Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 · Mather, California 95655 · Phone (916) 859-4300 · Fax (916) 859-3700

ADAM A. HOUSE
Fire Chief

John Costa
Board President
Division 9

Robert Webber
Board Vice President
Division 3

Brian Rice
Board Secretary
Division 7

Cinthia Saylors
Board Member
Division 1

Grant Goold
Board Member
Division 2

Ted Wood
Board Member
Division 4

Shawn Stark
Board Member
Division 5

D'Elman Clark
Board Member
Division 6

Gay Jones
Board Member
Division 8

BOARD OF DIRECTORS - REGULAR MEETING AGENDA

Thursday, November 12, 2026 – 6:00 p.m.
Sacramento Metropolitan Fire District
10545 Armstrong Avenue, Suite 200
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=SFlLQ1Znd25RSmlhdXZVQVh4d1VWZz09

The mission of the Sacramento Metropolitan Fire District is to provide professional and compassionate protection, education and service to our community.

The Public's health and well-being are the top priority for the Board of Directors of the Sacramento Metropolitan Fire District and you are urged to take all appropriate health safety precautions. **To view the meeting via the Zoom Application, please click on the link above.**

Members of the public seeking to attend and to address the Board who require reasonable accommodations to access the meeting, based on disability or other reasons, should contact the following person at least forty-eight (48) hours in advance of a Regular meeting to make arrangements for such reasonable accommodations:

Marni Rittburg
Board Clerk
(916) 859-4305
rittburg.marni@metrofire.ca.gov

The Board will convene in open session at 6:00 p.m.

Sacramento Metropolitan Fire District
10545 Armstrong Ave., Suite 200 · Mather, California 95655 · Phone (916) 859-4300 · Fax (916) 859-3700

REGULAR BOARD MEETING **THURSDAY, NOVEMBER 12, 2026**

- **CALL TO ORDER**
- **ROLL CALL**
- **PLEDGE TO FLAG**

METRO CABLE ANNOUNCEMENT:

This meeting of the Sacramento Metropolitan Fire District is recorded. The recording will be cablecast on Metro Cable Channel 14, the local government affairs channel on the Comcast and DirecTV U-Verse cable systems. The recording will also be closed captioned and video-streamed at metro14live.saccounty.gov. Today's meeting replays at **6:00 p.m. on Monday, November 16, 2026, and again at 6:00 p.m. on Wednesday, November 18, 2026, on Metro Cable Channel 14.** Once posted, the recording of this meeting can be viewed on-demand at *youtube.com/metrocable14*.

PUBLIC OPPORTUNITY TO DISCUSS MATTERS OF PUBLIC INTEREST WITHIN DISTRICT JURISDICTION INCLUDING ITEMS ON OR NOT ON AGENDA:

The Board of Directors of the Sacramento Metropolitan Fire District appreciates and encourages public interest and welcomes questions and opinions at its meetings. Public members wishing to address the Board are requested to first be recognized by the presiding officer and identify themselves for the record. The presiding officer may, in the interest of time and good order, limit the number of public member presentations. Speakers' comments will be limited to ***three (3) minutes*** *(Per Section 31 of the Board of Directors Policies and Procedures).*

In accordance with Section 31 of the Board of Directors Policies and Procedures, members of the Public requesting their written comments be read into the meeting record must be present or have a representative present to read their comments during the time allotted.

CONSENT ITEMS:

Matters of routine approval including but not limited to action summary minutes, referral of issues to committee, committee referrals to the full Board, items that require yearly approval, declaration of surplus equipment, and other consent matters. The Consent Agenda is acted upon as one unit unless a Board member requests separate discussion and/or action.

CONSENT ITEMS

Page No.

1. **Action Summary Minutes** 7
   Recommendation: Approve the Action Summary Minutes for the Regular Board Meeting of October 22, 2026, and the Special Board Meeting of October 28, 2026.

2. **November Board Radar Report** *16*
Recommendation: Receive and file.

3. **Adopt Resolutions – Employer's Contribution Under the Public Employees' Medical and Hospital Care Act for 2027 (CalPERS)** *17*
A. Resolution – Fixing SMFD's Vesting Contribution Under Section 22896 of the Public Employees' Medical and Hospital Care Act - 000 All Employees
B. Resolution – Fixing the Employer Contribution at an Equal Amount for Employees and Annuitants Under the Public Employees' Medical and Hospital Care Act – 000 All Employees
C. Resolution – Fixing the Employer Contribution at an Equal Amount for Employees and Annuitants Under the Public Employees' Medical and Hospital Care Act – 700 All Employees (Non-PERS)
Recommendation: Adopt the three (3) Resolutions establishing the health premium contributions to reflect the new benefit cap with CalPERS effective January 1, 2027.

4. **Purchase Approval – Key Fire Hose** *24*
Recommendation: Authorize the current purchase of Key fire hose from Allstar Fire Equipment, Inc. using contract #PS26050, in addition to authorizing the continued utilization of this contract for future purchases until the contract expires or is terminated. Future purchases will be contingent upon the Board approving the appropriation of funds in the budget for such purchases.

5. **Approval for Exception to Formal Solicitation Process – Overhaul of Copter 2 Transmission** 28
Recommendation: Approve the Request for Exception to the Formal Solicitation Process and award a contract to Rotorcraft Support, Inc. (RSI) for the Copter 2 Transmission Overhaul.

6. **Adopt Resolution – Contract Award – RFP 26-05 Helicopter Maintenance and Related Services** 36
Recommendation: Adopt Resolution approving a contract award to Amentum Services, Inc. and authorize the Fire Chief or his designee to negotiate, execute and administer an agreement materially similar to the attached agreement.

PRESENTATION ITEMS:

1. **FY 2025/26 Measure O Independent Financial and Performance Audits** *65*
(Chief Financial Officer Dave O'Toole & Ingrid Sheipline, CPA)
Recommendation: Receive and file the FY 2025/26 Measure O Financial and Performance Audits and related Governance Letter.

ACTION ITEMS:

1. **Adopt Resolution – Industrial Disability Retirement – Engineer Justin Hallock** ** **Recommendation:** After discussion in Closed Session, consider adopting a Resolution finding Engineer Hallock has suffered job related injuries incapacitating him from the performance of duties as an Engineer, and direct staff to continue working with Engineer Hallock through his industrial disability retirement process with CalPERS.

REPORTS:

1. **PRESIDENT'S REPORT** — *(President Costa)*

2. **FIRE CHIEF'S REPORT** — *(Acting Fire Chief Mitchell)*

   OPERATIONS REPORT – (*Deputy Chief Wagaman)*

   ADMINISTRATIVE REPORT – (*Deputy Chief Fiorica*)

   SUPPORT & EMERGENCY MEDICAL SERVICES REPORT – (Acting Deputy Chief Aldrich)

3. **SMFD – FIREFIGHTERS LOCAL 522 REPORT** – (*Captain Sean Scollard, Local 522 Vice President)*

4. **COMMITTEE AND DELEGATE REPORTS**
   All Committee Meetings will be held at the Sacramento Metropolitan Fire District Board Room, 10545 Armstrong Avenue, Mather, California, unless otherwise specified.

   A. **Executive Committee** – *(President Costa)*
   Next Meeting: November 12, 2026, at 4:30 p.m.

   B. **Communications Center JPA** – *(*Deputy *Chief Fiorica)*
   Next Meeting: November 16, 2026, at 9:00 a.m.
   SRFECC Annex – 10240 Systems Parkway, Suite 200, Sacramento

   C. **Finance and Audit Committee** – *(Director Jones)*
   Next Meeting: January 28, 2027, at 5:30 p.m.

   D. **Measure O ICOC Committee** – *(Chair Monaghan)*
   Measure O ICOC Annual Finding – Fiscal Year 2025/26 ***100***
   Next Meeting: To be determined

   E. **Policy Committee** – *(Director Clark)*
   Next Meeting: November 12, 2026, at 5:30 p.m.

BOARD MEMBER QUESTIONS AND COMMENTS

CLOSED SESSION:

The Board will convene in closed session to meet on the following matter(s):

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

   A. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Sacramento Area Fire Fighters Local 522

   B. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Battalion Chiefs Bargaining Group, Sacramento Area Fire Fighters Local 522

   C. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Administrative Support Personnel (ASP) Affiliate of Sacramento Area Fire Fighters Local 522

   D. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Safety Senior Management, Management and Unrepresented Confidential Employees

   E. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Non-Safety Senior Management, Management and Unrepresented Confidential Employees

   F. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: EMT and Paramedic Memorandum of Understanding

2. **PURSUANT TO CALIFORNIA GOVERNMENT CODE SECTION 54956.9 (A) – ONE (1) MATTER OF INDUSTRIAL DISABILITY RETIREMENT.**

   Justin Hallock and the Sacramento Metropolitan Fire District
   Claim # 24-181524
   Industrial Disability Retirement – Deputy Chief Joseph A. Fiorica

3. **CONFERENCE WITH LEGAL COUNSEL - PENDING LITIGATION -**
   Pursuant to California Government Code Section 54956.9 (d)(1)
   Sacramento Area Fire Fighters, Local 522, et al. v. Sacramento Metropolitan Fire District
   Unfair Practice Charge No. SA-CE-1366-M
   Ian Sangster, General Counsel

4. **Public Employee Appointment (Government Code § 54957)**
   Title: Interim Fire Chief

5. **Public Employee Appointment (Government Code § 54957)**
   Title: Fire Chief

CLOSED SESSION REPORT OUT

ADJOURNMENT

NEXT BOARD MEETING:

Unless specified differently, all meetings of the Board are held at Sacramento Metropolitan Fire District at 10545 Armstrong Avenue, Suite 200, Mather, CA 95655

- Regular Board Meeting – December 10, 2026, at 6:00 p.m.

Posted on November 9, 2026, by 4:30 p.m.

Marni Rittburg

Marni Rittburg, CMC, CPMC
Clerk of the Board

** No written report
*PDF Separate Attachment

DISABILITY INFORMATION:

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the Clerk of the Board at (916) 859-4305. Notification at least 48 hours prior to the meeting will enable the District to make reasonable arrangements to ensure accessibility.

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, CA 95655 • Phone (916) 859-4300 • Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

ACTION SUMMARY MINUTES – REGULAR MEETING

BOARD OF DIRECTORS
SACRAMENTO METROPOLITAN FIRE DISTRICT
Thursday, October 22, 2026, at 6:00 p.m.
Held at the following locations:
10545 Armstrong Avenue – Board Room
Mather, California
&
Remotely Via Zoom

CALL TO ORDER

The meeting was called to order at 6:01 p.m. by President Costa. Board members present: Clark, Costa, Goold, Rice, Saylors, Stark, and Webber. Board members on Zoom: None. Board members absent: Jones and Wood. Staff present: Acting Fire Chief Mitchell and Board Clerk Rittburg.

PUBLIC COMMENTS

No public comments were received.

CONSENT ITEMS

Moved by Director Goold, seconded by Stark, and carried unanimously by members present to adopt the consent calendar as follows:

1. **Action Summary Minutes**
   Recommendation: Approve the Action Summary Minutes for the Regular Board Meetings of October 8, 2026.
   Action: Adopted the Action Summary Minutes.

2. **Revision of Board Policy 01.013.02 - Travel and Conference Expense**
   Recommendation: Approve the revised Travel and Conference Expense Policy
   Action: Approved.

PRESENTATION ITEMS

1. **The Self-Insurance Reserve (Workers' Compensation Reserve)**
   (Deputy Chief Fiorica & Chief Financial Officer Dave O'Toole)
   Action: By consensus, the Board referred the Reserve Funding Policy to the Policy Committee for review and consideration of potential adjustments to improve transparency in reserve reporting and clarify how the District's overall reserve position is presented then to the full Board for adoption once review and updates are complete. Additional direction provided to revise how the Reserve is reported and presented during future briefings.

REPORTS

1. PRESIDENT'S REPORT - *(President Costa)*

President Costa thanked the Board for bringing forward questions and discussion items, emphasizing the importance of obtaining accurate information to support informed decisions. President Costa encouraged Directors to refer questions to the appropriate staff members so they could be addressed.

President Costa read a statement acknowledging Fire Chief Adam House's announcement of his retirement, anticipated effective December 30, 2026. On behalf of the Board, President Costa expressed appreciation for Chief House's leadership, dedication, and service following 36 years in military and fire service. He recognized Chief House's contributions to the District, its members, and the communities served. President Costa noted that Chief House had expressed his commitment to working with the Board and District leadership during the coming months to support a thoughtful and seamless leadership transition. He confirmed that Deputy Chief Adam Mitchell would continue serving as Acting Fire Chief alongside the executive leadership team to maintain District operations and emergency service delivery. President Costa thanked District employees and leadership for their continued dedication during the transition and congratulated Chief House on his retirement.

2. FIRE CHIEF'S REPORT — *(Acting Fire Chief Mitchell)*

Acting Fire Chief Mitchell reported on the following District matters:

FY2025 State Homeland Security Grant Program (SHSGP)

Metro Fire submitted five applications for FY2025 State Homeland Security Grant Program funding consideration. The applications include:

- Air Operations Night Vision Goggle Replacement
- Fire Station 66 Target Hardening
- Hazardous materials/Weapons of Mass Destruction Response Equipment
- Special Operations Utility Task Vehicle
- Water Rescue Personal Protective Equipment and Supplies

Sacramento County Office of Emergency Services anticipated making funding selections in December 2026, with award notifications expected in early 2027. Acting Fire Chief Mitchell thanked the staff and program managers who prepared the applications.

California Capital Airshow

Acting Fire Chief Mitchell expressed appreciation to District personnel who supported the California Capital Airshow, held October 10–11 at Mather Airport. He recognized the planning, coordination, and collaboration required across multiple divisions and partner agencies to support the event while maintaining operational readiness. He noted that this was the event's 20th year.

Upcoming Academy Graduations

Acting Fire Chief Mitchell announced the following upcoming graduation ceremonies to be held at Christ Community Church, 5025 Manzanita Avenue, Carmichael, CA 95608:

- Fire Academy 26-1: Friday, October 23, 2026, from 6:00–8:00 p.m.
- Metro Medic Program Academy (MMP) 26-2: Friday, October 30, 2026, from 6:00–8:00 p.m.

OPERATIONS REPORT – *(Assistant Chief Wilbourn & Assistant Chief Johnson)*

Assistant Chief Wilbourn presented an update on anticipated El Niño weather patterns and potential flooding concerns and reported earlier this month, the National Weather Service, California Department of Water Resources, and Cal OES held their annual Sacramento County Preseason Flood Coordination Workshop which was attended by approximately 100 local, state, and federal agencies and partners.

AC Wilbourn covered the potential impacts of a strong El Niño event, noting that seasonal forecasts favor above-normal precipitation and warmer-than-normal temperatures in Northern California. However, a strong El Niño does not necessarily guarantee significant flooding.

AC Wilbourn stated areas of concern include the American, Sacramento, and Cosumnes River systems, particularly South County levees, low-lying communities, and areas protected by levees. Atmospheric rivers, warm temperatures, and existing snowpack could contribute to increased runoff and river flows.

AC Wilbourn reported Metro Fire continues coordination with Sacramento County OES and regional response partners. Public education efforts are underway encouraging residents to register for Sacramento County Alert notifications. Flood preparedness planning remains active throughout the region and coordination with SMUD and utility providers regarding potential storm-related outages and emergencies. Metro Fire is maintaining readiness to support the County Emergency Operations Center when needed.

AC Wilbourn emphasized that forecasts cannot reliably predict the timing, number, or severity of individual storms, although potential impacts generally become clearer within one to two weeks of an event.

Assistant Chief Johnson reviewed the District's internal and regional resources available for potential flood response. He reported that Boats 62 and 65 are equipped with jet boats, inflatable rescue boats, and trailers, each carrying four Johnboats for deployment throughout the County.

AC Johnson also discussed helicopter capabilities, noting that aircraft can be staffed through shift commander discretion during the off-season. When placed on standby, helicopters have an approximately one-hour turnaround time for deployment. AC Johnson reported swift-water rescue training is scheduled for the first week of November.

AC Johnson stated Metro Fire has maintained, and will continue to maintain, a high level of communication and coordination with the California Office of Emergency Services, Sacramento County Office of Emergency Services, the National Oceanic and Atmospheric Administration (NOAA), the California Department of Water Resources, and our local response partners.

ADMINISTRATIVE REPORT – *(Deputy Chief Fiorica)*

Deputy Chief Fiorica provided the following updates:

Human Resources: Forty-five candidates are undergoing background investigations for Fire Academy 27-1. Two Reserve Firefighter candidates were completing backgrounds and expected to begin at the end of October or beginning of November, with two additional candidates entering backgrounds.

DC Fiorica reported Metro Fire's portion of the Sacramento County Local Hazard Mitigation Plan had been submitted and deemed complete by Sacramento County. The District's approximately 100-page annex documented hazards, vulnerabilities, and mitigation efforts. The overall County plan remained subject to additional review, a public hearing, and approval by Cal OES and FEMA.

DC Fiorica thanked Chief Development Officer Frye and Fire Marshal Nygren for their contributions. DC Fiorica stated this is important work that not only checks required planning and potential revenue source boxes but also helps make sure Metro Fire is better prepared for the hazards facing our communities as we position for future mitigation opportunities and funding.

SUPPORT & EMERGENCY MEDICAL SERVICES – (*Acting Deputy Chief Aldrich*)

Acting Deputy Chief Aldrich reported on the following Support and Emergency Medical Services Branch activities and updates:

- Acting DC Aldrich stated he will be representing Metro Fire along with Administrative Analyst Castleberry at the Rancho Cordova Special City Council Meeting regarding their Downtown DOVA Project.
- Acting DC Aldrich reported collaboration efforts with the Sacramento County Sheriff's Department regarding fire investigation operations are underway.
- Acting DC Aldrich stated the District is continuing to look for solutions for long-term funding for the Mobile Integrated Healthcare (MIH) Program and will bring a recommendation to the next Board meeting.
- Acting DC Aldrich stated ongoing facility maintenance and capital improvement projects, including roof and flooring replacement projects are underway to keep facilities safe and operational.

3. SMFD – FIREFIGHTERS LOCAL 522 REPORT – (*Captain Sean Scollard, Local 522 Vice President)*

Captain Sean Scollard, Local 522 Vice President thanked Chief Financial Officer O'Toole and staff for the information provided regarding the workers' compensation reserve and the financial reports presented to the Board. He commented on the importance of transparency and constructive discussion between the Board, District, and labor representatives. He acknowledged the work being done to provide financial information and expressed appreciation for the updates.

Captain Scollard also recognized the Facilities Division for continuing to address maintenance needs despite staffing shortages and congratulated the recruits on their upcoming graduation. He extended congratulations and best wishes to Chief House on his retirement announcement.

4. COMMITTEE AND DELEGATE REPORTS

All Committee Meetings will be held at the Sacramento Metropolitan Fire District Board Room, 10545 Armstrong Avenue, Mather, California unless otherwise specified.

A. Executive Committee – *(President Costa)*

President Costa reported that the Executive Committee met today and discussed:

EMS Service Delivery and Continuum of Care: The Committee affirmed continued support for developing the evaluation framework, project development, and cost estimates. Discussion focused on identifying service needs, determining whether appropriate resources are in place, and evaluating long-term sustainability. Staff was requested to memorialize the framework and continue implementation of the program. The project will move into the planning domain, with an emphasis on outcomes, funding, and innovation.

Regional Expansion: The Committee reaffirmed regional opportunities and expansion as a strategic priority within the service delivery domain. Discussion included developing tactics for full Board consideration, identifying appropriate measures, establishing an implementation framework, and providing transparent communication to the Board.

President Costa reported that the next Executive Committee meeting will focus on developing key performance indicators to measure outcomes and track progress toward Board goals.

President Costa reported staff has also developed dashboards to capture Board priorities, goals, tactics, and progress. Additional tracking will identify opportunities that may not currently have funding and allow the Board to review potential savings and reprioritize opportunities during the mid-year process.

B. Communications Center JPA – *(Deputy Chief Fiorica)*

No Report

C. Finance and Audit Committee – *(Director Stark)*

Director Stark reported that the Finance and Audit Committee met today and received two reports:
- The Biannual Fiscal Report (through August 31, 2026): The District received approximately $4 million in unanticipated PPGMT revenues, labor expenses were $1.5 million lower than the same period last year, and the OPEB Trust reported an annualized rate of return of 20%. Director Stark noted these were positive financial developments.
- California Public Employees' Retirement System (CalPERS): The Committee received the pension plan actuarial valuations. Director Stark expressed appreciation for the information provided by the Chief Financial Officer.

D. Policy Committee – *(Director Clark)*

No Report

BOARD MEMBER QUESTIONS AND COMMENTS

Director Saylors thanked Chief Wilbourn and Chief Johnson for the information provided regarding potential winter flooding and community preparedness.

Director Goold thanked Chief House for his dedication and service to the District and wished him well in retirement.

Director Stark congratulated Chief House on his retirement and recognized his years of service.

Director Rice expressed condolences regarding the passing of retired Fire Chief Dale Paulsen and Ginger Wilkinson, who previously worked at the American River Fire District public counter. He recognized their contributions and extended condolences to their families.

Director Webber congratulated Chief House on his retirement.

President Costa thanked Chief House for his military and District service and acknowledged the upcoming leadership transition. He expressed the Board's commitment to supporting District employees and Acting Fire Chief Mitchell during the transition.

CLOSED SESSION:
The Board recessed to closed session at 7:09 p.m. on the following matter(s):

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

A. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
Employee Organization: Sacramento Area Fire Fighters Local 522

B. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
Employee Organization: Battalion Chiefs Bargaining Group,
Sacramento Area Fire Fighters Local 522

C. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
Employee Organization: Administrative Support Personnel (ASP)
Affiliate of Sacramento Area Fire Fighters Local 522

D. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
Employee Organization: Safety Senior Management, Management
and Unrepresented Confidential Employees

E. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
Employee Organization: Non-Safety Senior Management, Management
and Unrepresented Confidential Employees

F. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
Employee Organization: EMT and Paramedic Memorandum of Understanding

2. PURSUANT TO CALIFORNIA GOVERNMENT CODE SECTION 54956.9 (a) – ONE (1) MATTER OF WORKERS' COMPENSATION SETTLEMENT AUTHORITY

Kim Fong and the Sacramento Metropolitan Fire District
Claim # 25-189710
Workers' Compensation Settlement Authority
Colin Connor of Lenahan, Slater, Pearse & Majernik, LLP

Action: Moved by Goold, seconded by Clark, and carried unanimously by members present to give authority to its third-party administrator to conclude a settlement of the matter.

3. **CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION – Significant Exposure to litigation pursuant to California Government Code Section 54956.9 (d)(2): One Case**

Claimant: Julia Virgen - AAA
Ian Sangster, General Counsel

Action: Moved by Goold, seconded by Clark, and carried unanimously by members present to deny the claim.

4. **Public Employee Performance Evaluation: Fire Chief**
Pursuant to Government Code Sections 54957(b)(1)

CLOSED SESSION REPORT OUT:

The Board reconvened in open session at 7:56 p.m. General Counsel Ian Sangster reported that the Board met in closed session on six items:

1. Conference with Labor Negotiator; the Board met with its designated labor negotiator; no reportable action was taken in closed session.

2. Workers' Compensation Settlement Authority of Kim Fong; the Board voted unanimously to give authority to its third-party administrator to conclude a settlement of the matter.

3. Government Code Section 910 Claim of Julie Virgen, the Board voted unanimously to deny the claim.

4. Public Employee Performance Evaluation: Fire Chief; no reportable action was taken in closed session.

To view the video of the meeting, please visit the Metro Fire Website or our YouTube channel:

https://metrofire.ca.gov/2026-10-22-board-meeting

https://www.youtube.com/channel/UC9t-uKlc_oOUGNrmogdQ_QA

ADJOURNMENT

The meeting was adjourned at 7:57 p.m.

John Costa, Board President

Brian Rice, Secretary

Marni Rittburg, CMC
Board Clerk

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, CA 95655 • Phone (916) 859-4300 • Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

ACTION SUMMARY MINUTES – SPECIAL MEETING

BOARD OF DIRECTORS
SACRAMENTO METROPOLITAN FIRE DISTRICT
Wednesday, October 28, 2026 at 5:00 p.m.
Held at the following locations:
10545 Armstrong Avenue – Board Room
Mather, California
&
Remotely Via Zoom

CALL TO ORDER

The meeting was called to order at 5:03 pm by President Costa. Board members present: Clark, Costa, Goold, Jones, Saylors, and Webber. Board members on Zoom: Stark. Board members absent: Rice. Staff present: Chief House and Board Clerk Rittburg.

PUBLIC COMMENTS

No public comments were received.

CLOSED SESSION:

The Board recessed to closed session at 5:05 p.m. on the following matter(s):

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

   A. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Sacramento Area Fire Fighters Local 522

   B. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Battalion Chiefs Bargaining Group, Sacramento Area Fire Fighters Local 522

   C. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Administrative Support Personnel (ASP) Affiliate of Sacramento Area Fire Fighters Local 522

   D. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Safety Senior Management, Management and Unrepresented Confidential Employees

   E. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: Non-Safety Senior Management, Management and Unrepresented Confidential Employees

   F. District Negotiator: Jack Hughes, Liebert Cassidy Whitmore
   Employee Organization: EMT and Paramedic Memorandum of Understanding

Director Wood arrived at 5:25 p.m.

CLOSED SESSION REPORT OUT:

The Board reconvened in open session at 7:43 p.m. General Counsel Ian Sangster reported that the Board met in closed session on one item: 1. Conference with Labor Negotiator; the Board met with its designated labor negotiator; no reportable action was taken in closed session.

To view the video of the meeting, please visit the Metro Fire Website or our YouTube channel:

https://metrofire.ca.gov/2025-08-07-board-meeting

https://www.youtube.com/channel/UC9t-uKlc_oOUGNrmogdQ_QA

ADJOURNMENT

The meeting was adjourned at 7:45 p.m.

_____ _____

Ted Wood, Board President Robert Webber, Secretary

_____

Marni Rittburg, CMC
Board Clerk

BOARD RADAR REPORT

Monthly Update

St. 67 Project
Interagency/Political

Last Update	POC
11/5/2026	AA Castleberry
Status	**Radar**
Active	Information

Summary

Update: A contract was awarded to Diede Construction Inc. for the construction of Station 67, and permits have been approved. Construction is anticipated to begin shortly.

St. 116 Deconstruction
Community & Reputation

Last Update	POC
11/5/2026	DGA Macdonald
Status	**Radar**
Active	Information

Summary

Update: Following our 9/30/2026 Community Town Hall, we have been meeting internally and continue to receive and process public feedback. In response to community requests, we will be fencing the property to further secure it and are increasing trash pickup at the site. In addition, we anticipate holding another Community Town Hall before the end of the year.

St. 23 Replacement
Interagency/Political

Last Update	POC
11/5/2026	AA Castleberry
Status	**Radar**
Active	Information

Summary

Update: Station 23 design review permit was approved by the Citrus Heights Planning Commission on October 27, 2026. After a 10-day appeal period is complete, the project may proceed to the civil and building permitting process.

FY25 SHSGP Applications
Interagency/Political

Last Update	POC
11/5/2026	AA Castleberry
Status	**Radar**
Active	Information

Summary

Metro Fire submitted five applications totaling $975,390 for consideration in the FY2025 State Homeland Security Grant Program (SHSGP). Proposed projects include Air Ops night-vision goggle replacement, St. 66 target hardening (perimeter fence and gate), HazMat weapons-of-mass-destruction response equipment, a special operations utility task vehicle, and Water Rescue PPE and supplies. Award announcements are anticipated for early 2027.

Downtown DOVA Project
Interagency/Political

Last Update	POC
11/5/2026	AA Castleberry
Status	**Radar**
Active	Information

Summary

A development agreement for the Downtown DOVA project was approved by the Rancho Cordova City Council on October 26, 2026. The development agreement between the City and the project developer, KozPure, includes a condition prior to occupancy requiring that an enforceable funding mechanism be established by the property owner or applicant to mitigate the Project's annual service impacts.

APOT 3.0 Engagement / Upcoming Summit
Interagency/Political

Last Update	POC
11/5/2026	DGA Macdonald
Status	**Radar**
Active	Information

Summary

Metro Fire remains an active leader within the Sacramento County Emergency Medical Services Agency's APOT 3.0 Workgroup, where county officials, public and private ambulance providers, hospitals, insurance providers, and more meet regularly. The County has announced an APOT Summit, scheduled for Tuesday, January 5, 2027, from 9:00 am to 12:00 pm.

Radar Definitions

Information:	Awareness only- No action required from the Board
Discussion:	Discussion or feedback requested from the Board
Future Action:	Formal Board item is anticipated

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, CA 95655 • Phone (916) 859-4300 • Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

DATE: November 12, 2026

TO: Board of Directors

SUBJECT: A resolution adjusting the employer's contribution under the Public Employees' Medical and Hospital Care Act for 2027

TOPIC

Board authorization to adopt resolutions for the California Public Employees' Retirement System (CalPERS) to establish the employer's contribution of 92% of the employees' and retirees' health premiums at the third-highest plan in CalPERS Region 1.

DISCUSSION

At the regular Board meeting on April 25, 2013, the Board of Directors adopted a resolution establishing the employer's contribution of 92% of the employees' and retirees' health premiums at the District cap. Effective January 1, 2027, the third-highest plan in CalPERS Region 1 will change, and this change will continue to occur annually thereafter. Therefore, new resolutions establishing the employer's contribution will need to be adopted by the Board of Directors and forwarded to CalPERS on an annual basis, around the open enrollment period.

In order to fully execute the medical premiums contributions to reflect the new benefit cap with CalPERS, the attached resolutions must be adopted by the Board and forwarded to the CalPERS Board of Administration.

RECOMMENDATION

Recommend that the Board adopt the attached resolutions.

Submitted By:

Joseph Fiorica
Deputy Chief, Administration

Approved By:

Adam Mitchell
Adam Mitchell (Nov 9, 2026 10:13:17 MST)

Adam Mitchell
Acting Fire Chief

ATTACHMENTS:
Attachment 1: Resolutions

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200, Mather, CA Phone (916) 859-4300 Fax (916) 859-3700

ADAM A. HOUSE
Fire Chief

RESOLUTION NO. 2026-XXX

FIXING SACRAMENTO METROPOLITAN FIRE DISTRICT'S VESTING CONTRIBUTION UNDER SECTION 22896 OF THE PUBLIC EMPLOYEES' MEDICAL AND HOSPITAL CARE ACT
000 ALL EMPLOYEES

WHEREAS, (1) **Sacramento Metropolitan Fire District** is a contracting agency under Government Code Section 22920 and subject to the Public Employees' Medical and Hospital Care Act (the "Act"); and

WHEREAS, (2) **Sacramento Metropolitan Fire District** is a contracting agency has filed a resolution with the Board of the California Public Employees' Retirement System to provide a postretirement health benefits vesting requirement to employees who retire for service in accordance with Government Code Section 22896; now, therefore be it

RESOLVED, (a) That the employer contribution for each employee or annuitant shall be the amount necessary to pay the full cost of his/her enrollment, including the enrollment of family members, in a health benefits plan up to a maximum of:

Party Rate	Contribution Per Month
1	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO REGION 1 PARTY RATE 1, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
2	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO REGION 1 PARTY RATE 2, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
3	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO REGION 1 PARTY RATE 3, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
4	UP TO BLUE SHIELD GROUP MEDICARE ADVANTAGE PPO REGION 1 PARTY RATE 4
5	UP TO BLUE SHIELD GROUP MEDICARE ADVANTAGE PPO REGION 1 PARTY RATE 5
6	UP TO BLUE SHIELD GROUP MEDICARE ADVANTAGE PPO REGION 1 PARTY RATE 6
7	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO AND MEDICARE PREFERRED REGION 1 PARTY RATE 7, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
8	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO AND MEDICARE PREFERRED REGION 1 PARTY RATE 8, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
9	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO AND MEDICARE PREFERRED REGION 1 PARTY RATE 9, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
10	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO AND MEDICARE PREFERRED REGION 1 PARTY RATE 10, OR 92% OF THE PREMIUM, WHICHEVER IS LESS

11	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO AND MEDICARE PREFERRED REGION 1 PARTY RATE 11, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
12	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO AND MEDICARE PREFERRED REGION 1 PARTY RATE 12, OR 92% OF THE PREMIUM, WHICHEVER IS LESS

plus administrative fees and Contingency Reserve Fund assessments; and be it further

RESOLVED, (b) **Sacramento Metropolitan Fire District** has fully complied with any and all applicable provisions of Government Code Section 7507 in electing the benefits set forth above; and be it further

RESOLVED, (c) That the participation of the employees and annuitants of **Sacramento Metropolitan Fire District** shall be subject to determination of its status as an "agency or instrumentality of the state or political subdivision of a State" that is eligible to participate in a governmental plan within the meaning of Section 414(d) of the Internal Revenue Code, upon publication of final Regulations pursuant to such Section. If it is determined that **Sacramento Metropolitan Fire District** would not qualify as an agency or instrumentality of the state or political subdivision of a State under such final Regulations, CalPERS may be obligated, and reserves the right to terminate the health coverage of all participants of the employer; and be it further

RESOLVED, (d) That the executive body appoint and direct, and it does hereby appoint and direct, Human Resources to file with the Board a verified copy of this resolution, and to perform on behalf of **Sacramento Metropolitan Fire District** all functions required of it under the Act; and be it further

RESOLVED, (e) That coverage under the Act be effective on **January 1, 2027**.

PASSED, APPROVED AND ADOPTED this 12th day of November, 2026. I, MARNI RITTBURG, BOARD CLERK OF SACRAMENTO METROPOLITAN FIRE DISTRICT HEREBY CERTIFY the foregoing Resolution was introduced and passed at a regular meeting of the Sacramento Metropolitan Fire District Board by the following roll call vote:

AYES: Enter Text
NOES: Enter Text
ABSENT: Enter Text
ABSTAIN: Enter Text

SACRAMENTO METROPOLITAN FIRE DISTRICT

By: _____
President, Board of Directors

ATTEST:

_____
Marni J. Rittburg, CMC, CPMC
Clerk of the Board

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200, Mather, CA Phone (916) 859-4300 Fax (916) 859-3700

ADAM A. HOUSE
Fire Chief

RESOLUTION NO. 2026-XXX

**FIXING THE EMPLOYER CONTRIBUTION
UNDER THE PUBLIC EMPLOYEES' MEDICAL AND HOSPITAL CARE ACT
AT AN EQUAL AMOUNT FOR EMPLOYEES AND ANNUITANTS
000 ALL EMPLOYEES**

WHEREAS, (1) **Sacramento Metropolitan Fire District** is a contracting agency under Government Code Section 22920 and subject to the Public Employees' Medical and Hospital Care Act (the "Act"); and

WHEREAS, (2) Government Code Section 22892(a) provides that a contracting agency subject to Act shall fix the amount of the employer contribution by resolution; and

WHEREAS, (3) Government Code Section 22892(b) provides that the employer contribution shall be an equal amount for both employees and annuitants, but may not be less than the amount prescribed by Section 22892(b) of the Act; now, therefore be it

RESOLVED, (a) That the employer contribution for each employee or annuitant shall be the amount necessary to pay the full cost of his/her enrollment, including the enrollment of family members, in a health benefits plan up to a maximum of:

Party Rate	Contribution Per Month
1	UP TO 92% OF ANTHEM BLUE CROSS SELECT HMO REGION 1 PARTY RATE 1, OR 92% OF THE PREMIUM, WHICHEVER IS LESS
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plus administrative fees and Contingency Reserve Fund assessments; and be it further

RESOLVED, (b) **Sacramento Metropolitan Fire District** has fully complied with any and all applicable provisions of Government Code Section 7507 in electing the benefits set forth above; and be it further

RESOLVED, (c) That the participation of the employees and annuitants of **Sacramento Metropolitan Fire District** shall be subject to determination of its status as an "agency or instrumentality of the state or political subdivision of a State" that is eligible to participate in a governmental plan within the meaning of Section 414(d) of the Internal Revenue Code, upon publication of final Regulations pursuant to such Section. If it is determined that **Sacramento Metropolitan Fire District** would not qualify as an agency or instrumentality of the state or political subdivision of a State under such final Regulations, CalPERS may be obligated, and reserves the right to terminate the health coverage of all participants of the employer; and be it further

RESOLVED, (d) That the executive body appoint and direct, and it does hereby appoint and direct, Human Resources to file with the Board a verified copy of this resolution, and to perform on behalf of **Sacramento Metropolitan Fire District** all functions required of it under the Act; and be it further

RESOLVED, (e) That coverage under the Act be effective on **January 1, 2027**.

PASSED, APPROVED AND ADOPTED this 12th day of November, 2026. I, MARNI RITTBURG, BOARD CLERK OF SACRAMENTO METROPOLITAN FIRE DISTRICT HEREBY CERTIFY the foregoing Resolution was introduced and passed at a regular meeting of the Sacramento Metropolitan Fire District Board by the following roll call vote:

AYES: Enter Text
NOES: Enter Text
ABSENT: Enter Text
ABSTAIN: Enter Text

SACRAMENTO METROPOLITAN FIRE DISTRICT

By: _____
President, Board of Directors

ATTEST:

_____
Marni J. Rittburg, CMC, CPMC
Clerk of the Board

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200, Mather, CA Phone (916) 859-4300 Fax (916) 859-3700

ADAM A. HOUSE
Fire Chief

RESOLUTION NO. 2026-XXX

FIXING THE EMPLOYER CONTRIBUTION UNDER THE PUBLIC EMPLOYEES' MEDICAL AND HOSPITAL CARE ACT AT AN EQUAL AMOUNT FOR EMPLOYEES AND ANNUITANTS 700 ALL EMPLOYEES (NON-PERS)

WHEREAS, (1) **Sacramento Metropolitan Fire District** is a contracting agency under Government Code Section 22920 and subject to the Public Employees' Medical and Hospital Care Act (the "Act"); and

WHEREAS, (2) Government Code Section 22892(a) provides that a contracting agency subject to Act shall fix the amount of the employer contribution by resolution; and

WHEREAS, (3) Government Code Section 22892(b) provides that the employer contribution shall be an equal amount for both employees and annuitants, but may not be less than the amount prescribed by Section 22892(b) of the Act; now, therefore be it

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plus administrative fees and Contingency Reserve Fund assessments; and be it further

RESOLVED, (b) **Sacramento Metropolitan Fire District** has fully complied with any and all applicable provisions of Government Code Section 7507 in electing the benefits set forth above; and be it further

RESOLVED, (c) That the participation of the employees and annuitants of **Sacramento Metropolitan Fire District** shall be subject to determination of its status as an "agency or instrumentality of the state or political subdivision of a State" that is eligible to participate in a governmental plan within the meaning of Section 414(d) of the Internal Revenue Code, upon publication of final Regulations pursuant to such Section. If it is determined that **Sacramento Metropolitan Fire District** would not qualify as an agency or instrumentality of the state or political subdivision of a State under such final Regulations, CalPERS may be obligated, and reserves the right to terminate the health coverage of all participants of the employer; and be it further

RESOLVED, (d) That the executive body appoint and direct, and it does hereby appoint and direct, Human Resources to file with the Board a verified copy of this resolution, and to perform on behalf of **Sacramento Metropolitan Fire District** all functions required of it under the Act; and be it further

RESOLVED, (e) That coverage under the Act be effective on **January 1, 2027**.

PASSED, APPROVED AND ADOPTED this 12th day of November, 2026. I, MARNI RITTBURG, BOARD CLERK OF SACRAMENTO METROPOLITAN FIRE DISTRICT HEREBY CERTIFY the foregoing Resolution was introduced and passed at a regular meeting of the Sacramento Metropolitan Fire District Board by the following roll call vote:

AYES: Enter Text
NOES: Enter Text
ABSENT: Enter Text
ABSTAIN: Enter Text

SACRAMENTO METROPOLITAN FIRE DISTRICT

By: _____
President, Board of Directors

ATTEST:

_____
Marni J. Rittburg, CMC, CPMC
Clerk of the Board

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, CA 95655 • Phone (916) 859-4300 • Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

DATE: **November 12, 2026**

TO: **Board of Directors**

SUBJECT: **Purchase Approval – Key Fire Hose**

TOPIC

Staff seeks the Board of Director's approval for the purchase of replacement fire hose from Allstar Fire Equipment, Inc (Allstar) using the League of Oregon Cities' contract #PS26050. This contract is available for use through the national cooperative procurement organization NPPGov.

BACKGROUND

The Sacramento Metropolitan Fire District (District) has a significant portion of its fire hose reaching the end of its serviceable life. Last year the District initiated the first year of a 5-year phased District-wide replacement of frontline engine, reserve engine, and stock fire hose. This purchase will fulfill the second year of this hose replacement project.

DISCUSSION

The District intends to fulfill this purchase utilizing the League of Oregon Cities' contract #PS26050 offered through the NPPGov cooperative. NPPGov is a national cooperative procurement organization offering publicly solicited contracts to government entities nationwide. NPPGov contracts are created through a public solicitation and award process by Lead Public Agencies. Cooperative purchasing provides participating agencies, such as the District, increased administrative efficiencies and the power of combined purchasing volume that resultsin overall cost savings.

On September 15, 2025, the League of Oregon Cities served as the Lead Public Agency issuing Request for Proposal No. 2555 – Fire Fighting Equipment, SCBA, and Protective Gear. Allstar was awarded an agreement as a result of this solicitation.

Additionally, the District obtained multiple quotes from various vendors that have the specified hose available for purchase under other cooperative agreements. Allstar offered the lowest cost per unit and, per the manufacture, is the sole warranty claims center of Key Hose for the State of California.

Vendor	Unit Cost Key DP22-TRU TRU-ID Fire Hose, Double Jacket, Rubber-Lined, All Polyester, 2.25" x 50', CPLD 2.5",	Unit Cost Key DP17-100S Combat Sniper All Polyester Nitrile Lined Fire Hose, 1.75"x 50', CPLD 1.5" NST
Allstar	$334.00	$288.00
Darley	$378.50	$325.50
Mallory	$373.74	$328.40
SeaWestern	$342.45	$295.48

FISCAL IMPACT

This purchase is included in the approved FY 2026/2027 Final Budget General Fund. Additionally, this project is included in the approved Capital Improvement Program under project 27-10.

RECOMMENDATION

Staff recommends that the Board authorize the current purchase of Key fire hose from Allstar Fire Equipment, Inc. using contract #PS26050, in addition to authorizing the continued utilization of this contract for future purchases until the contract expires or is terminated. Future purchases will be contingent upon the Board approving the appropriation of funds in the budget for such purchases.

Submitted by:

Mark Siebert
Manager – Logistics Division

Approved by:

Roger Aldrich (Nov 5, 2026 13:01:30 PST)

Joe Aldrich
Out of Class Deputy Chief -
Support and Emergency Medical Services Branch

ATTACHMENTS:

Attachment 1: Allstar Quote

Fire Equipment Inc.
12328 Lower Azusa Road
Arcadia, CA 91006
(626) 652-0900

2613 Barrington Court
Hayward, CA 94545
(510) 887-6295

SALES QUOTE
SMFD110226
Written By
Justin Eldridge

Bill To: Sacramento Metro Fire Dept.
10545 Armstrong Ave.
Suite 200
Mather, CA 95655

Ship To: Sacramento Metro Fire Dept.
Attn: Mark Siebert
3012 Gold Canal Dr.
Rancho Cordova, CA. 95670

Phone: Email:

Date		Date Required	Cust. Order #	Tax Exempt #	Terms	F.O.B.	Salesperson	Ship Via
11/2/2026			QUOTE		Net 30	Destination	Sisco	Drop Ship
Quantity	**U/M**		**Description**				**Price**	**Amount**
271	EA		Key DP22-TRU TRU-ID Fire Hose, Double Jacket, Rubber-Lined, All Polyester, 2.25" x 50', CPLD 2.5", Color: Orange, Stencil Both Ends 6' from Coupling: SAC METRO 22264001 thru SAC METRO 22264275				334.00	90,514.00
			NPP.GOV Contract **List Price is $791.33** **NPP.GOV Contract Price is $514.36** **The Price Quoted Reflects a 42.2% Customer Loyalty Discount**					
136	EA		Key DP17-100S Combat Sniper All Polyester Nitrile Lined Fire Hose, 1.75"x 50', CPLD 1.5" NST, Color: BLUE. Stencil Both Ends 6' from Coupling: SAC METRO FIRE 22264101 thru SAC METRO FIRE 22264240				288.00	39,168.00
			NPP.GOV Contract **List Price is $654.26** **NPP.GOV Contract Price is $425.27** **The Price Quoted Reflects a 44% Customer Loyalty Discount**					
111	EA		Key DP17-100S Combat Sniper All Polyester Nitrile Lined Fire Hose, 1.75"x 50', CPLD 1.5" NST, Color: RED. Stencil Both Ends 6' from Coupling: SAC METRO FIRE 22264301 thru SAC METRO FIRE 22264415				288.00	31,968.00
			NPP.GOV Contract **List Price is $654.26** **NPP.GOV Contract Price is $425.27** **The Price Quoted Reflects a 44% Customer Loyalty Discount**					

136	EA		Key DP17-100S Combat Sniper All Polyester Nitrile Lined Fire Hose, 1.75"x 50', CPLD 1.5" NST, Color: Yellow. Stencil Both Ends 6' from Coupling: SAC METRO FIRE 22264501 thru SAC METRO FIRE 22264640			288.00	39,168.00
			NPP.GOV Contract **List Price is $654.26** **NPP.GOV Contract Price is $425.27** **The Price Quoted Reflects a 44% Customer Loyalty Discount**				
				Quote Valid Untill 10-30-2027	Subtotal		$200,818.00
			Comments:				
					Sales Tax	8.750%	$17,571.58
					Freight		$0.00
					Total		$218,389.58

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, CA 95655 • Phone (916) 859-4300 • Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

DATE: November 12, 2026

TO: Board of Directors

SUBJECT: Approval for Exception to Formal Solicitation Process for Overhaul of Copter 2 Transmission

TOPIC

Request to approve an exception to the formal solicitation process for the overhaul of the Copter 2 Transmission and approve the contract award to Rotorcraft Support, Inc. (RSI).

BACKGROUND

The Sacramento Metropolitan Fire District's (District) FY2026/27 Capital Improvement Plan, adopted by the Board of Directors (Board) on September 24, 2026, authorized the implementation of the Copter 2 Transmission Overhaul project.

The total cost may exceed the threshold for the District's formal solicitation process. Staff is therefore requesting an exception to the formal solicitation process based on the compatibility of the overhaul with existing equipment and the unique services and certifications provided by the selected vendor.

DISCUSSION

The transmission currently installed in Copter 2 has 190 flight hours remaining before an overhaul is required. To minimize downtime and maintain operational readiness, staff proposes sending one of the time-expired transmissions currently in Air Operations' possession to RSI for teardown and evaluation.

Bell Textron Inc., the aircraft manufacturer, maintains a global network of Authorized Maintenance Centers (AMCs). These facilities must:

- Complete initial model training and recurring OEM certification;
- Use genuine Bell replacement parts with full traceability; and
- Maintain a quality management system that meets Bell's specification standards.

Bell regularly audits and monitors all AMCs for technical expertise, training, facility standards, and overall organizational quality to ensure compliance. RSI is the closest Bell Authorized Maintenance Center capable of performing the required overhaul.

To ensure the safety of District personnel and the continued airworthiness of the fleet, staff

believes it is essential to utilize a vendor certified by the manufacturer and familiar with the specific maintenance and repair standards necessary to maintain optimal performance.

FISCAL IMPACT

It is difficult to obtain a precise quote for overhaul work because the required replacement parts are not known until the transmission is disassembled and evaluated. The CIP appropriation for this project is $150,000.

Based on RSI's experience, typical overhaul costs range between $75,000 and $150,000. For reference, the last transmission overhaul, which was completed in early 2026, cost $91,000. The transmission completed in 2018 cost $107,000.

$150,000 has been approved and allocated into the Air Operations Budget (A.CPT.220500) from the Capital Improvement Plan for FY2026/27.

RECOMMENDATION

Staff recommends that Board approve the Request for Exception to the Formal Solicitation Process and award a contract to Rotorcraft Support, Inc. (RSI) for the Copter 2 Transmission Overhaul.

Submitted by:

James Doyle

Captain James Doyle
Air Operations Program Manager

Approved by:

Joseph A. Fiorica

Chief Fiorica
Deputy Chief of Administration

ATTACHMENTS:

Attachment 1: Copter 2 Transmission Overhaul Request for Exception to Formal Solicitation Process and Disclosure Statement
Attachment 2: Additional Documentation on Exception to Formal Solicitation
Attachment 3: Statement Regarding Bell Textron Inc. Customer Service Facilities / Authorized Maintenance Centers

Signature: James Doyle
Email: doyle.james@metrofire.ca.gov

Signature: Joseph A. Fiorica
Joseph A. Fiorica (Nov 9, 2026 10:44:50 PST)
Email: fiorica.joseph@metrofire.ca.gov

Sacramento Metropolitan Fire District

HEADQUARTERS: 10545 Armstrong Ave. • Mather, CA, 95655 • Phone (916) 859-4300 • Fax (916) 859-3702
Website: www.metrofire.ca.gov
PURCHASING: 3012 Gold Canal Dr. • Rancho Cordova, CA, 95670 • Phone (916)859-4360 • Fax (916) 859-3729

REQUEST FOR EXCEPTION TO FORMAL SOLICITATION PROCESS
and
DISCLOSURE STATEMENT

Purchase Description: Copter 2 Transmission Overhaul

Proposed Vendor: Rotorcraft Support, INC

Check One: ☑ **Exception to Formal Solicitation Process** ☐ **Sole Source**

(An exception to the formal solicitation process is when there are similar products/services available from other sources, but you have a strong justification to purchase a specific product/service from the proposed vendor. A sole-source is when there is no alternative product/service available.)

Estimated Total Cost: $ $ 75000.00 to 150,000.00

This form must accompany the vendor quote document whenever an exception to the formal solicitation process is requested. State and local laws subject the Sacramento Metropolitan Fire District to competitive bidding rules. Requests for goods and/or services from a specific vendor or that are limited to a specific brand, where substitutes to the recommended vendor or brand are not in the best interest of the District, must be accompanied by a written justification explaining the circumstances that make alternatives unacceptable. The employee signing the justification must disclose in writing whether or not they have a potential or actual conflict of interest. Metro Fire employees who have a business relationship with or financial or personal interest in the recommended vendor must disclose the conflict of interest. Any employee with an actual or potential conflict of interest may not participate in the purchase decision.

The Purchasing Agent and branch Deputy Chief will determine whether the justification is appropriate. Requests for exceptions to the formal solicitation process must be supported by factual statements that will pass an audit and must be submitted to the Board of Directors for final review and approval.

INSTRUCTIONS

Complete the above fields and all the following pages and sign in the appropriate places. If needed, attach all supporting documentation. Once completed, submit to Purchasing for review. This form shall be attached to your requisition after you have received approval from the Board of Directors.

REQUEST FOR EXCEPTION TO FORMAL SOLICITATION PROCESS AND DISCLOSURE STATEMENT

1. Please check **all** applicable categories below and provide additional information where indicated.

[X] a. The requested product is an integral repair part or accessory compatible with existing equipment.

Existing Equipment: Copter 2

Manufacturer/Model Number: Bell / UH-1

Age: 56 yrs

Current Estimated Value: $3,000,000

[ ] b. The requested product has unique design/performance specifications or quality requirements that are not available in comparable products.

[ ] c. I have standardized the requested product, and the use of another brand/model would require considerable time and funding to evaluate.

[ ] d. The requested product is one in which I (and/or my staff) have specialized training and/or extensive expertise. Retraining would incur substantial cost in time and/or funding.

[ ] e. The requested product is used or demonstration equipment available at a lower-than-new cost.

[■] f. Repair/Maintenance service is available only from the manufacturer or designated service representative.

[ ] g. Upgrade to or enhancement of existing software is available only from the manufacturer.

[ ] h. Service proposed by vendor is unique, therefore, competitive bids are not available or applicable.

[ ] i. Other factors

2. Provide a detailed explanation and pertinent documentation for **each** category checked in Section 1 above. Attach additional sheets if necessary:

a) Overhaul is preffered over replacement with new due to cost and proven ability in the current airframe. The current estimated value is based upon a "core" value with no time remaining on it's service life.

f) The aircraft manufacterer, Bell Textron inc, maintains a global network of approved maintenance centers that provide a level of aircraft support comensurate to Original Equipment Manufacterers (OEM) standards and quality expectations. The proposed vendor is the closest Authorized Maintenance Center (AMC) to Metro Fire.

3. Was an evaluation of other equipment, products, or services performed? ☐ Yes ■ No
   If yes, please provide all supporting documentation.

4. List below the name of each individual who was involved in the evaluation, if conducted, and/or in making the recommendation to procure this product or service. Attach additional information if necessary. **Each individual must submit a completed and signed Disclosure Statement (attached).**

   1. James Doyle
   2.
   3.
   4.

I certify that the above information is accurate to the best of my knowledge, and a signed copy of this document will be kept on file and available for audit in my department.

Digitally signed by James Doyle
Date: 2026.10.21 15:03:29 -07'00'

Signature | Air Operations Program Manager — **Budget Officer Title**

James Doyle — **Printed Name**

10/21/26 — **Date**

Approval

I hereby certify that I fully agree with and support this request to waive the District's formal solicitation process requirements for the purchase listed in the enclosed documentation.

Branch Deputy Chief Signature

Joseph A. Fiorica 11/2/2026

Printed Name / Date

DISCLOSURE STATEMENT TO ACCOMPANY REQUEST FOR EXCEPTION TO FORMAL SOLICITATION PROCESS

When submitting a request for an exception to the formal solicitation process, each individual involved in evaluating and/or in making a recommendation to purchase the proposed good/service must complete, sign, and submit this Disclosure Statement. Filing an annual statement of economic interest does not exempt an employee from this requirement. Attach additional information if necessary.

Purchase Description: Copter 2 Transmission Overhaul

Proposed Vendor: Rotorcraft Support, Inc.

1. Please list any income or gifts you received from this vendor during the past 12 months:

   None

2. Please list any financial interests (stocks, shares, investments, etc.) you have in this vendor:

   No

3. Do you have any other type of business or personal relationship with this vendor?

   No

4. To the best of your knowledge, does any member of your departmental staff have a business or personal relationship with this vendor?

   No

5. Do you or any of your near relatives have any financial or personal interest in this vendor? If yes, please describe.

   No

6. Please provide any additional information you believe should be disclosed at this time:

   N/A

I certify that the above information is accurate to the best of my knowledge, and a signed copy of this document will be kept on file and available for audit in my department.

Digitally signed by James Doyle
Date: 2026.10.21 15:03:47 -07'00'

Signature	Title
James Doyle	10/21/26
Printed Name	**Date**

Air Operations Program Manager

f. Repair / Maintenance service is available only from the manufacturer or designated service representative.

2. Provide a detailed explanation and pertinent documentation for each category checked in Section 1 above.

The aircraft manufacturer, Bell Textron Inc, maintains a global network of approved maintenance centers. Bell requires that these facilities conduct initial model training certification and recurring OEM training, use genuine new Bell spares (with traceability), and maintain a quality management system framework commensurate to sustaining the Bell specification standard. Further, Bell reviews, scrutinizes, and audits every one of their network partners on an ongoing basis for technical expertise and training, facility standards, quality oversight, and overall organizational professionalism to ensure adherence to Bell's specifications. The proposed vendor is the closest Bell Authorized Maintenance Center (AMC) that is able to perform the required services. To further guarantee the quality of the repairs and the safety of our members, the District believes utilizing a vendor that is certified by the helicopter manufacturer and is familiar with the repair and maintenance standards necessary to keep the equipment in peak performance condition is essential.

BELL
A Textron Company

To: Sacramento Metropolitan Fire District
Program Manager, Air Operations
Captain James Doyle

Ref: Bell Approved Maintenance Centers

Dear Captain Doyle,

Bell Textron Inc maintains a global network of approved maintenance centers, identified as Customer Service Facilities (CSF) or Authorized Maintenance Centers (AMC) who are vetted business partners and front-line representatives that Bell depends on to ensure Bell model aircraft are afforded the level of aircraft support commensurate to Original Equipment Manufacturers (OEM) standards and quality expectations. This CSF network is also Bell's distribution channel for genuine spare parts.

Website Link to Bell approved support network:
https://www.bellflight.com/support/commercial/contact-support

While we recognize the decision resides with each customer/operator when deciding where and who is best suited to support their maintenance needs, we encourage our customers to recognize the level of quality, experience and professionalism associated with maintenance support provided by our CSF and AMC network. We require our approved maintenance centers to conduct recurring OEM training, use genuine new Bell spares and maintain a quality management system framework as called out by the Bell specification standard and contractual agreement. Further, we review, scrutinize and audit every one of our network partners on an ongoing basis for technical expertise and training, facility standards, quality oversight, overall organizational professionalism and ethical business conduct to ensure adherence to Bell's specifications. Further, we conduct mandated annual ethics and compliance training, and business activity/ownership reviews at each contractual renewal.

Please don't hesitate to contact me for more information or to address any additional questions you may have regarding your local support options.

Kind Regards,

James Zahn
Sr. Manager, Customer Experience
Global Network Manager

Post Office Box 482
Fort Worth, Texas 76101
Tel: 000 000 0000

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 ⊥ Mather, CA 95655 ⊥ Phone (916) 859-4300 ⊥ Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

DATE: November 12, 2026

TO: Board of Directors

SUBJECT: Contract Award – RFP 26-05 Helicopter Maintenance and Related Services

TOPIC

Request to adopt a resolution to award a contract to Amentum Services, Inc. pursuant to Request for Proposals (RFP) 26-05 Helicopter Maintenance and Related Services.

BACKGROUND

The Sacramento Metropolitan Fire District's (District) Air Operations Program (Program) provides critical fire suppression, rescue, and emergency medical response to the Sacramento Region. The District's current service agreement for the maintenance of the Program's helicopter fleet is scheduled to expire at the end of the calendar year.

DISCUSSION

On October 5, 2026, the District issued RFP 26-05 to solicit proposals from qualified firms to provide helicopter maintenance, inspection, repair, overhaul, alteration and modification services. The Districted received two responses which were independently reviewed and scored by an evaluation committee in accordance with the defined evaluation criteria. Evaluations were based upon company experience & qualifications; staffing solutions & staff experience and qualifications; methodology & proposed approach to services; and fee proposal. Amentum Services, Inc. was identified as the highest scoring firm.

FISCAL IMPACT

The cost of the proposed services for Fiscal Year 2026/27 is $460,000 and is included in the FY 2026/27 Final Budget General Fund (A Fund). Actual expenditures will depend on the utilization of the proposed services and will be managed within the District's adopted budget and available appropriations.

RECOMMENDATION

Staff recommends that the Board adopt a resolution to approve a contract award to Amentum Services, Inc. and authorize the Fire Chief or his designee to negotiate, execute and administer an agreement materially similar to the attached agreement.

Submitted by:

Nathan Nowaski
Digitally signed by Nathan Nowaski
Date: 2026.11.03 13:56:19 -08'00'

Nathan Nowaski
Air Operations Chief Pilot

Approved by:

Joseph A. Fiorica
Digitally signed by Joseph A. Fiorica
Date: 2026.11.05 15:59:20 -08'00'

Joseph A Fiorica
Deputy Chief, Administration

ATTACHMENTS:

Attachment 1: Resolution
Attachment 2: Sample Agreement

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200, Mather, CA Phone (916) 859-4300 Fax (916) 859-3700

ADAM A. HOUSE
Fire Chief

RESOLUTION NO. 2026-XXX

A RESOLUTION OF THE SACRAMENTO METROPOLITAN FIRE DISTRICT APPROVING A CONTRACT AWARD FOR HELICOPTER MAINTENANCE AND RELATED SERVICES

WHEREAS, the Sacramento Metropolitan Fire District ("District") is a political subdivision of the State of California ("State") and is duly organized and existing pursuant to the State constitution and laws; and

WHEREAS, the District issued Request for Proposals ("RFP") 26-05 Helicopter Maintenance and Related Services soliciting proposals from qualified firms to provide helicopter maintenance, inspection, repair, overhaul, alteration, and modification services; and

WHEREAS, responsive proposals were scored based upon evaluation criteria established in the RFP; and

WHEREAS, the District desires to award a contract for the performance of these services to Amentum Services, Inc., who was identified as the highest scoring contractor.

NOW THEREFORE BE IT RESOLVED that the Board of Directors of the Sacramento Metropolitan Fire District does hereby approve a contract award to Amentum Services, Inc. and authorizes the Fire Chief or his designee to negotiate, execute and administer an agreement for helicopter maintenance and related services.

PASSED, APPROVED AND ADOPTED this 12th day of November 2026. I, MARNI RITTBURG, BOARD CLERK OF SACRAMENTO METROPOLITAN FIRE DISTRICT HEREBY CERTIFY the foregoing Resolution was introduced and passed at a regular meeting of the Sacramento Metropolitan Fire District Board by the following roll call vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

SACRAMENTO METROPOLITAN FIRE DISTRICT

By: _____
President, Board of Directors

ATTEST:

_____
Marni J. Rittburg, CMC, CPMC
Clerk of the Board

SACRAMENTO METROPOLITAN FIRE DISTRICT
PROFESSIONAL SERVICES AGREEMENT
HELICOPTER MAINTENANCE AND RELATED SERVICES

This Agreement is by and between the Sacramento Metropolitan Fire District ("District"), and Amentum Services, Inc. ("Contractor") who are hereinafter collectively referred to as the "Parties". The Agreement will be effective upon final execution by all parties and approval by the District's Board of Directors.

RECITALS

WHEREAS, the District issued Request for Proposals (RFP) 26-05 which solicited written proposals for helicopter maintenance, inspection, repair, overhaul, alteration, and modification services ("Services"); and

WHEREAS, the District sought to award a contract for the Services based on the evaluation of proposals received in response to RFP 26-05; and

WHEREAS, the District desires the Services as more fully described in Exhibits A here to, "Scope of Services," from Contractor; and

WHEREAS, Contractor represents that it is professionally competent, licensed, and qualified to provide such Services and is willing to provide those Services to District on the terms and conditions set forth herein.

NOW, THEREFORE, the Parties agree as follow;

1. **HEADINGS**
   Headings herein are for convenience of reference only and shall in no way affect interpretation of the Agreement.

2. **EXHIBITS**
   Exhibits A "Scope of Services" and Exhibit B "Payment Terms" are attached hereto and incorporated herein by reference.

3. **SCOPE OF SERVICES**
   Contractor agrees to perform all services described in Exhibit A, for payment pursuant to Exhibit B, and in accordance with the terms and conditions of this Agreement.

   These documents, along with the Contractor's response to RFP 26-05, the entirety of this Agreement, and any other records or documents furnished by the District during the term of this Agreement shall constitute the Contract Documents.

4. **TERM**

Once approved by the District's Board of Directors, this Agreement shall commence on the date it is fully executed by the Parties and it shall continue in full force and in effect for three years. The Agreement may be extended, subject to written notice from the District, for up to two (2) additional twelve (12) month periods beyond the primary contract period. Agreement terms and conditions will continue throughout any additional extensions. Terms and conditions, which relate to indemnification and other related matters, shall continue after the expiration of this Agreement.

Prior to or upon the expiration or termination of this Agreement, Contractor shall assist the District to ensure an orderly transfer of responsibility and/or continuity of those services required under the terms of the Agreement to a successor designated by the District. Contractor agrees to exercise its best efforts and cooperation to affect an orderly and efficient transition to a successor.

Upon written request from the District, Contractor shall continue providing any part or all of the services in accordance with the terms and conditions of the Agreement for a period to be determined by the mutual agreement of the Parties, but not to exceed ninety (90) calendar days after the expiration or termination of the Agreement, for a price not to exceed those prices set for the in the Agreement. Contractor shall provide sufficient experienced personnel during such transition to ensure that the services called for by this Agreement are consistently and continuously maintained at the required level of proficiency.

5. **PAYMENT**

For service performed in accordance with the Agreement, payments shall be made to Contractor as provided in Exhibit B hereto. Notwithstanding any provision to the contrary, payment under this Agreement shall be subject to availability of funds. District's obligation to pay beyond the end of its fiscal year is contingent upon appropriation and availability of District funding from which payment can be made. No legal liability on the part of the District shall arise for payment beyond June 30th of each calendar year unless funds are appropriated and made available for such payment. In the event such funds are not appropriated or available for any reason, the District shall immediately notify the Contractor in writing, and this Agreement shall be deemed terminated, having no further force and effect.

6. **INDEPENDENT CONTRACTOR**

No relationship of employer and employee is created by this Agreement; it being understood and agreed that Contractor is at all times an independent contractor, and can perform work for others in addition to the District. The District is only interested in the outcomes and results of the Contractor's performance under this Agreement and does not control the manner or method in which the Services are performed by the Contractor. Contractor is not the agent or employee of the District in any capacity whatsoever and

has no authority to represent or bind the District. The District shall not be liable in any manner for any acts or omissions by Contractor or for any obligations or liabilities incurred by Contractor, Contractor's employees, or agents.

Contractor shall have no right to claim under this Agreement or otherwise any matter typically provided to District employees, such as, for example, seniority, vacation time, vacation pay, sick leave, personal time off, health insurance, medical care, hospital care, retirement benefits, social security, disability, workers' compensation, or unemployment insurance benefits, civil service protection, or employee benefits of any kind.

Contractor shall be solely liable for and obligated to pay directly all applicable payroll taxes (including federal and state income taxes) or contributions for unemployment insurance or pensions or annuities which are imposed by any governmental entity in connection with the labor used or which are measured by wages, salaries or other remuneration paid to its officers, agents or employees, and Contractor agrees to protect, defend, indemnify and hold District harmless from any and all liability which the District may incur because of Contractor's failure to pay such amounts.

In carrying out the work contemplated herein, Contractor shall comply with all applicable federal and state workers' compensation and liability laws and regulations with respect to its officers, agents and/or employees conducting and participating in the work under this Agreement; and agrees that such officers, agents, and/or employees will be considered as independent contractors and shall not be treated or considered in any way as officers, agents and/or employees of the District.

Contractor shall perform all services required pursuant to this Agreement according to currently approved standards observed by a competent practitioner for the profession in which the Contractor is engaged.

Notwithstanding the foregoing, if the District in its discretion determines that pursuant to state and federal law Contractor is an employee for purposes of income tax withholding, the District may upon two (2) weeks' notice to Contractor, withhold from payments otherwise due to Contractor hereunder federal and state income taxes and to pay said sums to the federal and state governments.

7. NON-DISCRIMINATION

No person will be excluded from participation in, be denied benefits of, be discriminated against in the admission or access to, or be discriminated against in treatment or employment in the District's contracted programs or activities on the grounds of disability, age, race, color, religion, sex, sexual orientation, national origin, ancestry, marital status, military and veteran status, medical condition or genetic information, or any other classification protected by federal or state law; nor will they be excluded from participation in, be denied benefits of, or be otherwise subjected to discrimination in the

performance of contracts with the District or in the employment practices of the District's contractors. Accordingly, the Contractor will, upon request, be required to show proof of such nondiscrimination and to post in conspicuous places, available to all employees and applicants, notices of nondiscrimination.

8. **INDEMNIFICATION**

Contractor shall indemnify, protect, defend, save and hold the District, its officers, directors, officials, employees, consultants, agents, and volunteers, harmless from any and all claims or causes of action for death or injury to persons, or damage to property resulting from intentional or negligent acts, errors, or omissions of Contractor or Contractor's officers, directors, officials, employees, subconsultants, agents, and volunteers during performance of this Agreement, or from any violation of any federal, state, or municipal law or ordinance, to the extent caused, in whole or in part, by the willful misconduct, negligent acts, or omissions of Contractor or its employees, subcontractors, or agents, or by the quality or character of Contractor work. It is understood that the duty of Contractor to indemnify and hold harmless includes the duty to defend as set forth in Section 2778 of the California Civil Code. Acceptance by District of insurance certificates and endorsements required under this Agreement does not relieve Contractor from liability under this indemnification and hold harmless clause. This indemnification and hold harmless clause shall apply to any damages or claims for damages whether or not such insurance policies shall have been determined to apply and shall further survive the expiration or termination of this Agreement. By execution of this Agreement, Contractor acknowledges and agrees to the provisions of this Section and that it is a material element of consideration.

The District shall not be liable or responsible for any accidents, loss, injury (including death) or damages happening or accruing during the term of the performance of the work herein referred to or in connection therewith, to persons and/or property, and the Contractor shall fully indemnify, defend and hold harmless the DISTRICT and protect the District from and against the same as provided above. In addition to the liability imposed by law upon the Contractor for damage or injury (including death) to persons or property by reason of the actions, conduct, or omissions of the Contractor, its officers, agents, employees or subcontractors, which liability is not impaired or otherwise affected hereby, the Contractor shall defend, indemnify, hold harmless, release and forever discharge the District, its officers, directors, officials, employees, consultants, and volunteers from and against and waive any and all responsibility and liability of same for every expense, liability, or payment by reason of any damage or injury (including death) to persons or property suffered or claimed to have been suffered through any negligent act, omission, or willful misconduct of the Contractor, in carrying out its responsibilities under this Agreement. The Contractor agrees that this indemnity and hold harmless shall apply even in the event of negligence of the District, its officers, directors, officials, employees, consultants, and volunteers regardless of whether such negligence is contributory to any claim, demand, loss, damage, injury, expense, and/or liability; but such indemnity and

hold harmless shall not apply (i) in the event of the sole negligence of the District, its officers, directors, officials, employees, consultants, and volunteers; or (ii) to the extent that the District shall indemnify and hold harmless the Contractor for hazardous materials pursuant to the Contract Documents.

In claims against any person or entity indemnified under this section that are made by an employee of the Contractor or any subcontractor, a person indirectly employed by the Contractor or any subcontractor, or anyone for whose acts the Contractor or any subcontractor may be liable, the indemnification obligation under this section shall not be limited by any limitation on amount or type of damages, compensation, or benefits payable by or for the Contractor or any subcontractor under workers' compensation acts, disability benefit acts, or other employee benefit acts.

The indemnification obligations under this section shall not be limited by any assertion or finding that the person or entity indemnified is liable by reason of a non-delegable duty.

The Contractor shall protect, defend, indemnify, and hold the District harmless from and against any and all claims and losses resulting from any claim of damage made by any separate contractor against the District arising out of any alleged acts or omissions of the Contractor, any subcontractor, anyone directly or indirectly employed by either of them, or anyone for whose acts either of them may be liable.

The Contractor shall indemnify separate contractors from and against losses arising out of the negligent acts, omissions, or willful misconduct of the Contractor, any subcontractor, anyone directly or indirectly employed by either of them, or anyone for whose acts either of them may be liable.

The District shall provide to the Contractor reasonably, timely notification of the receipt of any third party claim relating to this Agreement.

These indemnity provisions shall survive any termination of the Agreement and/or the final performance of the Agreement by the Contractor.

9. LIMITATION OF LIABILITY

In the event of any action brought by Contractor against the District arising out of this Agreement, under no circumstances will Contractor be entitled to consequential damages for any loss of profit or damage to reputation. Under no circumstances will Contractor be entitled to limit special damages claimed by the District. In the event of breach of this Agreement, the District shall be entitled to any and all damages, or legal or equitable remedy, available under law.

10. INSURANCE

Contractor shall furnish to the District a certificate evidencing insurance coverages outlined below. Copies of required endorsements must be attached to the provided certificates. It is the responsibility of the Contractor to notify its insurance advisor or insurance carrier(s) regarding coverage, limits, forms, and other insurance requirements specified below. All documents must be received and approved by the District prior to the commencement of any Services. The required insurance coverages shall be consistently maintained for the duration of the agreement without a lapse in coverage. Please note, the required coverages outlined below shall not limit the amount of coverage provided, but shall be the minimum requirements acceptable to the District.

AVIATION GENERAL LIABILITY - Contractor shall maintain general liability with limits of not less than $10,000,000 per occurrence for bodily injury and property damage liability and a total aggregate amount of $20,000,000. The policy shall include coverage for liabilities arising out of premises, operations, independent contractors, products, completed operations, personal and advertising injury, and liability assume under an insured contract. This insurance shall apply separately to each insured against whom claim is made or suit is brought subject to Contractor's limit of liability.

AUTOMOBILE LIABILITY - Contractor shall maintain motor vehicle liability with limits of not less than $2,000,000 per accident. Such insurance shall cover liability arising out of a motor vehicle owned, hired, and non-owned motor vehicles.

WORKERS COMPENSATION and EMPLOYER'S LIABILITY - Contractor shall maintain statutory workers' compensation and employer's liability coverage for all its employees who will be engaged in the performance of the Agreement, including special coverage extensions where applicable. The policy shall be endorsed to waive the insurer's subrogation rights against the District.

PROFESSIONAL LIABILITY

- Professional Liability or Errors and Omissions Liability: $1,000,000 per claim and aggregate

CYBER LIABILITY

- $1,000,000 per occurrence and aggregate

HANGAR-KEEPER'S LEGAL LIABILITY - Contractor shall maintain Hangar-Keeper's Legal Liability coverage with limits not less than $2,000,000 per occurrence and a total aggregate amount of $4,000,000 for activities under this contract, for all District rotorcraft on property owned, leased, or shared by the District, inside and outside of hangar.

CARGO INSURANCE FOR DISTRICT PROPERTY - Contractor shall maintain cargo coverage under a broad form marine cargo policy to cover the District's rotorcraft parts in an amount not less than $500,000.

ADDITIONAL INSURED

The Sacramento Metropolitan Fire District, its officers, directors, officials, employees, and volunteers are to be endorsed as additional insureds on the Contractor's Aviation General Liability and Auto policies as respects to: liability arising out of activities performed by or on behalf of Contractor; products and completed operations of Contractor; premises owned, occupied or used by Contractor; or automobiles owned, leased, hired or borrowed by Contractor. The coverage shall contain no endorsed limitations on the scope of protection afforded to the District, its officers, directors, officials, employees, or volunteers.

COMPLETED WORK/TEST FLIGHT ENDORSEMENT

Endorsement shall extend liability coverage to the Sacramento Metropolitan Fire District, its officers, directors, officials, employees, and volunteers for activities arising out of or associated with flying helicopter post-maintenance or service to validate airworthiness.

PRIMARY & NON-CONTRIBUTORY

Coverage provided by Contractor shall be primary and any insurance or self-insurance procured or maintained by the District shall not be required to contribute with it. The limits of insurance required herein may be satisfied by a combination of primary and umbrella or excess insurance. Any umbrella or excess insurance shall contain or be endorsed to contain a provision that such coverage shall also apply on a primary and non-contributory basis for the benefit of the District before the District's own insurance or self-insurance shall be called upon to protect it as a named insured.

Insurance policies shall include a provision for the District to be given 30 days prior written notice of cancellation and 30 days written notice of any material change(s) requested by the policy holder of said insurance policies. Contractor shall furnish documentary evidence of such policies and the renewal or continuance of such insurances within 10 business days of any expiration date(s) thereof during the life of this Agreement.

The District will not be responsible for any deductible that may apply in any of the said insurance policies.

Contractor covenants and agrees that the District's insurance requirements shall not be construed to and in no manner limit or restrict the liability of the Contractor.

Certificates of Insurance shall be sent to:

Sacramento Metropolitan Fire District
Attn: Purchasing Division
3012 Gold Canal Drive
Rancho Cordova, CA 95670
or
purchasing@metrofire.ca.gov

11. CONFORMITY WITH LAW AND SAFETY

In performing services under this Agreement, Contractor shall observe and comply with all applicable laws, ordinances, codes and regulations of governmental agencies, including federal, state, municipal, and local governing bodies, having jurisdiction over the scope of services provided by Contractor.

12. LICENSE REQUIREMENT

At all times during the performance of this Agreement, Contractor shall maintain all licenses and certifications required by the State and Federal law, for itself and all agents, employees, and subcontractors participating in the provision of services required under this Agreement. In the event that any license or certification required by law is revoked, suspended, or becomes inactive, Contractor shall immediately notify the District in writing. Failure of Contractor to maintain any license or certification required by law to provide the services required by this Agreement shall be a material breach of this Agreement entitling the District to terminate this Agreement immediately and seek recovery from Contractor all costs incurred to mitigate its damages.

13. TAXES

Payment of all applicable federal, state, and local taxes shall be the sole responsibility of the Contractor.

14. ACCESS AND RETENTION OF RECORDS

Contractor agrees to provide the District and its designee's access to all of the Contractor's records related this Agreement and that the Contractor shall maintain its records related to this Agreement for a period of not less than five (5) years after the final payment to the Contractor is made by the District.

15. RIGHT TO AUDIT

The District reserves the right to audit Contractor's books, accounts, and records related to the performance of this Agreement. Such audits may be conducted by the District or its authorized representatives at reasonable times during normal business hours upon providing 30 days' written notice to Contractor. The purpose of such audits is to ensure compliance with the terms of this Agreement and to verify the accuracy of Contractor's performance.

16. SYSTEM AND DATA SECURITY

For purposes of this Agreement, District Data means: All information, data, and other content, including Sensitive Information and other information, whether or not made available by the District or District agents, representatives or users, to Contractor or its employees, agents, representatives, or subcontractors, and any information, data, and content directly derived from the foregoing, including data reflecting user access or use. District Data is at all times exclusively owned by the District and shall not be reused, sold, transferred or provided to anyone for any reason without the District's written permission.

Contractor shall immediately inform the District in the event of improper release of District Data. For purposes of this Agreement, "Sensitive Information" includes, but is not limited to, trade secret information; documents marked as confidential; medical records; personnel records, home addresses and phone numbers of any person, social security numbers, credit card numbers, bank account numbers or any other personally identifiable information protected by California law. Contractor shall bear full responsibility for ensuring that any product or service provided does not introduce, via any means, any spyware, adware, ransomware, rootkit, keylogger, virus, trojan, work, or any other malicious code or mechanism designed to permit unauthorized access or recording of District Data, or which may restrict any authorized user's access to or use of District Data. Contractor shall not use for financial gain, disclose, or make other improper use of District Data or Sensitive Information that is acquired in connection with the Agreement. All financial, statistical, personal, technical, or other data and information relative to a party's or another entity's operations, which are designated confidential by a party and made available to the other party in order to carry out the Agreement, shall be protected by the receiving party from unauthorized use and disclosure.

17. CONFLICT OF INTEREST

Contractor covenants that he presently has no interest, and shall not obtain any interest, direct or indirect, which would conflict in any manner with the performance of services required under this Agreement, including but not limited to any provision of services to any federal, state or local regulatory or other public agency which has any interest adverse or potentially adverse to the District, as determined in the reasonable judgment of the Board of Directors of the District. Entering into this Agreement does not preclude Contractor from working for others as long as Contractor ensures that such work does not constitute a conflict of interest. Should any conflict, apparent, potential or real, occur at the time of or after execution of this Agreement, Contractor shall notify the District in writing immediately.

Neither this Agreement, any duties or obligations under this Agreement, nor the intention or expectations of the District will cause the Contractor to be a "public official" as that term is used in California Government Code section 87100. The District and Contractor agree that the Contractor is not a "public official" or "participating in governmental decisions" as those terms are used in section 87100. The District and Contractor also agree that no actions and opinions necessary for the performance of duties under this Agreement will cause the Contractor to be a "public official" or "participating in a governmental decision" as those

terms are used in section 87100. Nothing in this Agreement shall be construed to be inconsistent with the Contractor's status as an independent contractor.

18. ANTI-CORRUPTION/ANTI-FRAUD

Each Party (District and Contractor) agrees not to make, authorize, offer, or promise to make or give any money or any other thing of value, directly or indirectly, to any current or former government official or employee, candidate for political office, or an official of a political party, or any employee, director or consultant of a non-government client or potential client, for the purpose of securing any improper or unfair advantage or obtaining or retaining business in connection with the activities contemplated hereunder or for the purpose of improperly inducing or rewarding favorable treatment or advantage in connection with this Agreement. Each Party agrees to immediately notify the other of any request that it receives to take any action that might constitute, or be construed as, a violation of the anti-corruption and anti-bribery laws.

The Contractor shall desist, and shall ensure that each of its subcontractors and agents desist, from all practices that may lead to penal liability due to fraud or embezzlement, bribery, acceptance of bribes, or other corruption crimes on the part of persons employed by Contractor or its subcontractors or agents. The Contractor warrants that it has not committed any of the aforementioned acts nor has it been the subject of any relevant investigation or inquiry.

19. CONFIDENTIALITY AND PROPRIETARY RIGHTS

Contractor agrees that any information, whether proprietary or not, made known to or discovered by him during the performance of or in connection with this Agreement for the District will be kept confidential and not be disclosed to any other person or entity except as required by law. Contractor agrees to immediately notify the District if Contractor is requested to disclose to others any information made known to or discovered by him during the performance of or in connection with this Agreement. These conflict of interest and future service provisions and limitations shall remain fully effective for five (5) years after Contractor's termination of services to the District hereunder.

All methods, techniques, patents, processes, and inventions developed by the Contractor for purposes of District business are deemed property of the District.

20. USE OF DISTRICT PROPERTY

Contractor shall not use District property (including equipment, instruments and supplies) or personnel for any purpose other than in the performance of the Contractor's obligations under this Agreement.

21. RIGHT TO REFUSE PERSONNEL

The District reserves the right to refuse, at its sole discretion, any subcontractors or any personnel provided by the Contractor or its subcontractors. The District reserves the right to

interview and approve all proposed staff members working on matters covered by this Agreement.

22. TERMINATION

The Contractor acknowledges that this Agreement may be terminated for Convenience or Default. The District will not pay for any expenses incurred after the termination date of the Agreement. In the event of Agreement termination, all documentation relating to the District's account shall be returned to the District.

A. Convenience

The District has and reserves the right to terminate this Agreement at any time, in whole or in part, at its convenience, with or without cause, whenever the District determines that for any reason such termination is in the best interest of the District, by providing thirty (30) days written notice by certified mail to Contractor. Once notice of termination is mailed, all work and services hereunder of the Contractor and its employees and subcontractors shall cease to the extent specified in the notice of termination.

In the event that the District should terminate this Agreement for its convenience, Contractor shall be entitled to payment for services provided hereunder, but only for such services performed prior to the effective date of said termination accrued as of the date of the termination, which payment shall be per the terms set forth in Exhibit B.

B. Default

The District may terminate this Agreement for default upon five (5) days written notice to the Contractor if the Contractor has failed to fulfill any of its obligations under this Agreement in a timely manner as provided herein.

Any of the following occurrences or acts will constitute a material breach by the Contractor under the terms and conditions of the Agreement:

i. non-performance or non-observance of any of its other covenants, agreements, or obligations hereunder, express or implied, continuing for ten (10) days after the District has given the Contractor notice in writing. If the failure cannot be remedied within ten (10) days, the District, at its discretion, may extend, in writing, the time period, or terminate the Agreement;
ii. an assignment for the benefit of creditors or becoming bankrupt or insolvent, taking the benefit of any legislation for the protection of bankrupt or insolvent parties;
iii. the appointment of a receiver for the Contractor; or
iv. for reasons including, but not limited to, unethical or criminal activities.

In the event should any of subparagraphs ii), iii), or iv) occur, the District shall have the right to terminate this Agreement immediately by sending a written notice of termination to the Contractor via certified U.S. Mail, and thereupon the Agreement shall be deemed terminated.

23. ASSURANCE OF PERFORMANCE

If at any time District believes Contractor may not be adequately performing its obligations under this Agreement or that Contractor may fail to complete the services as required by this Agreement, District may, at its option, request from Contractor prompt written assurances of performance and a written plan acceptable to District, to correct the observed deficiencies in Contractor's performance. Contractor shall provide such written assurances and written plan within ten (10) calendar days of the Contractor's receipt of the District's request and shall thereafter diligently commence and fully perform such written plan. Contractor acknowledges and agrees that any failure to provide such written assurances and written plan within the required time shall constitute grounds for termination pursuant to Section 22 of this Agreement.

24. WAIVER

In the event that either District or Contractor shall at any time or times waive any breach of this Agreement by the other, such waiver shall not constitute a waiver of any other or succeeding breach of this Agreement, whether of the same or any other covenant, condition or obligation. Waiver shall not be deemed effective until and unless signed by the waiving party.

25. SURVIVORSHIP

Any responsibility of Contractor for warranties, insurance, indemnity, record keeping or compliance with laws with respect to this Agreement shall not be invalidated due to the expiration, termination or cancellation of this Agreement.

26. CHOICE OF LAW

This Agreement shall be governed by the laws of the State of California. Any legal action concerning or arising out of this Agreement shall be filed in a court of the State of California having jurisdiction of the subject matter, and venue shall be in the County of Sacramento, State of California.

27. ATTORNEY'S FEES

In the event an action or proceeding is instituted by either party for the breach or enforcement of any provision of this Agreement, the prevailing party shall be entitled to reasonable attorneys' fees according to law.

28. ENTIRE AGREEMENT

This Agreement, including all attachments, exhibits, and any other documents specifically incorporated into this Agreement, shall constitute the entire agreement between District and Contractor relating to the subject matter of this Agreement. As used herein, Agreement refers to and includes any documents incorporated herein by reference and any exhibits or attachments.

This Agreement supersedes all previous understandings and all other agreements, written or oral, between the Parties and sets forth the entire understanding of the Parties regarding the subject matter thereof. The Agreement may not be modified except by a written document signed by both Parties.

29. MODIFICATION OF AGREEMENT

This Agreement may be supplemented, amended or modified only by the mutual agreement of the Parties in writing. No supplement, amendment or modification of this Agreement shall be binding unless it is in writing and signed by authorized representatives of both Parties.

30. MODIFICATIONS OF SCOPE

The District reserves the right to make changes in the scope of work or the manner of its performance. No change shall be made to the scope of work by the Contractor or the time or the manner of its performance without prior written approval from the District. Should the Contractor wish to modify the scope of work, the Contractor shall submit a written change order specifying the change in plans, specifications, procedures, time, sequence, or other requirements of this Agreement, detailing the reasons therefor and whether such change will result in an adjustment to compensation or time for performance.

31. SEVERABILITY

If any part of this Agreement or the application thereof is declared to be invalid by law for any reason, such invalidity shall not affect the other provisions of this Agreement which can be given effect without the invalid provision or application, and to this end the provisions of this Agreement are deemed severable.

32. SUBCONTACTING, SUCCESSORS, AND ASSIGNS

This agreement is binding upon and inures to the benefit of the successor, executors, administrators, and assigns of each party to this Agreement, provided, however, that Contractor shall not assign or transfer by operation of law or otherwise any or all rights, benefits, burdens, duties, or obligations without prior written consent of the District. Any attempted assignment without such consent shall be invalid.

The Contractor shall not subcontract, transfer, or assign this Agreement or any part thereof, or interest therein, directly or indirectly, voluntarily or involuntarily, to any person without obtaining the prior written consent of the District. Each subcontractor must be approved in writing by the District. The substitution of one subcontractor for another may be made only at the discretion of the District and with prior written approval from the District.

Notwithstanding the use of approved subcontractors, the Contractor will be the prime contractor and will be responsible for all work performed and will be responsible for all costs to subcontractors for services provided by the Contractor. Under no circumstances shall the District be financially responsible for or obligated to Contractor's subcontractors.

The Contractor remains legally responsible for the performance of all contract terms including work performed by third parties under subcontracts. Any subcontracting will be subject to all applicable provisions to this Agreement. Contractor shall be held responsible by the District for the performance of any subcontractor whether approved by the District or not.

33. INCIDENTAL BENEFICIARIES

It is expressly understood and agreed that the enforcement of these terms and conditions shall be reserved to the District and the Contractor. Nothing contained in the Agreement shall give or allow any claim or right of action whatsoever by any third person. It is the express intent of the District and the Contractor that any such person or entity, other than District and Contractor, receiving services or benefits under this Agreement shall be deemed an incidental beneficiary.

34. PATENTS AND INTELLECTUAL PROPERTY

The Contractor will pay all royalties and patent license fees or other fees in respect of any intellectual property right required to perform the work stipulated in the Agreement. The Contractor shall, at its own expense, defend all suits and proceedings instituted against the District and indemnify the District against any award of damages, demands, losses, charges or costs made against District if such suits or proceedings are based on any claim that any of the products, documentation, parts or equipment, as supplied by the Contractor, constitutes an infringement, or an alleged infringement, of any patent or other intellectual property right by the Contractor or anyone for whose acts it is liable.

If any of the products, documentation, parts or equipment supplied by the Contractor constitute an infringement of patent or other intellectual property rights and its use is enjoined, the Contractor will, at its own expense, procure for the District, the right to continue its prior use, replace or modify the supplied item so it becomes non infringing and meets the District's requirements, or pay District for its loss of use of the item and for consequential damages or losses which occur as a result of the actual or alleged infringement of any patent or other intellectual property right, by the Contractor or anyone for whose acts it is liable.

The Contractor represents and warrants that it has the sole and unrestricted right title and interest or good and sufficient power, authority, and right, to use any intellectual property required for the performance of the Agreement.

The Contractor shall protect, defend, indemnify and hold the District, its Board of Directors, the Chief, employees, officers, and agents harmless from and against all claims, demands, losses, costs, damages, actions, suits or proceedings arising out of the Contractor's performance of the Agreement which are attributable to an infringement or an alleged infringement by the Contractor, or anyone for whose acts they may be liable, of any intellectual property right. If the District is enjoined or there is a reasonable likelihood that it may be enjoined as a result of an injunction or claim from using any intellectual property that

is incorporated into, or associated with, any product or equipment installed by the Contractor, the Contractor at its sole expense, shall: procure the right for the District to continue using the infringing intellectual property; or replace or modify the intellectual property to make it non-infringing, so long as such replacement or modification does not adversely affect the performance or use of the product or equipment or the work generally, all subject to the prior written approval by the District.

35. NOTICES

All notices, requests, demands, or other communications under this Agreement shall be in writing. Except as otherwise specified, notices shall be given for all purposes as follows:

Personal delivery: When personally delivered to the recipient, notices are effective on delivery.

First Class Mail: When mailed first class to the last address of the recipient known to the party giving notice, notice is effective three (3) mail delivery days after deposit in a United States Postal Service office or mailbox.

Certified Mail: When mailed certified mail, return receipt requested, notice is effective on receipt, if delivery is confirmed by a return receipt.

Overnight Delivery: When delivered by overnight delivery (Federal Express/United Parcel Service/DHL Worldwide Express) with charges prepaid or charged to the sender's account, notice is effective on delivery, if delivery is confirmed by the delivery service.

Addresses for purpose of giving notice are as follows:

To: DISTRICT: Sacramento Metropolitan Fire District
Attn: Air Operations
10545 Armstrong Ave, Suite 200
Mather, CA 95655

To: CONTRACTOR: Amentum Services, Inc.
Attn: [CONTRACTOR POINT OF CONTACT]
[CONTRACTOR ADDRESS]

Any correctly addressed notice that is refused, unclaimed, or undeliverable because of an act or omission of the party to be notified shall be deemed effective as of the first date that said notice was refused, unclaimed, or deemed undeliverable by the postal authorities, messenger, or overnight delivery service.

Any party may change its address by giving the other party notice of the change in any manner permitted by this Agreement.

36. TIME

All times stated herein or in any other contract documents are of the essence.

37. SIGNATORIES

By signing this agreement, signatories warrant and represent that they have executed this Agreement in their authorized capacity.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the day and year above written.

SACRAMENTO METROPOLITAN FIRE DISTRICT	AMENTUM SERVICES, INC.
By: _____ Signature	By: _____ Signature
Name: _____	Name: _____
Title: _____	Title: _____
Date: _____	Date: _____

EXHIBIT A
Scope of Services

The scope of services to be provided by the Contractor shall include the following activities as needed to meet the District's goals.

The Contractor shall furnish all labor, materials, and tools required to maintain and repair four (4) Bell UH-1H helicopters owned and operated by the District. All helicopters shall be maintained by the Contractor in accordance FAA standards and the maintenance schedule developed by the District.

Unless otherwise requested by the District, all maintenance and repair operations shall take place at the District's Fire Station 115, located at 4727 Kilzer Avenue, McClellan, CA 95652. Contractor personnel may be assigned to off-site facilities in and out of California for temporary or extended stays as determined by the District for purposes of rotorcraft recovery, repair, inspections, and assessments as directed by the District. In the event the District requests maintenance support beyond 50 nautical miles of the District's Fire Station 115, the District will pay for the lodging, per diem, and mileage for the Contractor's staff at the appropriate United States General Services Administration (GSA) rate.

1. Licenses and Permits

The Contractor shall possess all applicable licenses and permits necessary to maintain the four Bell UH-1H helicopters owned and operated by the District. All licenses and permits shall be current and in effect at the time of proposal submission and shall remain current and in effect for the duration of any subsequent agreement, inclusive of any agreement extensions. Licenses and permits shall be available for inspection by the District upon request.

2. Workforce Requirements

The Contractor shall provide two (2) full-time employees to include two FAA Certified Airframe & Power-plant (A&P) Lead Maintenance Technicians (Lead Technician). Contractor shall only use FAA certified A&P technicians in performing the required Services. Technician coverage will be required seven days per week between the two technicians, each technician available to work up to 8 hours per day, 40 hours per week.

3. Workforce Qualifications, Duties & Responsibilities

Lead Technician – This is a supervisory level position.
Lead Technicians assigned to oversee and manage the maintenance of the District's rotorcraft shall meet the following minimum qualifications:

A. possess a FAA A&P certificate
B. possess a valid class C California driver's license.
C. have five (5) years of experience as a Journeyman level certified A&P technician performing rotorcraft inspection and maintenance, with not less than two (2) years of experience specifically performing inspections and maintenance of Bell UH-1H rotorcraft or similar variant models. At the District's discretion, Military experience

may qualify for the 5-year entry level requirement if the level of work and responsibility was equal to that of a certified A&P technician.

Lead Technicians shall have knowledge of:

A. FAA regulations pertaining to the maintenance, modification, and repair of the UH-1H rotorcraft, engines, and related systems;
B. FAA-approved Maintenance and Inspection procedures, manuals, techniques, and procedures;
C. rotorcraft shop maintenance organization, workload assessment, and assignment; and
D. rotorcraft structures, systems, controls, engines, and components.

Lead Technicians shall be responsible for and possess the ability to:

A. supervise and lead in the scheduled maintenance of UH-1H specific components;
B. supervise and lead in the emergency repair and recovery of damaged rotorcraft;
C. plan the daily workflow of maintenance and repairs;
D. inspect rotorcraft and systems for condition and continued flight readiness;
E. coordinate the documentation of the maintenance and repair of rotorcraft;
F. recover damaged rotorcraft;
G. coordinate the flow of spare and repair parts with the District's Air Operations Program Manager (Program Manager) or Chief Pilot;
H. return rotorcraft to service after major modification, maintenance, and repair;
I. maintain rotorcraft work order packages and compile all necessary documentation on the maintenance of rotorcraft;
J. track technician work hours and track the shop hours involved in the various levels of maintenance; and
K. provide consultations and guidance to the District regarding District rotorcraft maintenance issues.

4. Technician Replacement

The District reserves the right to request a replacement technician. The Contractor will have 60 days to identify and retain a replacement technician suitable to the District. Such replacements will be held to the same technician requirements as outlined in Exhibit A, Section 3 above. The Contractor shall collect all District badges, keys, and any other items that may have been issued to the technician being replaced. Badges and keys collected from such technician shall be returned to the District within 24 hours from the time the District submitted their request to have the technician replaced. Technicians removed from conducting work on District property shall be prohibited from performing any work for the District immediately upon notification and moving forward.

5. Substitute Technicians

In the event a technician assigned to the District's contract is unable to work, the Contractor shall notify the District immediately. The Contractor shall provide a substitute technician if so requested by the District. Substitute technicians shall meet the same qualifications as required

of the technician assigned to the District's contract in which they are a substitute for. Hours for substitute technicians shall be billed at an amount no higher the rate disclosed in the final agreement.

6. Safety Management System (SMS)

The Contractor shall have a demonstrated commitment to SMS integration. A demonstrated commitment to SMS integration is defined as having, at a minimum, a stand-alone safety policy, company-wide training in SMS, and actively improving SMS integration.

7. Mechanic Distraction Management

The Contractor shall have a formal policy on distraction management to reduce or eliminate distractions during the actual conduct of maintenance actions. This policy shall include but not be limited to cell phone management. Contractor must provide proof of compliance within sixty (60) days of award of the contract and will be subject to District approval.

8. Rotorcraft Maintenance Records

Airframe, engine, and component logbooks shall be maintained for each rotorcraft. Entries shall be made by the primary technician performing the maintenance or designee and will be in accordance with, 14 CFR §43.11 Content, form, and disposition of records for inspections under Part 91. Logbook entries and the appropriate electronic maintenance tracking system entries shall be completed immediately upon completion of maintenance being performed and prior to the rotorcraft being returned to service.

Entries shall be made for the following:

A. upon completion of inspections, repairs, or maintenance;
B. upon compliance with an FAA or manufacturer's maintenance directive;
C. upon compliance with manufacturer's Service Bulletins or Service Letters; and
D. after a post-maintenance flight and return to service per 14 CFR §91.407(b). This entry shall be made in conjunction with the District pilot performing the return to service flight.

9. Rotorcraft Inspection Check-Lists

Technicians shall utilize the appropriate manufacturer's check-list and/or a check-list agreed upon in advance by the District when conducting rotorcraft inspections and maintenance. Check-lists shall be provided to a District pilot for review upon the completion of any inspection or maintenance and prior to any operation of the corresponding rotorcraft. Check-lists shall be provided to the District for all inspections and maintenance operations and are property of the District.

10. Ground and Flight Checks

After maintenance and prior to releasing the rotorcraft into service, all ground and flight checks shall be completed by a District pilot per the United States Army Technical Manual (Technical

Manual), AVIATION UNIT AND INTERMEDIATE MAINTENANCE INSTRUCTIONS: ARMY MODEL UH-1H/V/EH-1H/X HELICOPTERS, Publication/Form Number TM-55-1520-210-23. Ground and flight checks shall be documented in the rotorcraft logbook and in an electronic maintenance tracking system. When there is a discrepancy between the maintenance manuals and the Technical Manual as to the requirement of a ground or flight check, the most conservative action shall be followed. For example, the Technical Manual requires a flight check after work on the flight controls, but the maintenance manual does not. A flight check shall be performed, because the Technical Manual calls for one.

11. Contractor Provided Tools and Equipment

The Contractor shall provide their staff with uniforms (to include at a minimum shirts, pants, and coveralls), standard and specialized tools, diagnostic tools and equipment, hand tools, and tool boxes necessary to perform the duties required. Additionally, the Contractor shall be responsible for inventorying all tools and maintenance equipment on a daily basis and making every effort to obtain tools and equipment necessary to perform the duties required. The Contractor shall calibrate all tools and maintenance equipment annually or more frequently where required.

The Contractor shall provide and maintain, at its own expense, a suitable, reliable, and properly insured vehicle for use by their technicians in the performance of their duties. The vehicle shall be available for transportation of personnel, aircraft parts, tools, equipment, and supplies; including parts and supply pickup and transportation to off-site locations for maintenance activities. The Contractor shall be responsible for all costs associated with the vehicle, including, but not limited to, fuel, maintenance, repairs, registration, and insurance.

Furthermore, the District will <u>not</u> be responsible for providing the following to the Contractor:

A. office supplies
B. technician uniforms
C. cellular phone and service

12. District Provided Equipment

The District shall provide maintenance facilities and hangars, office furniture, maintenance and inspection programs, technical manuals, and utilities except where otherwise specified, at the District's sole discretion as to their suitability and adequacy. The Contractor shall sign for District owned items received by the Contractor and will be held responsible for their care. These items shall be returned to the District in like condition upon request and at the end of the agreement.

13. Tool Inventory

The Contractor shall have a formal tool inventory control system to ensure all District owned and Contractor owned tools used during maintenance are removed from the rotorcraft and returned to their storage areas at the conclusion of the maintenance. Foam shadow boxing of all tools is

recommended. If shadow boxing is not used, a tool inventory list of all tools used shall be required and provided to the District for review during post-maintenance rotorcraft inspections and prior to operation of the rotorcraft.

14. Formal Foreign Object Damage (FOD) Control Program

The Contractor shall have a FOD Control Program in place. The FOD Program shall ensure that tools, parts, and debris are not routinely placed on helicopter surfaces during maintenance actions other than as necessary to complete a specific task.

15. Computerized Parts Inventory

The Contractor shall maintain an electronic parts inventory spreadsheet of District parts. This spreadsheet shall list all airframe and engine parts that are finite life items and include the part number, component name, serial number, total time until overhaul/retirement, component time prior to overhaul/retirement, rotorcraft time when component/part was installed, time on rotorcraft when part/component was installed, overhaul part/component at rotorcraft total time, retire part/component at rotorcraft total time, hours remaining for that part/component, estimated date when part/component needs to be replaced or overhauled, and the percentage of time the part/component has remaining.

16. Parts Storage

The Contractor shall ensure all District parts including, but not limited to, engines, main rotor blades, and main rotor heads, are properly and safely stored. The Contractor shall keep a log of all District owned parts in their possession and provide it upon request to the District.

17. Parts Accountability

When rotorcraft parts are removed during maintenance, the Contractor shall tag parts to identify the rotorcraft from which the part was removed.

18. Purchase of Parts and Materials

The Contractor may be permitted to purchase parts, materials, and services on behalf of the District. Purchases made by the Contractor shall not exceed $20,000 per year unless specifically authorized by the Program Manager in writing. Single purchases that exceed $100.00 shall require prior written approval from the Program Manager or Chief Pilot. The Contractor shall not exceed $500.00 in purchases per month without receiving prior written approval from the Program Manager or Chief Pilot. The District shall pay the Contractor for actual cost of parts, overhaul of components, freight, packing, and crating costs. Freight costs in excess of $50.00 require independent documentation.

19. Quality Assurance (QA)

The Contractor shall have and maintain a comprehensive QA program that adheres to FAA standards. Additionally, the Contractor shall provide resources and support to maintenance personnel for QA purposes, including necessary documentation, audits, and inspection by qualified personnel at regular determined intervals set by the District.

20. Substance-Free Work Environment

Contractor, Contractor's employees, subcontractor, and subcontractor employees shall report for duty well rested, alert and not under the influence of any substance, legal or illegal, that may impair their behavior or judgement. It is a policy of the District to have a work environment free from the effects of alcohol, illegal drugs, and controlled substance abuse. In order to ensure assigned personnel are fit for duty, Contractor must have a program in place for drug and alcohol screening of all personnel providing services pursuant to this Agreement. Further, the Contractor shall immediately transport any personnel suspected to be using or under the influence of drugs or alcohol or other intoxicant to a facility for testing or have an agent of a testing facility come to the location of the employee to obtain a necessary sample. Any personnel suspected of being under the influence of any drug or intoxicating substance will be immediately relieved of duty by Contractor until there is clinical proof to the contrary.

21. Criminal Background Check/Drug & Alcohol Testing

Contractor, contractor employees, subcontractor, and subcontractor employees shall complete and pass a current Live Scan criminal background check and a drug test prior to conducting any work for the District. Contractor employees performing work on District property shall not be on parole or probation. Background checks shall include, but are not limited to, the following:

A. Criminal search (7 years from the current date);
B. Sex offender registry check; and
C. Department of Motor Vehicles driving history check.

Drug and alcohol tests shall be administered at a certified medical facility or lab. The Contractor will be responsible for all costs associated with background checks and drug and alcohol testing. The Contractor shall obtain written permission from employees prior to releasing background check and drug and alcohol test results to the District. The Contractor's staff may be subject to the District's background and drug and alcohol testing processes at any time, including upon the occurrence of an accident or incident.

Drug and alcohol testing shall confirm to the FAA guidelines per Federal Aviation Regulations (FAR) for maintenance, support personnel, and pilots.

EXHIBIT B

Payment Terms

The fee for services shall be in accordance with the Contractor's Fee Proposal. Payment for additional services outside the scope of this Agreement may be requested and approved by the District only by way through written amendment to this Agreement and shall be subject to the rates outlined in the Contractor's Fee Proposal.

The Contractor shall submit properly certified invoices and to the District monthly. Invoices shall include the following information:

a. Technician time cards (technician addresses and social security numbers shall be redacted)
b. Parts costs
c. Sublet repair costs
d. Freight costs billed separately
e. Travel and per diem requested and authorized by the District at the IRS Federal Travel rate
f. Applicable administrative fees as outlined on the Contractor's Fee Proposal.

Supporting documentation shall be provided with all invoices for items b.-f.

Invoices shall be sent to:

ap@metrofire.ca.gov

If invoices cannot be sent via email, invoices shall be mailed to:

Sacramento Metropolitan Fire District
Attn: Finance Division
10545 Armstrong Ave., Suite 200
Mather, CA 95655

Failure to comply with these requirements or to provide an invoice in conformance with this Agreement document may delay payment.

The District will not be bound by fees contained in an invoice that are higher than the pricing contained in the Contractor's Fee Proposal. The District shall have no obligation to purchase any specified amount of services or products. Standard government payment terms are Net 45 days from date of receipt of invoice. Per California Government Code, Section 926.10, Contractor is not entitled to interest until the 61st day after providing an invoice to the District. Interest shall be limited to six percent per annum (.5 percent per month). No advance payment shall be made for goods or services furnished by the Contractor pursuant to this Agreement.

Insert Contractor's Fee Proposal

Sacramento Metropolitan Fire District

HEADQUARTERS: 10545 Armstrong Ave. • Mather, CA, 95655 • Phone (916) 859-4300 • Fax (916) 859-3702
Website: www.metrofire.ca.gov

PURCHASING: 3012 Gold Canal Dr. • Rancho Cordova, CA, 95670 • Phone (916) 859-4372 • Fax (916) 859-3729

ADAM A. HOUSE
Fire Chief

FORM 1
FEE PROPOSAL

By submitting a fee proposal, the Contractor hereby proposes to perform the Scope of Work outlined in the RFP in accordance with the terms and conditions of the RFP for the fee proposed below. Fee proposal shall be inclusive of all costs and taxes necessary to perform the required Scope of Services. Charges outside of the fee outlined below will not be permitted.

If Contractor has various standard hourly rates that are dependent upon their lead technicians' level of seniority or other factor, such rates and specific factors shall be identified. Please use additional pages if needed.

Year 1

Labor Category	Standard Hourly Rate	Overtime Hourly Rate	Double-Time Hourly Rate
Lead Technician 1	$109.14	$126.40	$168.53
Lead Technical 2	$101.95	$118.13	$157.50

Year 2

Labor Category	Standard Hourly Rate	Overtime Hourly Rate	Double-Time Hourly Rate
Lead Technician 1	$112.74	$130.18	$173.57
Lead Technician 2	$105.32	$121.66	$162.22

Year 3

Labor Category	Standard Hourly Rate	Overtime Hourly Rate	Double-Time Hourly Rate
Lead Technician 1	$116.45	$134.03	$178.70
Lead Technician 2	$108.78	$125.26	$167.01

First Optional Extension – Year 4

Labor Category	Standard Hourly Rate	Overtime Hourly Rate	Double-Time Hourly Rate
Lead Technician 1	$120.32	$138.03	$184.03

Lead Technician 2	$112.40	$128.98	$171.98

Second Optional Extension – Year 5

Labor Category	Standard Hourly Rate	Overtime Hourly Rate	Double-Time Hourly Rate
Lead Technician 1	$124.30	$142.13	$189.50
Lead Technician 2	$116.11	$132.82	$177.09

RFP # and Title: RFP 26-05 Helicopter Maintenance and Related Services

1. In the event the Contractor makes authorized purchases on behalf of the District as outlined in Section 8.18 of the RFP document, will an administrative fee be assessed, such as, for example, overhead, stocking fee, restocking fee, or any kind of surcharge above and beyond the actual cost of the parts, materials, equipment, or services purchased? If so, please disclose the percentage/amount.

An administrative fee of 7% will be added for any authorized purchases on behalf of the District as outlined in Section 8.18 of the RFP document.

2. Please disclose any other fees that would apply to the Services outlined in this RFP. Describe in detail how each fee is determine to justify your cost. Attach additional pages if needed.

3. Please explicitly state any exclusions of the fee proposal.

Company Name: Amentum Services, Inc.

Name & Title of Signer (Printed): Michael Voxland, Sr. Contracts Manager

Signature: _____ Date: 21 October 2026

Sacramento Metropolitan Fire District

10545 Armstrong Ave., Suite 200 • Mather, CA 95655 • Phone (916) 859-4300 • Fax (916) 859-3702

ADAM A. HOUSE
Fire Chief

DATE: November 12, 2026

TO: Board of Directors

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.

Richardson & Company, LLP performed the District's first annual financial and performance audits of the Measure O General Obligation Bonds Building Fund for the fiscal year ended June 30, 2026, covering the first year after issuance of the $160 million 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 addresses whether the 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 communication 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 focuses 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 during the meeting.

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:

Dave O'Toole

Dave O' Toole
Chief Financial Officer

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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June 30, 2026

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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 MEASURE O

Auditor Presentation of 2026 Audit Board of Directors

RICHARDSON & COMPANY LLP
CERTIFIED PUBLIC ACCOUNTANTS

Ingrid Sheipline, CPA

Reports Issued

- Auditors Opinion on Measure O Financial Statements
- Internal Control and Compliance Report
- Performance Report
- Governance Letter

Audit Results and Observations

- "Clean" opinion on financials
- No audit adjustments
- Good internal controls
- No performance audit findings

Financial Highlights

- $160 million of bond proceeds received
- $9.0 million of Measure O project expenditures
- $136.3 million of cash available
- $34.2 million of funds committed for projects

Report on Internal Controls and Compliance

- No weaknesses in internal control
- Good system of internal control
- District complied with Measure O requirements

Performance Audit

- Objective to determine compliance with Measure O
- Examined 71% of expenditures, all prepaid expenses and all reimbursements to general fund
- Concluded expenditures were eligible under Measure O

Governance Letter

- Determining qualifying expenditures – key factors and assumptions deemed reasonable
- No audit adjustments (accounting records clean)

Questions

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 9-0 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 consistent with the intent of the Measure O General Obligation Bond Measure, as approved by voters on November 5, 2024.

Submitted by:

Jodie Monaghan
Jodie Monaghan (Nov 5, 2026 17:04:54 PST)

Jodie Monaghan, Chairperson
Measure O Independent Citizens' Oversight Committee