FINANCE COMMITTEE MEETING MINUTES

Tuesday, August 25, 2026, 11:30AM
1120 I Street
Reedley, CA 93654

REASONABLE ACCOMMODATIONS FOR ANY INDIVIDUAL WITH A DISABILITY. Pursuant to the Rehabilitation Act of 1973 and the Americans with Disability Act of 1990, any meeting or function of the Sierra Kings Health Care District, may request assistance, by contacting the District, 1011 G. Street, Reedley, CA 93654 – telephone 559.726-2268.

BOARD MEMBERS PRESENT:	**REPRESENTATION**
Bruce Hunter	Zone 1
Kathy Omachi	Zone 5

BOARD MEMBERS ABSENT:	**REPRESENTATION**

BOARD STAFF PRESENT:	**TITLE**
Chinayera Black Hardaman, MPA	Chief Executive Officer
Merari Gutierrez	Finance/Program Manager
Brooke Garcia	Executive Assistant

OTHERS PRESENT:	
Teresa Jacques via Teams	Chief Financial Officer (Contracted)

1.0 CALL TO ORDER:
The meeting was called to order at 11:30 a.m. by Finance Committee Chair Bruce Hunter.

2.0 ROLL CALL:
Present: Kathy and Bruce Hunter.
Absent: None

3.0 CONSENT AGENDA (ACTION)
3.1 Consideration of the Committee Agenda
3.2 Consideration of the June 2026 Meeting Minutes

ACTION: Motion to approve the District Consent Agenda as presented. M/S Omachi/Hunter. Motion passed unanimously: Hunter-aye and Omachi aye.

4.0 PUBLIC COMMENT

None

5.0 ACTION AND DISCUSSION ITEMS

5.1 PRESENTATION OF JUNE AND JULY FINANCIAL STATEMENTS

CFO Teresa Jacques presented the June and July financial. Key highlights included:

June Financial Statements

Local Agency Investment Fund (LAIF)

The June-end LAIF balance was $11,483,805, an increase of $38,693, primarily due to interest accruals and a $2,298 quarterly interest true-up. Total interest credited for the quarter was $111,012. No withdrawals were made during June. FY 2025-26 LAIF withdrawals totaled $650,000 for SB 1953-related costs.

Accounts Payable

Total accounts payable at the end of June was approximately $145,000, representing a net decrease of approximately $482,000. Approximately $442,000 of the decrease was attributable to the removal of construction-related accruals.

Property Taxes and Budget Variances

The accrued property tax balance was $122,786, an increase of approximately $148,000 from May. The increase was primarily due to the June accrual and reconciliation of actual property tax receipts against budgeted amounts. Actual property tax revenues exceeded the budget by approximately $95,000.

The June change in net position increased by approximately $278,000, primarily due to the reconciliation of operating property tax revenues, general obligation bond tax income, and a credit to grant expenses.

Non-Operating Grants

The fiscal year-to-date change in net position was $1,174,367, compared with the budgeted amount of $1,522,248. A significant factor contributing to the variance was the $770,000 in HCAI funding anticipated in the budget for SB 1953 that had not yet been received.

Board Member Kathy Omachi asked whether there had been any changes to the amount of HCAI funding expected. CFO Teresa Jacques explained that when the FY 2025-26 budget was prepared in May 2025, approximately $320,000 in HCAI grant funding had been awarded and included in the budget.

CEO Chinayera Black informed the Board that the Project Manager will be attending the Regular Board meeting to provide an update regarding the SB 1953 project.

General Obligation (GO) Bonds

GO Bond tax revenue was approximately $49,000 over budget. It was noted that Fresno County establishes the tax rate used to collect the revenue from taxpayers, so the amount received will not exactly match the budgeted amount. Staff monitors the Reserve balance to ensure that it remains within an appropriate range.

Expenses

- **Advertising/Promotional:** Expenses were over budget due to an unbudgeted billboard vendor expense.
- **Legal:** Committee Member Kathy Omachi asked whether the legal expense variance was related to prior billing issues with Best Best & Krieger, including approximately

$50,000–$60,000 in records review costs. CFO Teresa Jacques confirmed that these costs contributed to the variance.

Year-over-Year Comparison
The June 2026 results were approximately $8,200 lower than June 2025. Grant awards were higher in June 2025, while legal expenses were also higher in 2025. Salaries and benefits were higher in 2026.

July Financial Statements
Cash in Bank
In July, the District made its first transfer of $100,000 to the Local Agency Investment Fund. The Adventist Health lease payment was also received in late July.

General Obligation (GO) Bond Tax Revenue
GO Bond tax revenue reflected a decrease of approximately $601,000, net of the July revenue accrual. CFO Teresa Jacques explained that bond payments are due on the first of the month; however, Fresno County makes the payments at the end of the month. As a result, the revenue is recorded in July rather than August.

Expenses
- **Professional Fees:** Expenses were under budget because the FY 2026-27 budget included costs for an additional hospital valuation and an appraisal of the District's office space. These services were not completed until August.

ACTION: Motion to approve June and July financial statements as presented. M/S. Omachi/Hunter. Motion passed unanimously: Hunter-aye and Omachi-aye.

6.0 ANNOUNCEMENTS
None

7.0 NEXT MEETING
The next regularly .scheduled meeting of the Sierra Kings Health Care District will be held on September 22, 2026, at 1120 I Street, Reedley, CA 93654.

8.0 ADJOURNMENTS

ACTION: Motion to adjourn the meeting at 12:00 p.m. M/S Omachi/Hunter. Motion passed unanimously: Hunter-aye; Omachi-aye

Respectfully submitted

Bruce Hunter
Finance Committee Chair