



TRUCKEE MEADOWS FIRE PROTECTION DISTRICT

STAFF REPORT

Board Meeting Date: July 24, 2018

DATE: July 9, 2018
TO: Truckee Meadows Fire Protection District Board of Fire Commissioners
FROM: Charles A. Moore, Fire Chief
Phone: (775) 328-6123 Email: cmoore@tmfpd.us
SUBJECT: Recommendation that the Board of Fire Commissioners ratify Fiscal Year 2018 reimbursements from the Washoe County, Nevada OPEB Trust Fund to Truckee Meadows Fire Protection District for the cost of retiree health insurance premiums in the amount of \$215,174.10. (All Commission Districts) FOR POSSIBLE ACTION

SUMMARY

Recommendation that the Board of Fire Commissioners ratify Fiscal Year 2018 reimbursements from the Washoe County, Nevada OPEB Trust Fund to Truckee Meadows Fire Protection District for the cost of retiree health insurance premiums in the amount of \$215,174.10.

Strategic Objective supported by this item: *Sustainability of our financial, social and natural resources.*

PREVIOUS ACTION

May 11, 2010, the Board of County Commissioners approved and authorized the Chairman to execute a Trust Agreement for the Washoe County, Nevada Other Post-Employment Benefits Trust Fund (Trust). The Trust Agreement was restated on February 8, 2011 to include investment options both in the Washoe County investment pool and in the State of Nevada's Retirement Benefits Investment Fund.

July 8, 2010, the Board of Fire Commissioners for Truckee Meadows Fire Protection District passed a resolution approving TMFPD's participation in the Trust.

August 4, 2010, the Board of Fire Commissioners for Sierra Fire Protection District (SFPD) passed a resolution approving SFPD's participation in the Trust.

April 14, 2015, the Board of County Commissioners authorized quarterly reimbursement from the Washoe County, Nevada OPEB Trust to the Washoe County Health Benefits Fund as directed by the Comptroller's office.

March 8, 2016, the Washoe County Board of County Commissioners approved Ordinance No. 1577, directing the consolidation of the Truckee Meadows Fire Protection District and Sierra Fire Protection District into one fire protection district which will be known as the Truckee Meadows Fire Protection District. The ordinance provides for TMFPD to assume all duties, debts, obligations, liabilities, revenues, expenditures and assets of the SFPD. All operations and activities of SFPD will cease on June 30, 2016.

June 20, 2017, the Board of County Commissioners authorized staff to request quarterly reimbursement of retiree health benefit costs from the Washoe County, Nevada OPEB Trust Fund to Truckee Meadows Fire Protection District. All such reimbursement requests will be brought before the Board of Fire Commissioners at least annually for their subsequent review and ratification.

BACKGROUND

The requirements for requests for reimbursement from the Trust are set forth in Nevada Administrative Code (NAC) 287.792. Specifically, requests must be made by a participating employer's governing body and must include:

- An explanation of how the proposed transfer will be used to fulfill the requirements of the Benefit Plans;
- A copy of the Employer's approved budget reflecting the authorization of retirement benefits;
- Minutes of the meeting of the Employer's governing body during which the transfer was proposed; and
- The signature of the chairperson of the Employer's governing body.

Payments from the Trust may be made only to the extent that the Benefit Plan benefits for which such payment is made are benefits permitted under the NRS.

Legal counsel for the Trust advised that the Board of County Commissioners (BCC) may grant approval in advance for quarterly reimbursement to TMFPD from the OPEB Trust as directed by the Comptroller's office, with subsequent ratification by the Board of County Commissioners. District staff seeks advance approval from the Board of Fire Commissioners for quarterly requests for reimbursement from the Trust to the District's General Fund.

FISCAL IMPACT

Quarterly reimbursement from the OPEB Trust to TMPPD totaling \$215,174.10 was used to offset retiree insurance premiums for a net zero impact to the FY18 budget.

RECOMMENDATION

Recommendation that the Board of Fire Commissioners ratify Fiscal Year 2018 quarterly reimbursements from the Washoe County, Nevada OPEB Trust Fund to Truckee Meadows Fire Protection District for the total annual net cost of retiree health insurance premiums in the amount of \$215,174.10.

POSSIBLE MOTION

Should the Board agree with staff's recommendation a possible motion would be:

"I move to ratify Fiscal Year 2017 reimbursements from the Washoe County, Nevada OPEB Trust Fund to Truckee Meadows Fire Protection District for the cost of retiree health insurance premiums in the amount of \$215,174.10."