

MARYSVILLE FIRE DISTRICT
SPECIAL FINANCE COMMITTEE MEETING
July 26, 2022, 9:00 am
Marysville Fire Station 62

Finance Director Chelsie McInnis opened the meeting at 9:00 am.

The following were in attendance:

Board of Directors:

Steve Muller
Kamille Norton
Tonya Christoffersen

Staff Members:

Guests:

Chelsie McInnis, Finance Director
Darryl Neuhoff, Interim Chief

Quarter 2 2022 Financial Trends Analysis

Ending Fund Balances:

1. Expense Fund had a 3% increase over Q2 2021 or \$513,439; total ending fund balance of \$15,457,534. This is well above our minimum fund balance policy of \$6,550,145 (3 months operating expenses). This balance will begin to decline as the property tax collections slow down prior to second half due date of October 30.
2. Capital Funds had a 41% increase over Q2 2021 or \$5,719,732; aggregate capital fund balance is \$19,570,762.

Individual fund balance allocations as follows:

- Capital 90% - \$17,699,260
- Apparatus 9% - \$1,670,786
- Equipment 1% - \$200,716

Revenues – All Sources

We have collected 57% of budgeted revenues, with a 3% increase over Q2 2021.

Property Tax

We have collected 53% of budgeted property tax collections, with a 1% decrease over Q2 2021.

Ambulance Transport Fees

We have collected 52% of budgeted ambulance transport fees, with a 6% increase over Q2 2021. Transport acuity mix is 71% BLS/29% ALS

Ambulance Transport Fees – GEMT

We have collected 83% of budgeted GEMT fees, with a 19% increase over Q2 2021. We received a 2022 retroactive settlement of approximately \$920k in June.

Investment Interest – All Funds

We have collected 111% of budgeted investment interest across all funds, with a 71% increase over Q2 2021.

- LGIP – from 0.09% in January to 0.99% in June
- SCIP – from 1.01 in January % to 1.28% in June

Interest rates are expected to continue to rise, with LGIP rate appreciating faster than the SCIP. The district will temporarily stop investing into the SCIP until such time the interest rates start to decline for the LGIP and SCIP portfolio proves to provide better long term return.

Other Revenue Sources – All Funds

We have collected 65% of budgeted other revenues across all funds, with a 10% increase over Q2 2021.

Operating Expenses

We have expended 48% of budgeted operating expenses, with a 10% increase over Q2 2021. Currently the 2% portion of unspent appropriations equates to \$613k, and is being closely monitored for potential amendment in Q4 2022.

Wage and Benefit Expenses

We have expended 48% of budgeted wages/benefits, with an 8% increase over Q2 2021. Overtime is running over budget by 20% with \$1.1M total expenditure as of 06/30. The additional (4) FT FF positions currently being hired will backfill attrited positions. Exception: if an opening does not happen at the Harborview training program (1) of the (4) positions will be a pre-hire for the expected group of (8) FT FF set for Q4 2022. Each month the new group of (8) is added to payroll for 2022 will be approximately \$73k in additional payroll/benefits costs.

M&O Expenses – Operating Fund

We have expended 43% of budgeted maintenance and operations costs, with a 10% increase over Q2 2021.

Capital Fund Expenses

Limited activity pending completion of projects and delivery of apparatus. Station 61 project will be put on hold due to immediate staffing needs, commencement of the project will be evaluated as economic factors and levy success come into sharper focus.

2023 Budget Status/Timeline


- Current Phase: Finance developing revenue projections and those with budget authority have an August 26 deadline to return request. HR/Payroll developing wage/benefit budget.
- Phase 2: Finance Committee review of preliminary draft late September meeting.
- Phase 3: Mid-Late October Budget Workshop for full board review of proposed budget.
- Phase 4: November Board Meeting for budget hearing, adoption and levy certification.

EMS Levy Considerations

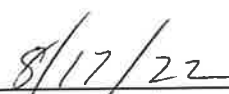
Discussed timing of the 2023 EMS levy to be ran during either the February or April special elections. This will replace the separate City of Marysville and Fire District 12 EMS levies (creating one single EMS levy for the entire RFA) and restore the rate to \$0.50/\$1,000.

ADJOURNMENT

With no action required, the July 26, 2022 Finance Committee Meeting adjourned at 10:45am.



Darryl Neuhoff
District Secretary



Date approved

