



**CAMBRIA COMMUNITY HEALTHCARE DISTRICT  
DECEMBER 16, 2021  
FINANCE COMMITTEE MEETING MINUTES**

**A) OPENING**

- 1) The meeting was called to order at 9:05 AM.
- 2) The Pledge of Allegiance was not conducted as there was no flag present.
- 3) Committee Members Bill Rice and Diane Kubat were present. Also present were Administrator Mike McDonough, Operations Manager Tim Benes and Administrative Assistant Simone Rathbun.

**B) PUBLIC COMMENT FOR ITEMS NOT ON THE AGENDA**

There were no members of the public present at this meeting.

**C) AGENDA**

1. Review and approve proposed Capital Budget –  
Director Rice presents a proposed Capital Budget, which was put together by staff, given to the Property & Facilities Committee; the Committee made adjustments, and the Finance Committee is now going over the budget, then it will be presented to the entire Board for final approval.

The big item on the proposal is ambulance replacement. Starting in next fiscal year, one replacement ambulance put in each quarter. Director Rice stated his concern is that if we finance, in five years we would be in a lot of debt with four ambulance payments, whether they are new or remounts. He added that we need to look at pacing these and move some of the items out further. Using today's rates, Director Rice would like to find out what it would cost to finance a 210k ambulance for five years, and a 150k ambulance for five years, so that he can start modeling and expand the budget out. He does not want to present it to the Board for approval if the budget is not financially sound. The last ambulance (remount) in 2026 would run through 2031, assuming it's a five-year lease.

Director Rice inquired as to whether an ambulance taken in for a remount would qualify for financing? Tim stated that we are buying the chassis itself, which is brand new; the loan is more for the chassis. Tim added that he has a list of finance companies that deal with this.

Bill added that the finance rate that would apply to remount is different than the finance rate for a new ambulance. Tim asked if it would be okay to explore other loan companies as opposed to the one currently used by District, and added that once Unit 16 is replaced the fleet will be solid.

Tim is to get Director Rice the monthly payments and rates for both a new and a remount, using current rates; then he will re-run the numbers. This will be put on the January agenda.

The Committee is to meet in January for mid-year budget revision.

## 2. Pre-planning for the mid-year operating Budget update -

Director Rice stated that he would like to see six months of actual, and six months of projections. He added to not wait for the December numbers but to fill out now and then adjust if anything changes. Need to update projected costs for consultants to do all initial work, with six months under belt. Bill also suggested to look ahead six months and think if there are any projected new costs. Tim mentioned a second 24-hour unit and possibly the need for an alarm system.

CHC is moving out on 1/7/2022 and Bill stated to make sure that they are following the terms of the written lease.

## 3. Review of PERS Pension Expense -

Director Rice presented a graph showing the past four-year pension payment history to PERS. It stayed fairly steady until April of 2020 when there was a dramatic increase and considerable fluctuations. There is something not right, and it needs to be addressed. There is something wrong, somewhere and we need to find out what it is, and fix it. Bill suggested contacting CCSD and speaking with the person who does the PERS payroll reporting and payments. Mike and Simone to both begin looking into this to find the source of these increases and fluctuations.

Before the close of the meeting, Mike passed out the Actuary Report that he received just prior to the start of the meeting. He gave copies to Bill and Diane for review.

## **D) ADJOURNMENT**

The meeting was adjourned at 10:19 AM.