RESOLUTION NO. 2026-05

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE MONTECITO FIRE PROTECTION DISTRICT
IN THE MATTER OF THE ADOPTION OF THE
PRELIMINARY BUDGET FOR THE FISCAL YEAR 2026-27**

WHEREAS, Section 13890 of the Health and Safety Code requires that the District Board adopt a preliminary budget conforming to the Accounting Procedures for Special Districts and Budgeting Procedures for Special Districts, as described, on or before June 30 of each year; and

WHEREAS, Section 13893 of the Health and Safety Code requires that the District Board publish a notice on or before June 30 of each year stating: (1) that it has adopted a preliminary budget which is available for inspection at a time and place within the District specified in the notice; and (2) the date, time and place when the Board will meet to adopt the final budget and that any person may appear and be heard regarding any item in the budget or regarding the addition of other items; and

WHEREAS, Section 13893 of the Health & Safety Code further provides that said notice shall be published in at least one newspaper of general circulation in the District, the first publication to be at least two weeks before the date of the meeting; and

WHEREAS, the Board of Directors met at a meeting on June 22, 2026, to consider the District's preliminary budget for fiscal year 2026-27 as described by and recommended for approval by the Fire Chief;

NOW, THEREFORE, BE IT AND IT IS HEREBY ORDERED AND RESOLVED AS FOLLOWS:

1. That the Board of Directors adopts the 2026-27 preliminary budget for the Montecito Fire Protection District in the form recommended by the Fire Chief at the Board's meeting on June 22, 2026.

In summary, the preliminary budget provides as follows:

Fund 3650 – General Fund	
Salaries & Employee Benefits	$ 23,922,000
Services & Supplies	3,556,000
Other charges	43,000
Capital Assets	538,000
Other Financing Uses	1,416,000
	$ 29,475,000
Fund 3652 – Capital Outlay Reserves	
Capital Assets	$ 238,000
Fund 3653 – Land & Building	
Services & Supplies	$ 500,000

Copies of the approved budget are on file with District records.

2. The adopted preliminary budget shall be available for inspection Monday through Friday, between 8:00 a.m. and 4:30 p.m. at the Montecito Fire Protection District, 595 San Ysidro Road, Santa Barbara, California and on the District's website.

3. The Board of Directors will meet on September 28, 2026, at 2:00 p.m. at the Montecito Fire Protection District, 595 San Ysidro Road, Santa Barbara, California, to consider and adopt the final budget as required by law and any person may appear at that time and be heard regarding any item in the budget or regarding the addition of other items.

4. The Secretary is directed to publish the notice attached to this resolution as Exhibit A in the *Montecito Journal* in accordance with Health and Safety Code Section 13893 on or before June 30, 2026.

PASSED AND ADOPTED by the Governing Board of the Montecito Fire Protection District this 22nd day of June, 2026, by the following vote, to wit:

AYES: J. Pennino, M. Lee, P. van Duinwyk, S. Easton, J. Copus
NAYS: None
ABSTAIN: None
ABSENT: None

Peter van Duinwyk

President of the Board of Directors
MONTECITO FIRE PROTECTION DISTRICT

ATTEST:

Secretary of the Board of Directors
MONTECITO FIRE PROTECTION DISTRICT

EXHIBIT A

PUBLIC NOTICE

Montecito Fire Protection District
In the Matter of the Preliminary Budget for Fiscal Year 2026-27
Health and Safety Code Section 13893

NOTICE IS HEREBY GIVEN that the preliminary budget of the Montecito Fire Protection District for fiscal year 2026-27 was adopted by the Board of Directors of said District on June 22, 2026, and is available for inspection Monday through Friday, between 8:00 a.m. and 4:30 p.m. at the Montecito Fire Protection District, 595 San Ysidro Road, Santa Barbara, California and on the District's website.

NOTICE IS ALSO GIVEN that on September 28, 2026, at 2:00 p.m., the Board of Directors will meet at the Montecito Fire Protection District, 595 San Ysidro Road, Santa Barbara, California, for the purpose of adopting the District's final budget at which time and place any person may appear and be heard regarding any item in the budget or regarding the addition of other items.

This Notice shall be published in accordance with California Health & Safety Code Section 13893.

By order of the Board of Directors of the Montecito Fire Protection District, State of California, this 22nd day of June 2026.

Michael Lee, Secretary

Montecito Fire Protection District
Preliminary Budget for Fiscal Year 2026-27

FUND 3650 - GENERAL FUND

REVENUES

		Preliminary Budget	Adopted Budget FY 2026	Difference
Property Taxes				
3010	Property Tax - Secured (+4.3%)	$ 25,548,000	$ 24,495,000	$ 1,053,000
3011	Property Tax - Unitary	251,000	251,000	-
3015	Property Tax - Escapes Secured	31,000	31,000	-
3020	Property Tax - Unsecured (+4.3%)	844,000	809,000	35,000
3023	Property Tax - PY Corrections/Escapes	31,000	31,000	-
3050	Property Tax - Prior Unsecured	18,000	18,000	-
3054	Supplemental Property Tax - Current	570,000	570,000	-
	Total Taxes Revenue	**27,293,000**	**26,205,000**	**1,088,000**
Use of Money and Property				
3380	Interest Income	372,000	372,000	-
3409	Rental Property Income	69,000	69,000	-
	Total Use of Money and Property	**441,000**	**441,000**	**-**
Intergovernmental Revenue - State				
3750	State-Emergency Assistance (Fire Asgmts)	1,000,000	100,000	900,000
4220	Homeowners Property Tax Relief	77,000	77,000	-
	Total Intergovernmental Revenue - State	**1,077,000**	**177,000**	**900,000**
Intergovernmental Revenue - Federal				
4476	Federal Emergency Assistance (Fire Asgmts)	1,000,000	1,900,000	(900,000)
	Total Intergovernmental Revenue - Federal	**1,000,000**	**1,900,000**	**(900,000)**
Charges for Services				
5105	Reimbursement for District Services	-	180,000	(180,000)
	Total Charges for Services	**-**	**180,000**	**(180,000)**
Miscellaneous Revenue				
5768	Safety Member Reimbursement	-	105,000	(105,000)
5895	Other - Donations	-	50,000	(50,000)
5909	Other - Miscellaneous Revenue	13,000	13,000	-
	Total Miscellaneous Revenue	**13,000**	**168,000**	**(155,000)**
	TOTAL REVENUES	**29,824,000**	**29,071,000**	**753,000**

Montecito Fire Protection District
Preliminary Budget for Fiscal Year 2026-27

FUND 3650 - GENERAL FUND

EXPENDITURES

			Preliminary Budget		Adopted Budget FY 2026	Difference
Salaries & Employee Benefits						
6100	Regular Salaries		$ 10,828,000		$ 10,630,000	$ 198,000
6300	Overtime		1,700,000		1,700,000	-
6301	Overtime - Fire Reimbursable		1,500,000		1,500,000	-
6400	Retirement Contributions		3,928,000		3,465,000	463,000
6450	Supp Retirement Contribution (UAL)		-		3,000,000	(3,000,000)
6475	Retiree Medical OPEB		1,500,000		500,000	1,000,000
6550	FICA/Medicare		200,000		208,000	(8,000)
6600	Insurance Contributions		3,077,000		2,776,000	301,000
	Health Insurance	2,840,000		2,550,000		
	Dental, Vision, Life Insurance	237,000		226,000		
6700	Unemployment Insurance		6,000		6,000	-
6900	Workers Compensation Insurance		1,183,000		805,000	378,000
	Total Salaries & Employee Benefits		**23,922,000**		**24,590,000**	**(668,000)**
Services & Supplies						
7030	Clothing and PPE		165,000		146,000	19,000
	Operational	62,000		62,000		
	BDU tactical pants (ongoing)	20,000		24,000		
	Turnouts replacement (Year 2 of 3)	60,000		60,000		
	Ballistic vests (21)	23,000		-		
7050	Communications		115,000		144,000	(29,000)
	Operational	115,000		115,000		
	CradlePoint modems/install	-		29,000		
7060	Food		4,500		4,500	-
7070	Household Supplies		50,000		50,000	-
7090	Insurance: Liability/Auto/Prop.		171,000		155,000	16,000
7120	Equipment Maintenance (Operations)		58,000		58,000	-
7121	Operating Supplies (Storm Preparedness)		20,000		20,000	-
7200	Structure and Grounds Maintenance		170,000		112,500	57,500
	Operational	70,000		61,000		
	Landscape modifications for Zone 0	100,000		-		
	Basement HVAC system replacement	-		17,500		
	Loft shelves/turnout lockers build	-		18,500		
	Flooring for training room/fitness gym	-		15,500		
7205	Fire Defense Zone (Hazard Mitigation)		915,000		499,000	416,000
	Operational	410,000		374,000		
	Home Hardening Assistance Program	100,000		100,000		
	Fire roads management	50,000		25,000		
	Neighborhood Chipping and Grazing Programs	205,000		-		
	Emergency access and hydrant improvements	150,000		-		
7322	Consulting and Management Fees		4,500		4,500	-
7325	Other Professional Services (RFCC)		200,000		200,000	-
7324	Audit and Accounting Fees		45,000		45,000	-

Montecito Fire Protection District
Preliminary Budget for Fiscal Year 2026-27

FUND 3650 - GENERAL FUND

			Preliminary Budget		Adopted Budget FY 2026	Difference
Services & Supplies (continued)						
7348	Instruments & Equipment		31,000		43,000	(12,000)
	Hose equipment (ongoing)	6,000		6,000		
	Rope rescue equipment (ongoing)	5,000		5,000		
	USAR equipment maintenance (ongoing)	10,000		10,000		
	HazMat team equipment (ongoing)	10,000		10,000		
	Wildland mobile water pumps	-		12,000		
7363	Equipment Maintenance (Vehicles)		169,000		140,000	29,000
	Operational	154,000				
	Vehicle decals and installation (20)	15,000				
7400	Medical & First Aid Supplies		62,000		47,000	15,000
	Operational	47,000		47,000		
	Annual Stryker equipment maintenance	15,000		-		
7430	Memberships		16,000		16,000	-
7450	Office Expense		28,000		28,000	-
	Operational	20,000		20,000		
	Battalion Chief office furniture (carry over)	8,000		8,000		
7456	IT Hardware < $5,000		24,000		38,000	(14,000)
	Operational	10,000		10,000		
	Computer Aided Dispatch iPads (9)	14,000		-		
	Desktop computer replacements	-		28,000		
7460	Professional and Special Services		480,000		457,000	23,000
7507	Payroll Fees		23,000		15,000	8,000
7510	Contractual Services		121,000		150,000	(29,000)
7530	Publications & Legal Notices		6,000		6,000	-
7540	Rents & Leases - Equipment		5,500		5,500	-
7546	Administrative Tax Expense (SB County)		225,000		195,000	30,000
7580	Rents & Leases - Structure (Gibraltar)		12,500		12,500	-
7630	Small Tools & Instruments		12,000		25,500	(13,500)
	Operational	12,000		11,000		
	Fitness equipment	-		14,500		
7650	Special District Expense		56,000		45,000	11,000
	Operational (permits, fees, LAFCO, other)	50,000		45,000		
	Board election fees	6,000		-		
7671	Special Projects		23,000		20,000	3,000
	Department mailings	12,000		12,000		
	Public Education materials	8,000		8,000		
	Evacuation "Go" bags (50)	3,000		-		
7730	Transportation and Travel		65,000		65,000	-
7731	Gasoline/Oil/Fuel		100,000		80,000	20,000
7732	Training		99,000		99,000	-
7760	Utilities		80,000		75,000	5,000
	Total Services & Supplies		**3,556,000**		**3,001,000**	**555,000**
Other Charges						
7830	Interest Expense (POB)		43,000		64,000	(21,000)
	Total Other Charges		**43,000**		**64,000**	**(21,000)**

Montecito Fire Protection District
Preliminary Budget for Fiscal Year 2026-27

FUND 3650 - GENERAL FUND			Preliminary Budget		Adopted Budget FY 2026	Difference
Capital Assets						
8200	Structures & Improvements		180,000		232,000	(52,000)
	Capital projects (subject to public bid)	180,000		-		
	Carport/gate (92)	-		232,000		
8300	Equipment		358,000		972,000	(614,000)
	Cardiac monitors (2)	130,000		65,000		
	Maintenance Shop vehicle lifts	70,000		-		
	HazMat gas monitors (6) and calibration station	50,000		-		
	Powered stair chairs for EMS response (2)	35,000		-		
	Infrared recovery units (91 and 92)	26,000		-		
	Induction oven range (91)	20,000		-		
	Drone equipment for operations (2)	20,000		-		
	Storage shed for rental unit	7,000		-		
	Generators (91 and 92)	-		265,000		
	Station Alerting System	-		212,000		
	LMR Communications Project	-	-	430,000	-	-
	Total Capital Assets		**538,000**		**1,204,000**	**(666,000)**
	TOTAL EXPENDITURES		**28,059,000**		**28,859,000**	**(800,000)**
Other Financing Uses						
Financing Uses						
7901	Transfer To Capital Reserves Fund (3652)		200,000		400,000	200,000
7910	Long Term Debt Principal Repayment (POB)		1,216,000		1,195,000	(21,000)
	TOTAL FINANCING USES		**1,416,000**		**1,595,000**	**179,000**
Decreases to Residual Fund Balance						
9601	Residual Funds Balance		-		1,383,000	(1,383,000)
	Decrease to Residual Fund Balance		**-**		**1,383,000**	**(1,383,000)**
	Net Financial Impact		**$ 349,000**		**$ -**	**$ 349,000**

Fund 3650 Fund Balance Detail (estimate at June 30, 2027)	Preliminary Budget	Adopted Budget FY 2026	Difference
***Reserves:** Economic Uncertainties (estimate)	$ 5,855,000	$ 5,580,000	$ 275,000
***Reserves:** Catastrophic (estimate)	3,790,000	3,605,000	185,000
Fund Balance - Unrestricted Residual	2,917,000	3,028,000	(111,000)
Projected Fund Balance at Year End	**$ 12,562,000**	**$ 12,213,000**	**$ 349,000**

*Reserve levels are established by the Board-adopted Financial Policies and Capitol PFG recommendations.

Montecito Fire Protection District
Preliminary Budget for Fiscal Year 2026-27

FUND 3652 - CAPITAL OUTLAY RESERVES	Preliminary Budget	Adopted Budget FY 2026	Difference
REVENUES			
Use of Money and Property			
3380 Interest Income	$ 90,000	$ 90,000	$ -
Total Use of Money and Property	90,000	90,000	-
Other Financing Sources			
5910 Transfer from General Fund (3650)	200,000	400,000	(200,000)
Total Other Financing Sources	200,000	400,000	(200,000)
TOTAL REVENUES	**290,000**	**490,000**	**(200,000)**
EXPENDITURES			
Capital Assets			
8300 Equipment			
Battalion 94 Command Vehicle (carryover)	$ 88,000	$ 181,000	$ (93,000)
Rescue Ambulance 91	150,000	-	150,000
Squad 91 (carryover)	-	375,000	(375,000)
Division 91 Vehicle (carryover)	-	50,000	(50,000)
Battalion 93 upfit	-	18,000	(18,000)
Total Capital Assets	**238,000**	**624,000**	**(386,000)**
TOTAL EXPENDITURES	**238,000**	**624,000**	**(386,000)**
Changes to Assigned Fund Balance			
9901 Purpose of Fund	(52,000)	134,000	(186,000)
Changes to Assigned Fund Balance	**(52,000)**	**134,000**	**(186,000)**
TOTAL CHANGES TO FUND BALANCES	**(52,000)**	**134,000**	**(186,000)**
Net Financial Impact	**$ -**	**$ -**	**$ -**

Fund 3652 Fund Balance Detail			
Fund Balance - Assigned	$ 3,394,000		
Fund Balance - Assigned for FY	52,000		
Projected Fund Balance at Year End	**$ 3,446,000**	**$ 3,394,000**	**$ 52,000**

Montecito Fire Protection District
Preliminary Budget for Fiscal Year 2026-27

FUND 3653 - LAND & BUILDING FUND*	Preliminary Budget	Adopted Budget FY 2026	Difference
REVENUES			
Use of Money and Property			
3380 Interest Income	$ 150,000	$ 150,000	$ -
Total Use of Money and Property	150,000	150,000	-
TOTAL REVENUES	**150,000**	**150,000**	**-**
EXPENDITURES			
Services and Supplies			
7460 Professional Services	500,000	500,000	-
Total Services and Supplies	**500,000**	**500,000**	**-**
TOTAL EXPENDITURES	**500,000**	**500,000**	**-**
Changes to Assigned Fund Balance			
9901 Purpose of Fund	350,000	350,000	-
Changes to Assigned Fund Balance	**350,000**	**350,000**	**-**
TOTAL CHANGES TO FUND BALANCES	**350,000**	**350,000**	**-**
Net Financial Impact	**$ -**	**$ -**	**$ -**

Fund 3653 Fund Balance Detail	Preliminary Budget	Adopted Budget FY 2026	Difference
Fund Balance - Assigned	$ 5,050,000		
Fund Balance - Assigned for FY	(350,000)		
Projected Fund Balance at Year End	**$ 4,700,000**	**$ 5,050,000**	**$ (350,000)**

*Board restricted funds for construction of buildings, or refurbishment and modernization of existing stations.