



May 21, 2026

TO: Emergency Services Advisory Committee
FROM: Ron Munds, General Manager
SUBJECT: **Agenda Item 6 – 05/21/2026 FAC Meeting**
Preliminary Budget Review for Fiscal Year 2026-2027 for Fund 301.

DESCRIPTION

This report summarizes the preliminary budget for Fiscal Year 2026-2027 for Fund 301. The final budget will be presented at the June 4th Board meeting.

STAFF RECOMMENDATION

Staff recommends the following:

- 1. Review and comment (as needed) on the budget for Fund 301.**
- 2. Provide a recommendation(s) to the Board of Directors regarding the Fund 301 budget document.**

DISCUSSION

The following section of the report provides a summary of the requested changes for the Fiscal Year 2026-2027 budget for Fund 301. More detailed line-item descriptions of each request are provided as an attachment to the report.

Fiscal Year 2026-27 Fund 301 Budget Request Summary:

Fund 301 - Fire

Major Requests: Significant decrease in Services and Supplies related to expenditures for Cal Fire Schedule A charges attributed to the direct contract with Cal Fire.

There are incremental increases and decreases in other areas. A majority of the increases are associated with the District paying directly for costs that were in the Schedule A charges in past years. Moving these costs to the Fund 301 operating budget eliminates the Cal Fire administrative overhead charges which range from 10% to 12% which result in an overall cost savings.

Per the updated reserve policies for Fund 301, the contribution Vehicle Replacement Reserve increases by 5% from \$136,500.00 to \$143,325.00.

The Board, at their May 7, 2026 meeting, tentatively increased the Zone A property tax revenue from \$130,985 to \$150,000 this next fiscal year. They also approved

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Matthew D. Fourcroy

Vice President
Charles L. Cesena

Directors
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Christine M. Womack

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increasing the cost-allocation transfer percentage from 12.5% to 13.10%, the increase from last fiscal year to this will be approximately \$36,000 to \$132,054.02.

Impact on Budget: The decrease in the Schedule A charges decreases Services and Supplies budget by approximately \$171,383.95. With the reductions in other line items, the overall decrease is \$159,421.65.

Fund 301 – Summary

Fund 301 receives revenue through multiple sources with the primary sources being Zone B and the Special Fire Tax property taxes. Additionally, the Fund has historically received a percentage contribution from the Zone A property tax assessment. For FY 2026-27 the contribution will increase from 39.6% to 43.3% of Zone A revenue or \$150,000.00. The County has provided the District with the estimated property tax revenue for Zone B which is \$3,071,915.00, about a 5% increase over last year’s budget. The Special Fire Tax will increase by 3.02% or by approximately \$20,923.00. Staff estimated the remainder of the revenue based on past projection methodologies.

On expenditures, and as discussed, the Cal Fire Schedule A contract amount (labor charges) decreased by \$232,571 which is the approximate amount the District was paying for Countywide overhead before contracting directly with Cal Fire. As previously stated, there are incremental increases and decreases in other line items in the Service and Supplies budget.

At this point, the Infrastructure CIP budget has been set at zero but could change if the Board decides to start the fire station remodel project. As previously indicated, contributions to Vehicle Replacement Reserve will increase by 5% from \$136,500.00 to \$143,325.00 in 2026-2027. Once the revenues and expenditures projections are solidified, staff will re-evaluate the Fund 301 reserves for future recommendations for contributions.

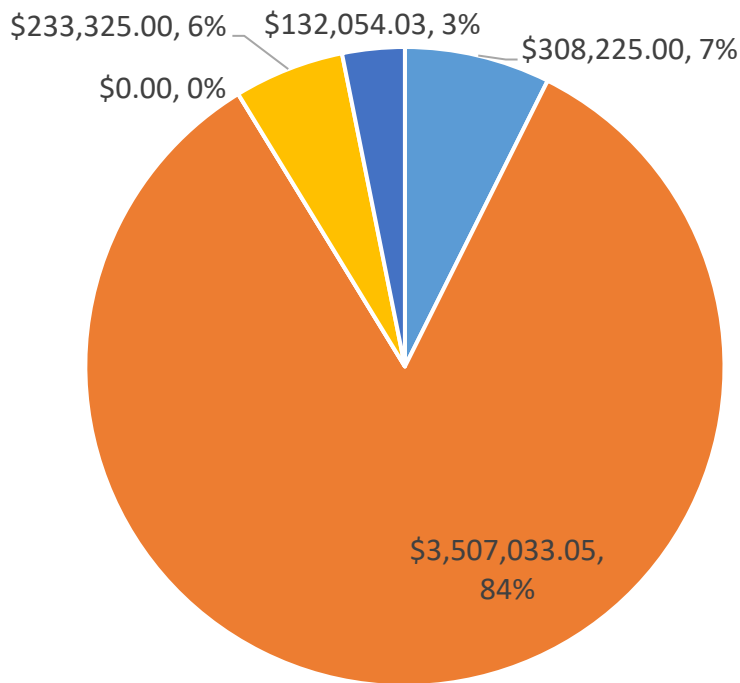
The following table summarizes the revenue and expenditures for the Fund 301 budget. More detailed information is available in the attached Preliminary Budget worksheets.

301 - Fire			
Fund 301 Budget Category	2025-2026 Budget	2026-2027 Budget	Increase/ (Decrease)
Revenue	\$3,994,910.58	\$4,180,281.19	\$185,370.61
Expenditures			
Total Personnel	\$304,225.00	\$308,225.00	\$4,000.00
Services & Supplies	\$3,678,417.00	\$3,507,033.05	-\$171,383.95
Capital Outlay	\$34,912.00	\$0.00	-\$34,912.00
Reserves	\$226,500.00	\$233,325.00	\$6,825.00
Transfers	\$96,004.73	\$132,054.03	\$36,049.30
Total Expenditure	\$4,340,058.73	\$4,180,637.08	-\$159,421.65
Total Revenue	\$3,994,910.58	\$4,180,281.19	\$185,370.61
Net Revenue/Expenses		-\$355.89	

Attachments

Fund 301 Line Items Details and Reserve information
Fund 301 Vehicle Replacement Sinking Fund

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Net Revenue/Expenses		-\$355.89	



■ Total Personnel ■ Services & Supplies ■ Capital Outlay ■ Reserves ■ Transfers

301 - FIRE

**Fiscal YTD
03/31/26**

**FY 2025-2026
Budget**

**FY 2026-2027
Budget**

Notes

REVENUES

Property Taxes

4034	Zone A Property Tax Revenue	0.00	130,985.00	150,000.00
4037	Property Tax Zone B	234,328.01	249,729.58	3,028,077.95
4038	Property Tax Zone B Pass thru	672,249.04	2,676,752.42	43,837.05
4039	CalFIRE Sched A Prior Year Refunds	0.00	0.00	0.00
Total Property Taxes		906,577.05	3,057,467.00	3,221,915.00

Grant Revenue

4949	Govt-State Grants	0.00	0.00	0.00
4956	Govt-Other St Aids & Reimbursements	0.00	0.00	0.00
Total Grant Revenue		0.00	0.00	0.00

Special Taxes & Assessments

4015	CSA 9-I Assessments (Contract)	0.00	27,508.00	27,508.00
4050	Special Fire Tax	0.00	692,801.58	713,724.19
Total Special Taxes & Assessments		0.00	720,309.58	741,232.19

3.02% increase

Other Revenues

4000	Ambulance Agreement	45,333.30	67,134.00	67,134.00
4040	Refunds	673.42	0.00	0.00
4930	Other Revenue	300.00	0.00	0.00
Total Other Revenues		46,306.72	67,134.00	67,134.00

Use of Money &

4510	Investment Income on funds	180,833.21	150,000.00	150,000.00
4511	Unrealized Change in Value	(6,586.43)	0.00	0.00
Total Use of Money & Property		174,246.78	150,000.00	150,000.00
Total Revenues		1,127,130.55	3,994,910.58	4,180,281.19

EXPENDITURES

Personnel

Salaries/Wages

8295	Resv FF-Overtime/Shift Coverage	35,371.48	38,000.00	38,000.00
8340	Resv FF-Shift Coverage	81,079.50	150,000.00	150,000.00
8345	Resv FF-Special Projects	0.00	0.00	0.00
Total Salaries/Wages		116,450.98	188,000.00	188,000.00

Payroll Taxes & Benefits

5020	Social Security - Employer	6,992.76	10,000.00	10,000.00
5030	Life Insurance - ER	1,336.00	2,500.00	2,500.00
5035	AD & D Insurance	240.00	850.00	850.00
5050	Medicare - ER	1,688.52	2,500.00	2,500.00

301 - FIRE		Fiscal YTD 03/31/26	FY 2025-2026 Budget	FY 2026-2027 Budget	Notes
5070	Retirement ER - Regular	47,143.53	63,000.00	67,000.00	UAL 66,953
5102	CA Training Tax - ER	61.15	175.00	175.00	
5120	Workers Comp Insurance - ER	14,906.08	21,100.00	21,100.00	
5124	Retirement - ER - Tier 2	1,707.03	2,000.00	2,000.00	
Total Payroll Taxes & Benefits		74,075.07	102,125.00	106,125.00	
Employment Services					
5000	Medical Exams & Procedures	0.00	0.00	0.00	Current employees
5100	Unemployment Insurance	1,323.16	6,000.00	6,000.00	
6200	Hiring, Advertising & Other Costs	0.00	100.00	100.00	
6230	Medical Exam	6,240.00	8,000.00	8,000.00	Possibly two hiring events
Total Employment Services		7,563.16	14,100.00	14,100.00	
Total Personnel		198,089.21	304,225.00	308,225.00	
Services & Supplies					
Clothing & Uniform					
7246	Uniform & Gear	6,613.31	3,800.00	2,800.00	may need 7-8 uniforms still
7248	Uniform Safety Boots	0.00	1,200.00	2,200.00	reimb. up to 11 RFF if reach 1 year
Total Clothing & Uniform		6,613.31	5,000.00	5,000.00	
Contract Services					
6100	Labor & Support-IT Services	0.00	0.00	0.00	
6110	IT Purchased Services	959.99	1,800.00	3,500.00	internet, starlink for command truck & ipad data plans
7100	Copier Contract-Maint & Usage	1,211.57	2,500.00	2,500.00	
7202	Building Alarms & Security	630.00	1,600.00	1,200.00	
7204	Cleaning Supplies, Laundry & Towel Service	0.00	100.00	100.00	
7222	Hazardous Materials CW JPA Cost	2,210.00	2,210.00	2,400.00	
7500	Schedule A Charges	672,249.04	3,358,062.00	3,110,491.00	Schedule A
7502	County Property Tax Admin Fee Pass Thru	0.00	0.00	43,837.05	
Total Contract Services		677,260.60	3,366,272.00	3,164,028.05	
Equipment & Tools					
6055	Radios	0.00	2,700.00	2,700.00	
6440	Fire Personal Protection Equipment	19,016.21	55,000.00	55,000.00	
6460	Self-Contained Breathing Apparatus	0.00	3,000.00	3,000.00	
6610	Rescue-Extrication Equipment	0.00	3,500.00	3,500.00	
6611	Water Rescue Equipment	2,020.00	2,020.00	2,000.00	

301 - FIRE		Fiscal YTD 03/31/26	FY 2025-2026 Budget	FY 2026-2027 Budget	Notes
6630	Rope & Climbing Equipment	0.00	6,000.00	3,000.00	
7234	Oxygen Supplies & Cylinder Rent	0.00	900.00	900.00	
7238	Paramedic & EMT Small Tools & Supplies	18,458.97	27,000.00	27,000.00	
7242	Minor Tools, Accessories & Field Machines	5,540.68	6,800.00	6,800.00	
7252	Misc Hardware	15.43	1,200.00	1,200.00	
Total Equipment & Tools		45,051.29	108,120.00	105,100.00	
Financial Services					
7309	Late Fees	0.00	10.00	10.00	
9154	Losses and Damages	0.00	50.00	50.00	
Total Financial Services		0.00	60.00	60.00	
Ins., Licenses & Regulatory Fees					
6120	Computer Hardware/Software/Licenses	1,167.60	1,300.00	3,500.00	\$3k tablet command
6345	Property Taxes & Assessments Costs	7,084.86	7,300.00	7,300.00	
7325	Insurance	82,317.44	89,500.00	95,650.00	Estimated 6.87% increase
Total Ins., Licenses & Regulatory Fees		90,569.90	98,100.00	106,450.00	
Legal & Professional					
7320	Professional & Consulting Services	5,342.16	8,000.00	9,000.00	Due to increasing costs
7326	Legal Services	28.00	15,000.00	15,000.00	
7340	Legal Notifications & Mandated Advertising	282.54	1,500.00	1,500.00	Includes Weed Abatement notifications
Total Legal & Professional		5,652.70	24,500.00	25,500.00	
Office/Operations					
7140	General Supplies & Minor Equipment	3,263.70	6,000.00	7,000.00	
7160	Postage, Shipping & Mail Supplies	187.92	1,000.00	1,000.00	
7216	Fire Prevention Education Materials	0.00	0.00	1,500.00	Fire Safety Fair/Open house
7226	Membership & Dues	0.00	300.00	300.00	
7230	Misc Small Parts & Supplies	179.04	1,000.00	1,000.00	
7240	Propane	200.00	300.00	300.00	
Total Office/Operations		3,830.66	8,600.00	11,100.00	
Other Expense					
6720	Station - Furniture	3,989.70	4,000.00	4,100.00	(5) Mattresses
7201	White Goods & Accessories - bedding, towels	1,819.50	2,000.00	1,500.00	New Dryer

301 - FIRE		Fiscal YTD 03/31/26	FY 2025-2026 Budget	FY 2026-2027 Budget	Notes
7209	District Operating Center Expense	0.00	200.00	200.00	
7218	Cooking Products - Food, Drinks & Staples	203.50	500.00	500.00	
7224	Kitchen Cookware & Utensils	464.96	600.00	800.00	
7330	Misc Operating Expenses	2,059.71	3,870.00	2,000.00	exercise equipment, etc.
	Total Other Expense	8,537.37	11,170.00	9,100.00	
Rent & Utilities					
6000	Cell Phones	615.82	910.00	910.00	
6025	Telephone	1,755.19	2,400.00	2,400.00	
8610	Electric	3,443.31	6,000.00	4,500.00	Annual true up and a monthly charge for 3CE
8620	Gas Service	1,226.80	2,200.00	2,200.00	
8630	Trash Services	2,169.53	3,200.00	3,200.00	
8640	Water and Water Services	5,750.63	6,800.00	8,000.00	
8659	Utility Cable Charges	795.08	1,500.00	1,500.00	
8670	Street Lighting	98.10	135.00	135.00	
	Total Rent & Utilities	15,854.46	23,145.00	22,845.00	
Repairs & Maintenance					
6400	R & M - Air Compressors	0.00	500.00	500.00	
6405	R & M - Extinguishers	493.11	500.00	800.00	
6640	R & M - Equip & Other Non-Structural Fixed Assets	1,357.08	3,750.00	3,750.00	
6750	R & M - Minor Tools & Equipment	655.29	1,600.00	1,600.00	
6775	R & M -Operation/Field Equipment	287.48	13,000.00	10,000.00	
6800	R & M - Grounds & Collection Systems	14.99	800.00	800.00	
6900	R & M - Buildings & Structures	916.18	12,000.00	12,000.00	
	Total Repairs & Maintenance	3,724.13	32,150.00	29,450.00	
Travel & Training					
7141	CERT Training Supplies	0.00	0.00	0.00	
7323	Books, Publications & Subscriptions	0.00	400.00	750.00	Vector Solutions licenses for full-time staff
7324	Education, Training, Seminar	0.00	400.00	400.00	
8405	Reserve FF Training Costs	0.00	500.00	1,000.00	Vector Solutions licenses
8410	Certifications	0.00	0.00	1,000.00	paramedic license renewal \$250/ea
	Total Travel & Training	0.00	1,300.00	3,150.00	
Vehicle Maintenance & Repairs					
7006	Tuneup/Oil/Maintenance	0.00	0.00	1,500.00	based off OE charges over past 5 yrs
7211	Misc Fuel & Diesel	0.00	0.00	5,500.00	

301 - FIRE		Fiscal YTD 03/31/26	FY 2025-2026 Budget	FY 2026-2027 Budget	Notes
7220	Gasoline	0.00	0.00	1,500.00	↓
7232	Vehicle Repairs - Parts, Tires, Lubricants	0.00	0.00	16,750.00	
Total Vehicle Maintenance & Repairs		0.00	0.00	25,250.00	
Total Services & Supplies		857,094.42	3,678,417.00	3,507,033.05	
Capital Outlay					
9006	Infrastructure CIP	32,911.76	32,912.00	0.00	
9085	Vehicle Purchase	1,244.10	2,000.00	0.00	
Total Capital Outlay		34,155.86	34,912.00	0.00	
Reserves					
9504	*Vehicle Replacement Reserve	0.00	136,500.00	143,325.00	
9572	*General Contingency (Operations) Reserve	0.00	90,000.00	90,000.00	
Total Reserves		0.00	226,500.00	233,325.00	
TRANSFERS					
9511	Interfund Transfer Out	72,003.51	96,004.73	132,054.03	
Total Transfers		72,003.51	96,004.73	132,054.03	
Total Expenditures		1,161,343.00	4,340,058.73	4,180,637.08	
Net Revenues over Expenditures		(34,212.45)	(345,148.15)	(355.89)	

LOS OSOS COMMUNITY SERVICES DISTRICT

Balance Sheet - Fire Reserves Balance Sheet

As of 3/31/2026

		<u>Current Period Balance</u>
LIABILITIES & EQUITY		
Other Liabilities		
Other Liabilities		
Replacement Reserve - Vehicle, Equip & Fire Engines	3110	677,300.02
General Contingency Reserve	3111	673,225.51
Public Facilities Fees Reserve	3115	40,334.00
Capital Outlay Reserve	3160	<u>3,474,562.42</u>
Total Other Liabilities		<u>4,865,421.95</u>
Total Other Liabilities		4,865,421.95
Equity		
Equity		
Fire Mitigation Fund	3161	<u>135,448.89</u>
Total Equity		<u>135,448.89</u>
Total Equity		<u>135,448.89</u>
Total LIABILITIES & EQUITY		<u><u>5,000,870.84</u></u>



Los Osos Community Services District

UNIT #	Vehicle/Assumptions	FY25-26	FY26-27	FY27-28	FY28-29	FY29-30	FY30-31	FY31-32	FY32-33	FY33-34	FY34-35	FY35-36	FY36-37	FY37-38	FY38-39	FY39-40	FY40-41	FY41-42	FY42-43	FY43-44	FY44-45	FY45-46	FY46-47	FY47-48	FY48-49	Future Replacements
3411	Command 2023 Term=8Yrs; 3.5% A	99,347	102,825	106,423	Replace 110,148	114,004	117,994	122,123	126,398	Replace 130,822	135,400	140,139	145,044	150,121	Replace 155,375	160,813	166,442	172,267	Replace 178,296	184,537	190,996	197,680	204,599	Replace 211,760	219,172	2054/2055
	Transferred from 3411				Transfer from 3411					Transfer from 3411					Transfer from 3411				Transfer from 3411							
U15	Utility 2003 Term=10Yrs; 3.5% A	80,741	83,567	86,492	89,519	92,652	95,895	99,251	102,725	106,320	110,042	113,893	117,879	122,005	Replace 126,275	130,695	135,269	140,004	144,904	149,975	155,225	160,657	166,280	172,100	178,124	2054/2055
MS 15	Rescue Squad 2017 Term=15yr; 3.5% A	321,368	332,615	344,257	356,306	368,777	381,684	395,043	Replace 408,869	423,180	437,991	453,321	469,187	485,608	502,605	520,196	538,403	557,247	576,750	596,937	617,829	639,453	661,834	Replace 684,999	708,973	2062/2063
E 215	Engine 2013 (Equip too) Term=15yr; 4.5% A	1,070,185	1,118,343	1,168,668	1,221,258	1,276,215	1,333,645	1,393,659	1,456,373	1,521,910	1,590,396	1,661,964	Replace 1,736,752	1,814,906	1,896,577	1,981,923	2,071,109	2,164,309	2,261,703	2,363,480	2,469,836	2,580,979	2,697,123	2,818,494	2,945,326	2051/2052
E 15	Engine 2021 (Equip too) Term=15Yr; 4.5% A	1,196,525	1,250,369	1,306,635	1,365,434	1,426,878	1,491,088	1,558,187	1,628,305	1,701,579	1,778,150	1,858,167	Transfer to E215 1,941,784	2,029,165	2,120,477	2,215,898	2,315,614	2,419,816	2,528,708	2,642,500	2,761,413	2,885,676	3,015,532	3,151,230	3,293,036	2051/2052
Replacement Cost					110,148				408,869	130,822			1,941,784	155,375				178,296					896,759			
Net Cost					110,148				408,869	130,822			1,941,784	155,375				178,296					896,759			
Cumulative Replacement Costs					110,148				519,018	649,839			2,591,623	2,746,998				2,925,295					3,822,054			
Starting Balance		677,300																								

Contribution Each Fiscal Year B	130,000	136,500	143,325	150,491	158,016	165,917	174,212	182,923	192,069	201,673	211,756	222,344	233,461	245,134	257,391	270,261	283,774	297,962	312,861	328,504	344,929	362,175	380,284	399,298	419,263
Sinking Fund Balance	677,300	813,800	957,125	1,107,616	1,155,484	1,321,400	1,495,613	1,269,667	1,330,914	1,532,587	1,744,343	1,966,687	258,364	503,499	605,515	875,775	1,159,549	1,457,512	1,592,076	1,920,579	2,265,508	2,627,683	3,007,967	2,510,506	2,929,769

Notes	
A	Increase inflation for 3411, U15 & MS15 to 3.5% and E215 & E 15 to 4.5% Inflation rates - starting in FY 24/25, subject to change.
B	5% contribution increase each FY.
C	Removed selling price from the equation based on previous trends.(Example Fire Truck sold for 5k instead of 25k)
D	Due to a Utility Truck getting minor useage, and the Command Vehicle being used much more frequently, the District is going to purchase a new command vehicle every 5 years, and convert the Command vehicle to the Utility Vehicle. Expense to the District will be close to the same as it will be two trucks every 8 to 10 years which is what the budget is for it now.
E	Recommend review every 4 years to confirm cost matches actual, and to make adjustments as needed

Fiscal Year	Schedule
24/25	Replace U15 with 3411 after the 3411 replacement is outfitted - No cost as Command Vehicle is outfitted with everything U15 needs
28/29	Replace 3411 - Command Vehicle - either transfer to U15 or sell previous command vehicle
32/33	Replace MS 15
33/34	Replace 3411 - Command Vehicle - either transfer to U15 or sell previous command vehicle
36/27	Replace E215 with E15, Retire/Sell E215, Purchase E15
38/39	Replace 3411 - Command Vehicle - either transfer to U15 or sell previous command vehicle
42/43	Replace 3411 - Command Vehicle - either transfer to U15 or sell previous command vehicle
46/47	Replace 3411 - Command Vehicle - either transfer to U15 or sell previous command vehicle
46/47	Replace MS 15