrus Heights Resident

s/ Michael Wilbourn
Army Veteran, Rio Linda American Legion Post 521

SACRAMENTO METROPOLITAN
FIRE DISTRICT

MEASURE O GENERAL OBLIGATION BOND PROGRAM

# BUILDING FUND FINANCIAL SUMMARY REPORT

**Fiscal Year 2025/26 (July 1, 2025 – June 30, 2026)**

**BUILDING FUND 2120 | FINANCIAL ACCOUNTABILITY**

**PREPARED FOR:**
**MEASURE O INDEPENDENT CITIZENS' OVERSIGHT COMMITTEE**

Prepared by:
Dave O'Toole, Chief Financial Officer
Ron Empedrad, Controller

# 01 Financial Summary

## Executive Summary

Fiscal Year 2025/26 represents the Sacramento Metropolitan Fire District's (District) first year implementing Measure O, the voter-approved general obligation bond program supporting critical fire station improvements and the replacement of aging emergency response vehicles, apparatus, and equipment. The fiscal year kicked off with the issuance of $160 million in Series 2025A general obligation bonds, representing the first issuance under Measure O's $415 million voter-authorized bond program. Proceeds from the bond sale, together with investment earnings, provided funding for eligible capital projects.

The District reported $28.1 million in Building Fund disbursements during the fiscal year, including $19.2 million in apparatus prepayments, to support emergency vehicle and equipment replacements, fire station improvements, and station expansion and relocation projects. At June 30, 2026, approximately $15.5 million remained uncommitted and available for future projects, while approximately $123.0 million was committed to projects but had not yet been spent.

This report summarizes Measure O financial activity for the fiscal year ended June 30, 2026, including bond proceeds and other funding sources, disbursements by project, and a detailed report of individual expenditures. It is intended to support public transparency and the oversight responsibilities of the Independent Citizens' Oversight Committee by documenting the use of Measure O funds and the District's progress in implementing the voter-authorized capital program.

| $166.6M | $28.1M | $123.0M | $15.5M |
|---|---|---|---|
| Net bond proceeds and investment income | FY 2025/26 disbursements | Outstanding commitments | Available for new projects |

## Bond Sale

On May 22, 2025, the District's Board of Directors (Board) adopted Resolution 2025-031 authorizing the issuance and sale of the District's Measure O General Obligation Bonds Series 2025A, in an amount not to exceed $160,000,000. The sale of the bonds closed on July 2, 2025. The total remaining authorization for future issuance(s) is $255,000,000.

| Measure O General Obligation Bonds Series 2025A | |
|---|---|
| Authorized by | Resolution 2025-031 (May 22, 2025) |
| Par amount sold | $160,000,000 |
| Bond premium to debt service fund | $1,210,972 |
| Costs of issuance | ($1,068,628) |
| Sale closed | July 2, 2025 |
| Credit ratings | AA- (S&P), AAA (Fitch) |
| Interest rates | Fixed, 4.00% to 5.25% |
| Final maturity | August 1, 2055 |
| Total scheduled debt service through final maturity | $291,451,578 |
| **Measure O General Obligation Bonds Remaining Authorization** | |
| Total authorization, less Series 2025A issuance | $255,000,000 |

*Source: Measure O General Obligation Bonds, Series A (2025), Final Official Statement.*

## Building Fund 212O (O Fund) Year-End Statement

The O Fund year-end statement reflects actual fund activities between July 1, 2025 to June 30, 2026. The fund balance at year end was $75,630,159.

| Measure O Building Fund 212O (O Fund) Year End Summary | |
|---|---|
| | **Actuals As of Jun 30, 2026** |
| **BEGINNING BALANCE (July 1, 2025)** | - |
| **REVENUE** | |
| Investment Income | $7,740,296 |
| ***Total Revenues*** | **$7,740,296** |
| **EXPENDITURES** | |
| Services & Other Expenditures (Bond Issuance Costs) | $1,068,628 |
| Capital Outlay | $7,922,799 |
| ***Total Expenditures*** | **$8,991,427** |
| **OTHER FINANCING SOURCES (USES)** | |
| Issuance of Bonds | $160,000,000 |
| Interfund Reimbursement of Prior Eligible Projects (to Fund 212D) | ($941,696) |
| ***Total Other Financing Sources (Uses)*** | **$159,058,304** |
| **NET CHANGE IN FUND BALANCE** | **$157,807,173** |
| **FUND BALANCE, END OF YEAR** | **$157,807,173** |

*Sources: Measure O Building Fund 212O Statement of Revenues, Expenditures, and Changes in Fund Balance for the Fiscal Year Ended June 30, 2026; O Fund Account Analysis Report for the Fiscal Year Ended June 30, 2026.*

The year-end financial statement reports expenditures in accordance with generally accepted accounting principles and therefore does not include prepaid apparatus costs or amounts committed to approved projects that have not yet been spent as of June 30, 2026. The table below considers these commitments and reflects the allocation of the O Fund's year-end resources.

| Measure O Building Fund 212O (O Fund) Allocation of Year-End Resources | |
|---|---|
| | **Actuals As of Jun 30, 2026** |
| **FUND BALANCE, END OF YEAR** | **$157,807,173** |
| **LESS PREPAID AND COMMITTED FUNDS** | |
| Prepaid Apparatus Costs | $19,234,993 |
| Obligated Funds, Not Yet Spent | $34,197,060 |
| Allocated Funds, Not Yet Spent or Obligated | $88,851,504 |
| **AVAILABLE FUND BALANCE (NEW PROJECTS)** | **$15,523,616** |

*Sources: Measure O Building Fund 212O Balance Sheet as of June 30, 2026; O Fund Open Purchase Order Report as of June 30, 2026; Capital Improvement Plan for FY 2025/26 – 2029/30, as amended.*

# 02 Expenditure Report

## Measure O Building Fund 2120 (O Fund) Total Disbursements By Project

The schedule below lists each Measure O Series A Bond Project, its total estimated project cost, the allocated Measure O share of cost, and the total amount and percentage spent between July 1, 2025 and June 30, 2026. Total estimated project costs may include funding from sources other than Measure O.

| Project ID | Project Name | Total Estimated Project Cost | Measure O Funding | Measure O Funds Spent in FY 25/26 | Spent % |
|---|---|---|---|---|---|
| 23-04 | Fire Station 67 Buildout | $16,500,000 | $6,379,052 | — | — |
| 23-54 | Squad Replacement (FY2022/23) | $941,696 | $941,696 | $941,696 | 100% |
| 24-04 | Ambulance Replacement (FY23/24) | $1,016,289 | $1,009,389 | $668,617 | 66.2% |
| 24-30 | Station 41 Frontage Improvements | $125,000 | $125,000 | — | — |
| 25-02 | Ambulance Replacement (FY24/25) | $1,412,859 | $1,412,859 | $1,346,957 | 95.3% |
| 25-10 | Station 108 Frontage Improvements | $135,000 | $135,000 | — | — |
| 25-22 | Ladder Truck Replacement | $1,886,787 | $1,886,787 | — | — |
| 25-37 | Type I Engine Replacement | $6,024,770 | $6,024,770 | — | — |
| 25-38 | Type III Engine Replacement | $2,311,352 | $2,311,352 | — | — |
| 26-09 | Automatic Chest Compression Device Replacement | $120,725 | $78,385 | $78,385 | 100% |
| 26-10 | Air Unit Replacement | $967,452 | $967,452 | — | — |
| 26-11 | Ambulance Replacement | $9,392,366 | $9,392,366 | — | — |
| 26-12 | Battalion Chief Vehicle Replacement | $477,460 | $477,460 | $324,883 | 68.0% |
| 26-13 | Decontamination Unit Replacement | $1,028,742 | $1,028,742 | $5,453 | 0.5% |
| 26-14 | Dozer Replacement | $1,480,763 | $1,480,763 | $3,118 | 0.2% |
| 26-15 | Dozer Tender Replacement | $279,925 | $279,925 | $267 | 0.1% |
| 26-16 | Duty Chief Vehicle Replacement | $608,777 | $608,777 | $449,581 | 73.8% |
| 26-17 | HazMat Unit Replacement | $1,737,142 | $1,737,142 | — | — |
| 26-18 | Ladder Truck Replacement | $5,918,675 | $5,918,675 | $3,385,773 | 57.2% |
| 26-19 | Rescue Unit Replacement | $1,815,429 | $1,815,429 | — | — |
| 26-20 | Squad Vehicle Replacement | $1,047,448 | $1,047,448 | — | — |
| 26-21 | Tow Vehicle Replacement | $990,913 | $990,913 | — | — |
| 26-22 | Type I Engine Replacement | $16,029,724 | $16,029,724 | $15,849,220 | 98.9% |
| 26-23 | Type III Engine Replacement | $4,831,889 | $4,831,889 | — | — |
| 26-24 | Type V Engine Replacement | $2,671,601 | $2,671,601 | — | — |
| 26-25 | Water Tender Replacement | $2,138,109 | $2,138,109 | — | — |
| 26-26 | Flatbed (Trench Rescue) Replacement | $137,930 | $137,930 | — | — |
| 26-28 | Rescue Boat Replacement | $463,000 | $463,000 | — | — |
| 26-29 | Training Burn Prop Replacement | $129,000 | $129,000 | $116,202 | 90.1% |
| 26-30 | Multi-Site Roof Replacement | $586,671 | $586,671 | $211,545 | 36.1% |
| 26-31 | Multi-Site HVAC Replacement | $430,959 | $430,959 | $377,430 | 87.6% |
| 26-32 | Station 23 Expansion | $22,263,714 | $22,039,200 | $646,752 | 2.9% |
| 26-33 | Station 61 Expansion | $16,616,076 | $16,362,000 | $225,901 | 1.4% |
| 26-34 | Station 112 Expansion | $22,265,808 | $22,039,200 | $195,607 | 0.9% |
| 26-35 | Station 42 Relocation | $13,938,036 | $13,773,600 | $204,635 | 1.5% |
| 26-38 | Utility Unit (SCBA Repair) Replacement | $376,129 | $376,129 | — | — |
| 26-44 | Portable Radio Replacement | $3,135,902 | $3,004,049 | $2,991,736 | 99.6% |
| 26-64 | Decon Van Acquisition | $85,609 | $85,609 | $75,729 | 88.5% |
| **Total** | | **$162,319,727** | **$151,148,052** | **$28,099,489** | **18.6%** |

*Sources: Capital Improvement Plan for FY 2025/26 – 2029/30, as amended; O Fund Account Analysis Report for the Fiscal Year Ended June 30, 2026.*

## Measure O Building Fund 2120 (O Fund) Expenditure Register

The expenditure register provides transaction-level detail for O Fund disbursements recorded between July 1, 2025 and June 30, 2026, including general ledger (GL) date, project, invoice reference, vendor, and amount. It includes prepayments, interfund reimbursements, and expenditures as classified in the source report.

### Prepayments

Prepayments to vendors were made for certain projects in order to secure more advantageous pricing or delivery timelines. Prepayments are recorded as assets until the apparatus are delivered, at which time the amounts are recognized as expenditures.

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 10/1/2025 | 26-22 | Type I Engine Replacement | 765741 | GOLDEN STATE FIRE APPARATUS INC | $15,849,220 |
| 10/1/2025 | 26-18 | Ladder Truck Replacement | 765740 | GOLDEN STATE FIRE APPARATUS INC | $3,385,773 |
| **Total** | | | | | **$19,234,993** |

*Source: O Fund Account Analysis Report for the Fiscal Year Ended June 30, 2026.*

### Interfund Reimbursements

On May 8, 2025, the Board adopted Resolution 2025-024 authorizing the District to reimburse its other funds for eligible bond project expenditures made prior to issuance of the bonds, but no more than 60 days prior to the effective date of the Resolution. The GL date shown below reflects the date the reimbursement was recorded, not the date the underlying eligible project costs were originally incurred.

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 4/29/2026 | 23-54 | Squad Vehicle Replacement | 40103-40106 | BRAUN NORTHWEST INC | $941,696 |
| **Total** | | | | | **$941,696** |

*Source: O Fund Account Analysis Report for the Fiscal Year Ended June 30, 2026.*

### Expenditures

Payments made to vendors for items delivered and services rendered between July 1, 2025 and June 30, 2026.

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 8/13/2025 | 26-30 | Multi-Site Roof Replacement | 25021201 | D7 ROOFING SERVICES INC | $72,550 |
| 9/3/2025 | 26-30 | Multi-Site Roof Replacement | 25008901 | D7 ROOFING SERVICES INC | $67,895 |
| 10/1/2025 | 24-04 | Ambulance Replacement (FY23/24) | 34510 | HALCORE GROUP, INC | $333,263 |
| 10/1/2025 | 24-04 | Ambulance Replacement (FY23/24) | 4815 | X-NAUT LLC | $2,092 |
| 10/2/2025 | 25-02 | Ambulance Replacement (FY24/25) | Roseberry4101D093025 | PROVANTAGE | $1,732 |
| 10/3/2025 | 26-31 | Multi-Site HVAC Replacement | 6219112 | FERGUSON ENTERPRISES, INC | $4,256 |
| 10/15/2025 | 26-09 | Automatic Chest Compression Device Replacement | 9210413498 | STRYKER SALES CORP | ($5,000) |
| 10/15/2025 | 26-09 | Automatic Chest Compression Device Replacement | 9210413192 | STRYKER SALES CORP | $83,385 |
| 11/1/2025 | 26-31 | Multi-Site HVAC Replacement | 77483 | LAWSON MECHANICAL CONTRACTORS LLC | $13,978 |

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 1/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77481A | LAWSON MECHANICAL CONTRACTORS LLC | $8,243 |
| 1/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77476 | LAWSON MECHANICAL CONTRACTORS LLC | $34,934 |
| 1/1/2026 | 24-04 | Ambulance Replacement (FY23/24) | 35059 | HALCORE GROUP, INC | $333,263 |
| 1/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77475A | LAWSON MECHANICAL CONTRACTORS LLC | $18,495 |
| 1/1/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI124682 | LEHR AUTO ELECTRIC INC | $829 |
| 1/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77478 | LAWSON MECHANICAL CONTRACTORS LLC | $27,964 |
| 1/1/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI124645 | LEHR AUTO ELECTRIC INC | $1,090 |
| 1/1/2026 | 24-04 | Ambulance Replacement (FY23/24) | 4815 | X-NAUT LLC | $0 |
| 1/7/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI127784 | LEHR AUTO ELECTRIC INC | $150 |
| 2/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77479A | LAWSON MECHANICAL CONTRACTORS LLC | $21,284 |
| 2/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77477A | LAWSON MECHANICAL CONTRACTORS LLC | $18,995 |
| 2/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77480A | LAWSON MECHANICAL CONTRACTORS LLC | $34,927 |
| 3/1/2026 | 26-32 | Station 23 Expansion | 285020001 | STEWART TITLE OF CALIFORNIA INC | $400 |
| 3/1/2026 | 26-34 | Station 112 Expansion | 285029001 | STEWART TITLE OF CALIFORNIA INC | $550 |
| 3/1/2026 | 26-33 | Station 61 Expansion | 285187501 | STEWART TITLE OF CALIFORNIA INC | $550 |
| 3/1/2026 | 26-33 | Station 61 Expansion | 285192101 | STEWART TITLE OF CALIFORNIA INC | $550 |
| 3/1/2026 | 26-35 | Station 42 Relocation | 285009601 | STEWART TITLE OF CALIFORNIA INC | $400 |
| 3/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77482 | LAWSON MECHANICAL CONTRACTORS LLC | $36,416 |
| 3/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77481B | LAWSON MECHANICAL CONTRACTORS LLC | $8,243 |
| 3/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77475B | LAWSON MECHANICAL CONTRACTORS LLC | $18,495 |
| 3/2/2026 | 26-64 | Decon Van Acquisition | 8282288738 | MOTOROLA INC | $334 |
| 3/12/2026 | 26-64 | Decon Van Acquisition | '29RBTK | ENTERPRISE FLEET MANAGEMENT | $52,969 |
| 3/16/2026 | 25-02 | Ambulance Replacement (FY24/25) | 40539 | BRAUN NORTHWEST INC | $333,726 |
| 3/16/2026 | 25-02 | Ambulance Replacement (FY24/25) | 40537 | BRAUN NORTHWEST INC | $333,726 |
| 3/16/2026 | 25-02 | Ambulance Replacement (FY24/25) | 40538 | BRAUN NORTHWEST INC | $333,726 |
| 3/16/2026 | 25-02 | Ambulance Replacement (FY24/25) | 40540 | BRAUN NORTHWEST INC | $333,726 |
| 3/25/2026 | 26-64 | Decon Van Acquisition | 5009 | X-NAUT LLC | $2,129 |
| 3/31/2026 | 26-32 | Station 23 Expansion | 24065 | COAR DESIGN GROUP | $117,811 |
| 3/31/2026 | 26-34 | Station 112 Expansion | 27251ST1121 | MACKAY & SOMPS INC. | $1,313 |
| 3/31/2026 | 26-32 | Station 23 Expansion | 24066 | COAR DESIGN GROUP | $114,727 |

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 3/31/2026 | 26-35 | Station 42 Relocation | 27251ST421 | MACKAY & SOMPS INC. | $553 |
| 3/31/2026 | 26-32 | Station 23 Expansion | 27251ST231 | MACKAY & SOMPS INC. | $939 |
| 3/31/2026 | 26-32 | Station 23 Expansion | 24068 | COAR DESIGN GROUP | $113,238 |
| 3/31/2026 | 26-33 | Station 61 Expansion | 27251ST611 | MACKAY & SOMPS INC. | $2,880 |
| 3/31/2026 | 26-32 | Station 23 Expansion | 24067 | COAR DESIGN GROUP | $107,368 |
| 4/2/2026 | 26-12 | Battalion Chief Vehicle Replacement | Roseberry8606D033126 | POWERWERX | $642 |
| 4/2/2026 | 26-14 | Dozer Replacement | Roseberry8606D033126 | MYPILOTSTORE.COM | $229 |
| 4/2/2026 | 26-12 | Battalion Chief Vehicle Replacement | Roseberry8606D033126 | SHOWMECABLES | $1,262 |
| 4/2/2026 | 26-64 | Decon Van Acquisition | Roseberry8606D033126 | LGS GROUP INC | $361 |
| 4/3/2026 | 26-16 | Duty Chief Vehicle Replacement | WC10800 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 4/14/2026 | 26-12 | Battalion Chief Vehicle Replacement | 24618 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 4/16/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI131484 | LEHR AUTO ELECTRIC INC | $275 |
| 4/16/2026 | 26-12 | Battalion Chief Vehicle Replacement | 24617 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 4/20/2026 | 26-44 | Portable Radio Replacement | 1187171438 | MOTOROLA INC | $2,991,736 |
| 4/27/2026 | 26-16 | Duty Chief Vehicle Replacement | 24619 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 4/30/2026 | 26-13 | Decontamination Unit Replacement | V3065039 | EPLUS TECHNOLOGY | $1,494 |
| 4/30/2026 | 26-64 | Decon Van Acquisition | 8282283456 | MOTOROLA INC | $7,304 |
| 4/30/2026 | 26-13 | Decontamination Unit Replacement | 26919 | THE RADIO GUYS | $3,959 |
| 5/1/2026 | 26-34 | Station 112 Expansion | 27251ST1122 | MACKAY & SOMPS INC. | $27,433 |
| 5/1/2026 | 26-32 | Station 23 Expansion | 24195 | COAR DESIGN GROUP | $54,128 |
| 5/1/2026 | 26-32 | Station 23 Expansion | 27251ST232 | MACKAY & SOMPS INC. | $25,744 |
| 5/1/2026 | 26-16 | Duty Chief Vehicle Replacement | 110026 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 5/1/2026 | 26-16 | Duty Chief Vehicle Replacement | 110025 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 5/1/2026 | 26-12 | Battalion Chief Vehicle Replacement | 109916 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 5/1/2026 | 26-12 | Battalion Chief Vehicle Replacement | 109917 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 5/1/2026 | 26-35 | Station 42 Relocation | 24196 | COAR DESIGN GROUP | $74,920 |
| 5/1/2026 | 26-35 | Station 42 Relocation | 27251ST422 | MACKAY & SOMPS INC. | $24,633 |
| 5/1/2026 | 26-16 | Duty Chief Vehicle Replacement | 109946 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 5/1/2026 | 26-33 | Station 61 Expansion | 24197 | COAR DESIGN GROUP | $51,952 |
| 5/1/2026 | 26-33 | Station 61 Expansion | 27251ST612 | MACKAY & SOMPS INC. | $32,351 |
| 5/1/2026 | 26-34 | Station 112 Expansion | 24198 | COAR DESIGN GROUP | $58,640 |

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 5/1/2026 | 25-02 | Ambulance Replacement (FY24/25) | 8282300253 | MOTOROLA INC | $424 |
| 5/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77482B | LAWSON MECHANICAL CONTRACTORS LLC | $36,416 |
| 5/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77481C | LAWSON MECHANICAL CONTRACTORS LLC | $4,946 |
| 5/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77475C | LAWSON MECHANICAL CONTRACTORS LLC | $18,495 |
| 5/1/2026 | 26-64 | Decon Van Acquisition | SI129358 | LEHR AUTO ELECTRIC INC | $435 |
| 5/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77479B | LAWSON MECHANICAL CONTRACTORS LLC | $6,385 |
| 5/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77480B | LAWSON MECHANICAL CONTRACTORS LLC | $10,478 |
| 5/4/2026 | 25-02 | Ambulance Replacement (FY24/25) | 601693 | LGS GROUP INC | $1,391 |
| 5/6/2026 | 25-02 | Ambulance Replacement (FY24/25) | 5071 | X-NAUT LLC | $1,390 |
| 5/6/2026 | 25-02 | Ambulance Replacement (FY24/25) | 5070 | X-NAUT LLC | $1,390 |
| 5/6/2026 | 25-02 | Ambulance Replacement (FY24/25) | 5069 | X-NAUT LLC | $1,390 |
| 5/6/2026 | 25-02 | Ambulance Replacement (FY24/25) | 5068 | X-NAUT LLC | $1,390 |
| 5/8/2026 | 26-64 | Decon Van Acquisition | SI132269 | LEHR AUTO ELECTRIC INC | $274 |
| 5/12/2026 | 26-16 | Duty Chief Vehicle Replacement | WC10892 | 72 HOUR LLC DBA NATIONAL AUTO FLEET GROUP | $66,467 |
| 5/12/2026 | 26-64 | Decon Van Acquisition | 1MQ7NQQNFNGP | AMAZON CAPITAL SERVICES INC | $149 |
| 5/13/2026 | 26-64 | Decon Van Acquisition | 1V4QCCY3DPYF | AMAZON CAPITAL SERVICES INC | $95 |
| 5/21/2026 | 26-64 | Decon Van Acquisition | 1DPC6V79HY1P | AMAZON CAPITAL SERVICES INC | $129 |
| 6/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77481D | LAWSON MECHANICAL CONTRACTORS LLC | $11,540 |
| 6/1/2026 | 26-31 | Multi-Site HVAC Replacement | 77480C | LAWSON MECHANICAL CONTRACTORS LLC | $24,449 |
| 6/1/2026 | 26-14 | Dozer Replacement | INV372831 | SONETICS CORPORATION DBA FIRECOM | $2,630 |
| 6/1/2026 | 26-34 | Station 112 Expansion | 27251ST1123 | MACKAY & SOMPS INC. | $1,187 |
| 6/1/2026 | 26-35 | Station 42 Relocation | 27251ST423 | MACKAY & SOMPS INC. | $775 |
| 6/1/2026 | 26-34 | Station 112 Expansion | 24334 | COAR DESIGN GROUP | $52,970 |
| 6/1/2026 | 26-35 | Station 42 Relocation | 24332 | COAR DESIGN GROUP | $52,353 |
| 6/1/2026 | 26-64 | Decon Van Acquisition | SI131930 | LEHR AUTO ELECTRIC INC | $11,528 |
| 6/1/2026 | 26-33 | Station 61 Expansion | 27251ST613 | MACKAY & SOMPS INC. | $8,276 |
| 6/1/2026 | 26-33 | Station 61 Expansion | 24333 | COAR DESIGN GROUP | $54,092 |
| 6/1/2026 | 26-32 | Station 23 Expansion | 27251ST233 | MACKAY & SOMPS INC. | $775 |
| 6/1/2026 | 26-32 | Station 23 Expansion | 24331 | COAR DESIGN GROUP | $49,931 |
| 6/2/2026 | 26-64 | Decon Van Acquisition | 1145904401 | AMAZON CAPITAL SERVICES INC | $14 |

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 6/5/2026 | 26-33 | Station 61 Expansion | INV00071463 | CITY OF RANCHO CORDOVA | $19,650 |
| 6/8/2026 | 26-12 | Battalion Chief Vehicle Replacement | 1774 | NEXTGEN ALPHA UPFITTING | $14,278 |
| 6/8/2026 | 26-16 | Duty Chief Vehicle Replacement | 1775 | NEXTGEN ALPHA UPFITTING | $8,463 |
| 6/8/2026 | 26-12 | Battalion Chief Vehicle Replacement | 1776 | NEXTGEN ALPHA UPFITTING | $14,278 |
| 6/8/2026 | 26-16 | Duty Chief Vehicle Replacement | 1783 | NEXTGEN ALPHA UPFITTING | $8,463 |
| 6/8/2026 | 26-12 | Battalion Chief Vehicle Replacement | 1778 | NEXTGEN ALPHA UPFITTING | $14,278 |
| 6/8/2026 | 26-16 | Duty Chief Vehicle Replacement | 1782 | NEXTGEN ALPHA UPFITTING | $8,463 |
| 6/8/2026 | 26-16 | Duty Chief Vehicle Replacement | 1781 | NEXTGEN ALPHA UPFITTING | $8,463 |
| 6/8/2026 | 26-12 | Battalion Chief Vehicle Replacement | 1777 | NEXTGEN ALPHA UPFITTING | $14,278 |
| 6/8/2026 | 26-16 | Duty Chief Vehicle Replacement | 1780 | NEXTGEN ALPHA UPFITTING | $8,463 |
| 6/8/2026 | 26-16 | Duty Chief Vehicle Replacement | 1779 | NEXTGEN ALPHA UPFITTING | $8,463 |
| 6/11/2026 | 26-32 | Station 23 Expansion | PLN2311 | CITY OF CITRUS HEIGHTS | $11,000 |
| 6/16/2026 | 26-33 | Station 61 Expansion | 2026410005001 | CBRE INC | $900 |
| 6/18/2026 | 26-34 | Station 112 Expansion | 32499875 | SMUD | $5,000 |
| 6/18/2026 | 26-35 | Station 42 Relocation | 32499855 | SMUD | $5,000 |
| 6/18/2026 | 26-33 | Station 61 Expansion | 32499921 | SMUD | $5,000 |
| 6/18/2026 | 26-32 | Station 23 Expansion | 32499854 | SMUD | $5,000 |
| 6/22/2026 | 26-30 | Multi-Site Roof Replacement | 26009001 | D7 ROOFING SERVICES INC | $71,100 |
| 6/29/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI134016 | LEHR AUTO ELECTRIC INC | $78 |
| 6/29/2026 | 26-15 | Dozer Tender Replacement | SI134017 | LEHR AUTO ELECTRIC INC | $267 |
| 6/29/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI134015 | LEHR AUTO ELECTRIC INC | $31 |
| 6/30/2026 | 26-32 | Station 23 Expansion | 24395 | COAR DESIGN GROUP | $37,442 |
| 6/30/2026 | 26-35 | Station 42 Relocation | 24396 | COAR DESIGN GROUP | $39,051 |
| 6/30/2026 | 26-35 | Station 42 Relocation | 226050334 | GEOCON CONSULTANTS INC | $6,950 |
| 6/30/2026 | 26-32 | Station 23 Expansion | 226050333 | GEOCON CONSULTANTS INC | $8,250 |
| 6/30/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI134040 | LEHR AUTO ELECTRIC INC | $203 |
| 6/30/2026 | 26-33 | Station 61 Expansion | 27251ST614 | MACKAY & SOMPS INC. | $6,766 |
| 6/30/2026 | 26-31 | Multi-Site HVAC Replacement | 77475D | LAWSON MECHANICAL CONTRACTORS LLC | $18,495 |
| 6/30/2026 | 26-33 | Station 61 Expansion | 226050335 | GEOCON CONSULTANTS INC | $8,250 |
| 6/30/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI134039 | LEHR AUTO ELECTRIC INC | $126 |
| 6/30/2026 | 26-34 | Station 112 Expansion | 27251ST1124 | MACKAY & SOMPS INC. | $4,416 |

| GL date | Project ID | Project Name | Invoice # | Vendor | Amount |
|---|---|---|---|---|---|
| 6/30/2026 | 26-34 | Station 112 Expansion | 226050336 | GEOCON CONSULTANTS INC | $8,250 |
| 6/30/2026 | 26-34 | Station 112 Expansion | 24398 | COAR DESIGN GROUP | $35,848 |
| 6/30/2026 | 26-64 | Decon Van Acquisition | Roseberry8606D063026 | AMAZON MKTPL | $9 |
| 6/30/2026 | 26-14 | Dozer Replacement | SI134037 | LEHR AUTO ELECTRIC INC | $259 |
| 6/30/2026 | 25-02 | Ambulance Replacement (FY24/25) | SI134038 | LEHR AUTO ELECTRIC INC | $165 |
| 6/30/2026 | 26-33 | Station 61 Expansion | 24397 | COAR DESIGN GROUP | $34,685 |
| 6/30/2026 | 26-29 | Training Burn Prop Replacement | 5952090768 | DRAEGER INC. | $116,202 |
| **Total** | | | | | **$7,922,799** |

*Source: O Fund Account Analysis Report for the Fiscal Year Ended June 30, 2026.*

# Sacramento Metropolitan Fire District

## Measure O Independent Citizens' Oversight Committee

**DATE:** November 12, 2026

**TO:** Board of Directors

**SUBJECT:** Measure O Independent Citizens' Oversight Committee Annual Finding – Fiscal Year 2025/26

### BACKGROUND

On April 24, 2025 the Sacramento Metropolitan Fire District (District) Board of Directors (Board) passed Resolution 2025-020 adopting the Measure O Independent Citizens' Oversight Committee (ICOC or Committee) Charter, establishing the composition of the Committee and defining its scope of responsibilities, pursuant to accountability requirements outlined in the District's Measure O General Obligation Bond Measure, passed by voters on November 5, 2024. Subsequently, the Board passed Resolution 2026-039 on June 11, 2026, appointing nine individuals to serve as members of the Committee, and three additional individuals as designated alternates.

Under its charter, the Committee serves in an independent oversight and advisory role to review District reports related to bond expenditures and make a finding to the Board on an annual basis as to whether bond funds were used in accordance with the measure's intended purposes.

### DISCUSSION

The District issued its first series of Measure O bonds, the 2025 Series A General Obligation Bonds totaling $160 million, on July 2, 2025. This report transmits the Committee's first annual finding to the Board of Directors, for the fiscal year (FY) 2025/26.

On November 4, 2026, the Committee convened its annual meeting to review FY 2025/26 Measure O bond expenditures. The Committee received presentations from District staff and reviewed pertinent documents, including:

- Full text of the Sacramento Metropolitan Fire District Fire/Emergency Medical Response Measure (Measure O), as approved by voters on November 5, 2024;
- Measure O General Obligation Bond Program Building Fund Financial Summary Report, FY 2025/26; and
- Measure O General Obligation Bonds Building Fund Financial and Performance Audits for the Fiscal Year Ended June 30, 2026, prepared by Richardson and Company LLP.

District staff reported that FY 2025/26 disbursements from the Measure O Building Fund totaled $28,099,489, consisting of $26,237,619 in capital outlay for fire and emergency vehicles, apparatus, and equipment, and $1,861,870 for fire station construction, expansion, and improvements. Committee members had the opportunity to ask questions of District staff regarding these expenditures, and members of the public were given the opportunity to comment.

Following its review and discussion, the Committee voted [X–X] to adopt the finding below and authorized the Chairperson to transmit it to the Board of Directors.

**FINDING**

**Based on its review of the records described above, the Measure O Independent Citizens' Oversight Committee finds that the Sacramento Metropolitan Fire District's Measure O general obligation bond expenditures for FY 2025/26 [are / are not] consistent with the intent of the Measure O General Obligation Bond Measure, as approved by voters on November 5, 2024.**

Submitted by:

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Jodie Monaghan, Chairperson
Measure O Independent Citizens' Oversight Committee