

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



621

FROM: FIRE

SUBMITTAL DATE:
April 2, 2004

SUBJECT: First Amendment to Cooperative Agreement to Provide Fire Protection Services To Local Agencies

RECOMMENDED MOTION: Move that the Board adopt Board Resolution No. 2004-192 and approve and authorize the Chairperson to execute the attached First Amendment for Fire Protection Services with the California Department of Forestry and Fire Protection and Board Resolution authorizing signature authority.

BACKGROUND: This agreement between the State of California, Department of Forestry and Fire Protection and the County of Riverside provides for fire protection and emergency services within the area of responsibility of Riverside County. The initial term of this contract began on July 1, 2002, for three years. The Schedule A sets forth the expenditures contemplated by the agreement for the period of July 1, 2003 through June 30, 2004 and is not to exceed \$77,962,523.

Departmental Concurrence



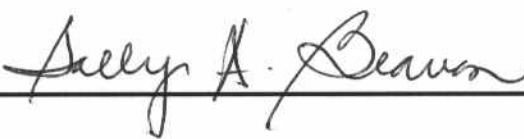
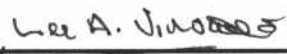
Tom Tisdale, County Fire Chief

| | | | | |
|-----------------------|-------------------------------|---------------|-------------------------|-------|
| FINANCIAL DATA | Current F.Y. Total Cost: | \$ 77,962,523 | In Current Year Budget: | Yes |
| | Current F.Y. Net County Cost: | \$ 14,803,965 | Budget Adjustment: | No |
| | Annual Net County Cost: | \$14,803,965 | For Fiscal Year: | 03/04 |

| | | |
|--|---|--------------------------|
| SOURCE OF FUNDS: Structural Fire Taxes, Contract Revenues and General Funds | Positions To Be Deleted Per A-30 | <input type="checkbox"/> |
| | Requires 4/5 Vote | <input type="checkbox"/> |

C.E.O. RECOMMENDATION: **APPROVE** FORM APPROVED
COUNTY COUNSEL

APR 20 2004

County Executive Office Signature  BY 

Dept't Recomm.: Consent Policy
Per Exec. Ofc.: Consent Policy

Prev. Agn. Ref.: 4/8/03 3.17 | **District:** All | **Agenda Number:**

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

3.18

Background (con't)

The CDF contract essentially has three (3) primary components: County services (charged 100% to the County), Contract City/Agency services (charged 100% to the Contract Agency) and Overhead Command & Support (split between County & Cities based on the number of active stations.). The breakdown of the \$17.2 million increase from FY 02/03 to FY 03/04 is summarized below. Details of the increases specific to each component are also included as an Attachment A.

| CDF CONTRACT | |
|-----------------------------|--------------------|
| | <u>\$ millions</u> |
| FY 02/03 | 60.7 |
| Increase in County Services | 9.6 |
| Increase in Contract/Cities | 6.3 |
| Increase in Overhead | 1.3 |
| FY 03/04 | 77.9 |
| TOTAL INCREASE | 17.2 |

The cost of scheduled services prepared by the State is based on the final rate letter dated 11/14/03 and is calculated on the highest pay grade per classification. As a result, the scheduled costs submitted for contract approval are highly inflated and do not accurately reflect the actual costs incurred.

For example:

| | <u>FY 00/01</u> | <u>FY 01/02</u> | <u>FY 02/03</u> | <u>FY 03/04</u> |
|--------------|-----------------|-----------------|-----------------|-----------------|
| CDF Contract | 46.8 | 53.1 | 60.7 | 77.9 |
| Actual | 41.3 | 48.1 | 55.9 | 67.0 |
| (Savings) | (5.5) | (5.0) | (4.8) | (10.9) |

As the above summary reflects, the State's schedule of contract costs in the past has always exceeded the actual charges passed through to the County and the Cities.

The County budget submitted in March '03 was prepared in anticipation of State MOU increases, the staffing costs for the 3.0 and paramedic upgrades and the annualized costs for the El Cariso, Lake Riverside, Sycamore and Eastvale temporary stations. With the exception of the 3.0 upgrade, these additional costs are funded by the increases in structural fire tax revenue and utilizing \$3.7 million from the department's fire tax reserves. Approval of this amendment will not require any additional general funding for FY 03/04.

**Riverside County
Fire Department**

Attachment A

Summary of Contract Increases From FY 02/03 to FY 03/04

| | COUNTY | CITY | OVERHEAD | TOTAL |
|--|--------------------|--------------------|--------------------|---------------------|
| FY 02/03 | \$24,154,297 | \$28,668,292 | \$7,922,673 | \$60,745,262 |
| Salaries | 1,061,956 | 1,848,098 | 116,239 | 3,026,293 |
| Benefits | 1,776,583 | | 439,598 | 2,216,181 |
| Planned Overtime | 1,731,001 | 1,126,996 | 426,754 | 3,284,751 |
| Unplanned Overtime | 339,875 | 221,396 | 89,607 | 650,878 |
| Communications | | | 22,463 | 22,463 |
| Admin Charge (10.18%) | 705,169 | 355,417 | 61,318 | 1,121,904 |
| Upgrade to 3.0 staffing at: Cajalco, Pine Cove, Valley Vista, Lakeland Village, Wildomar, Menifee, Blythe, Ripley, Blythe Air Base, Bear Creek, & Lake Riverside Stations. | 2,617,956 | | | 2,617,956 |
| College Park / Co. Share 1.5 FC | 65,642 | | | 65,642 |
| New / Temporary Fire Stations at: El Cariso, Eastvale, Sycamore, Lake Riverside | 1,308,300 | | | 1,308,300 |
| New City Stations & Increase in Service Levels | | 2,702,231 | | 2,702,231 |
| Battalion Chief added in January | | | 67,940 | 67,940 |
| Fire Captian moved from County to Overhead | | | 105,027 | 105,027 |
| FY 03/04 | \$33,760,779 | \$34,922,430 | \$9,251,619 | \$77,934,828 |
| TOTAL INCREASE | \$9,606,482 | \$6,254,138 | \$1,328,946 | \$17,189,566 |

RESOLUTION NO. 2004-192
FIRST AMENDMENT TO COOPERATIVE SERVICES AGREEMENT FOR
FIRE PROTECTION BETWEEN THE STATE OF CALIFORNIA
AND THE COUNTY OF RIVERSIDE

WHEREAS, on July 1, 2002, the County of Riverside entered into a Multi-Year Cooperative Services Agreement with the State of California for the furnishing of fire protection services in the County and through the State Department of Forestry and Fire Protection, and

WHEREAS, the Agreement provides a list of the services with the costs appearing in Schedule A to be reimbursed by the County of Riverside to the State of California on an annual basis; and

WHEREAS, the Multi-Year Cooperative Services Agreement was approved by the Board of Supervisors on April 8, 2003, as an agenda item No. 3.17; and

WHEREAS, the amounts for the costs in Schedule A for the Fiscal Year 2003-2004 have now been established in the total amount of \$77,962,523; and

WHEREAS, such new Schedule A now needs to be formally adopted as an Amendment (Amendment No. 1) to the existing Agreement between the State and the County; now, therefore,

BE IT RESOLVED by the Board of Supervisors of the County of Riverside, State of California, in regular session assembled on May 25, 2004 that the Chairperson of this Board is hereby authorized and directed to execute on behalf of the County of Riverside, the Amendment No. 1 to the Agreement for the Fiscal Year 2003-2004.