



Board Agenda Item 38

DATE: December 9, 2025

TO: Board of Supervisors

SUBMITTED BY: Lisa A. Smittcamp, District Attorney

SUBJECT: Retroactive Automobile Insurance Fraud Program Grant Application and Agreement

RECOMMENDED ACTION(S):

1. **Retroactively approve and authorize the District Attorney's previous submittal of a grant application to the State of California, Department of Insurance (CDI) for continuation of the Automobile Insurance Fraud Program, for the period July 1, 2025 through June 30, 2026 (\$577,105);**
2. **Approve retroactive Grant Award Agreement for continued funding of the Automobile Insurance Fraud Program with CDI, for the period July 1, 2025 through June 30, 2026 (\$446,658);**
3. **Adopt Resolution retroactively authorizing the District Attorney, or her designee, to execute retroactive Grant Award Agreement, including any extensions or amendments, and accepting all liability arising out of the performance of the Grant Agreement;**
4. **Adopt Budget Resolution increasing FY 2025-26 appropriations and estimated revenues in the amount of \$41,658 in the District Attorney's Special Revenue Fund 0060, CDI Automobile Fraud Program, Org 1104 (4/5 vote); and**
5. **Adopt Budget Resolution increasing FY 2025-26 appropriations and estimated revenues in the amount of \$41,658 in the District Attorney-Grants Org 2862 (4/5 vote).**

There is no additional increase in Net County Cost associated with the recommended actions, which will allow for the continuation of the Automobile Insurance Fraud Program through June 30, 2026. The Automobile Insurance Fraud Program application was submitted to meet the State's deadline, contingent on your Board's approval. The CDI requires the District Attorney, or her designee, to be the designated official authorized to sign the recommended Grant Award Agreement, including any extensions or amendments, so the third recommended action adopts a resolution retroactively authorizing the District Attorney, or her designee, to execute the recommended grant agreement. This item is countywide.

ALTERNATIVE ACTION(S):

If the recommended actions are not approved, the Automobile Insurance Fraud Program will not be funded for FY 2025-26. The loss of this grant will result in the elimination of one Deputy District Attorney and one Senior District Attorney Investigator.

RETROACTIVE AGREEMENT:

The request to approve and accept the CDI grant award is retroactive because the District Attorney did not receive the recommended Automobile Insurance Fraud grant award agreement until November 4, 2025, after the effective date of the grant. This precluded placement of the item on an earlier Board date.

FISCAL IMPACT:

There is no increase in Net County Cost associated with these actions. There is no match requirement for the receipt of funds. The Department submitted a grant application in the amount of \$577,105 to the CDI and was awarded \$446,658 for the Fresno County FY 2025-26 Automobile Insurance Fraud Program. This grant award amount, when combined with Net County Cost of \$165,676, provides \$612,334 for the FY 2025-26 Automobile Insurance Fraud Program. This amount is \$41,658 more revenue than the \$570,676 that is included in the FY 2025-26 Adopted Budget for the District Attorney-Grants Org 2862. The third and fourth recommended actions are required to increase the FY 2025-26 appropriations and estimated revenues in the amount of \$41,658 in the District Attorney's Special Revenue Fund 0060, CDI Automobile Fraud Program, Org 1104 and the District Attorney- Grants Org 28628000. Increases to both Orgs are necessary to align appropriations and revenues with the funding amount received from the CDI this fiscal year.

DISCUSSION:

Senate Bill 1103, implemented in 1989, provided for distribution of funds to District Attorney's Offices in California, to enhance the efforts directed toward prosecution and incarceration of individuals committing auto insurance fraud. In 1991, Chapter 1222 added statutes relating to false and fraudulent claims, revised maximum fines for insurance fraud violations, and provided a two-year sentence enhancement for each prior violation. The CDI approved the County to receive funds, pursuant to Insurance Code Section 1872.8, and the County's Auto Insurance Fraud Program has been in place since 1991.

The District Attorney uses the funds received from this program to prosecute automobile insurance fraud by employing one Deputy District Attorney to prosecute all auto insurance fraud cases filed in the County and serve as the designated individual for law enforcement and insurance industry representatives to contact regarding auto insurance fraud claims. The program also funds one Senior District Attorney Investigator to investigate program-related cases. The District Attorney's Office continues to establish new contacts for the program within the local legal, medical, and insurance communities. This outreach will facilitate the successful prosecution of complex investigations.

The resolution in the third recommended action authorizes the District Attorney, or her designee, to execute the Grant Award Agreement, and provides that the County accept any liability arising out of the performance of the Grant Award Agreement, including civil court actions for damages, and the State of California and the CDI disclaims responsibility for any such liability. If grant funding for this program is discontinued, all associated positions will be deleted.

REFERENCE MATERIAL:

BAI #17, January 7, 2025

ATTACHMENTS INCLUDED AND/OR ON FILE:

On file with Clerk - Auto Grant Application / Agreement with CDI
On file with Clerk - Resolution
On file with Clerk - Budget Resolutions

CAO ANALYST:

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