

COUNTY OF SAN DIEGO CREDIT OVERVIEW



May 22, 2025 and May 23, 2025





County Team

Presenters

- Joan Bracci, *Chief Financial Officer*
- Matthew Parr, *Director, Office of Economic Development and Government Affairs*
- Chris Herrera, *Chief Deputy, Treasurer-Tax Collector*
- Alejandra Larios, *Interim Chief of Staff, Assessor/Recorder/County Clerk*
- Joshua Ramirez, *Manager, Office of Financial Planning*
- Tracy Drager, *Auditor and Controller*

Additional Resources

- Julie Bjerke, *Assistant Auditor and Controller*
- Myrna Zambrano, *Assistant Treasurer-Tax Collector*
- RC Kinzly, *Chief Investment Officer*
- Leeanna Kirby, *Assessor/Recorder/County Clerk, Chief Deputy*
- Dianson Wong, *Debt and Capital Finance Officer, Office of Financial Planning*
- Michelle Issa, *Municipal Advisor, Public Resources Advisory Group*





Agenda

1	Active County Planning and Management
2	Diverse Regional Economy
3	Large and Growing Tax Base
4	Financial Highlights
5	Retirement Update
6	Debt and Capital Overview
7	Conclusion





Financial Planning is Ongoing at the County

- **Collaborative fiscal oversight and planning**
 - Annual planning includes General Manager / Group Finance Director / All Departments
 - Cost Commission (internal rates)
 - Facilities Planning Board (capital planning and major maintenance)
 - Debt Advisory Committee (debt issuance and administration)
 - Treasury Oversight Committee (investment of funds held by the County)
- **Active management of costs**
 - Addressing emergent costs within existing budget, whenever possible
 - Maintaining strong cash and reserve balances
 - Using stabilization strategies (budget, pension)
 - Quarterly budget updates to the Board of Supervisors
- **Compliance with County fiscal policies and leveraging all available financial resources**
 - Using one-time funding sources for one-time uses only, to preserve structurally sound budget (Admin Ord Sec 113.4)
 - Full cost recovery (Board Policy B-29)
 - Prioritizing the use of funding sources outside of the General Fund





Institutionalized Financial Policies

Subject	Charter
Economy and Efficiency Determinations	Charter Sec. 703.10 and 916
Pension Stabilization and Debt Uses	Charter Sec. 800.1 and 800.2
Subject	Ordinance
General Fund Balances and Reserves	Admin Code Sec. 113.1-113.3 Minimum, Commitments and Assignments, Replenishment
Structurally Balanced Budget	Admin Code Sec. 113.4 Fund Balances and Use of One Time Revenues
Debt Uses and Limits	Admin Code Sec. 113.5 (d) & (e) Management Practices
Subject	Board Policy
Contracts	A-81, Procurement of Contract Services; A-87, Competitive Procurement; A-97, Protest Procedures for Award of Contracts; B-29, Department Responsibility for Cost Recovery; B-74 Contracting Standards for Janitorial, Landscaping, and Security Services Contracts
Capital and Major Maintenance	B-37, Use of Capital Program Funds; G-16, Capital Facilities Planning
Small Business, VOB, and DVBE Contracts	B-39a, Veteran Owned Business (VOB) and Disabled Veterans Business Enterprise (DVBE) Program; B-53, Small Business Policy (SBP)
Budget Development Process	B-63, Competitive Determination of Optimum Service Delivery Method
Long-Term Financial Planning	B-65, Financial Management and Long-Term Obligations Policy
Prop 172 and Tobacco	A-126, Proposition 172 and New Program Revenues in the Sheriff's Department, Office of the District Attorney and the Probation Department; E-14, Expenditure of Tobacco Settlement of Revenue in San Diego County



Stability in the Midst of Uncertainty

- This year the Board of Supervisors will consider an operational plan based on community input through meetings, surveys, and online interactions, to create certainty in the midst of uncertainty in communities and to continue to invest in the services all San Diegans rely upon
- Key investments in:
 - Housing & homelessness services; behavioral health services; public safety; infrastructure; vulnerable populations; environmental sustainability; and a skilled and innovative workforce
- The Board of Supervisors and County staff remain committed to fiscal responsibility and prudent use of financial resources
- Strong institutionalized financial management practices ensure a commitment to fiscal stability and efficient delivery of government services



County Strategic Priorities



Sustainability

Economy
Climate
Environment
Resiliency



Equity

Health
Housing
Economic
Opportunity



Empower

Workforce
Transparency and
Accountability
Innovation



Community

Engagement
Safety
Quality of Life
Communications
Partnership



Justice

Safety
Restorative
Environmental



Community Resiliency/Emergency Preparedness

- Fire Response and Safety: Community Risk Reduction Program
 - Leading California with defensible space and home hardening
 - Enhancing safety through wildfire protection plans and community preparedness
 - Reducing fire threat through vegetation management initiatives and grants
- Emergency Notification and Evacuation Management Projects
- IT infrastructure risk mitigation



San Diego Sheriff helicopter hovers over the first County heli-hydrant as its hose sucks up water in Fallbrook. www.kpbs.org





Federal Policy Impact

- County receives \$1.3 billion (16.2%) in federal funding, \$2.6 billion (29.7%) in State funding
- Impacts to shifts in federal policy
 - Executive Orders
 - Eliminate DEI efforts, reimagine FEMA, freeze federal funding
 - DOGE
 - FY 26 'Skinny budget' request
 - Elimination or reduction in funding for programs at HHS and HUD
 - Tariffs
- Uncertainty about policy changes have disrupted local government focus and added risk





Federal Policy Impact Cont.

- Impacts to Congressional actions
 - Budget Reconciliation
 - Proposals to reduce funding for Medicaid, SNAP, TANF, SSBG
 - FY 26 Appropriations
- Reductions in funding will have a significant impact on County operations and finances
- County Incident Command Structure (ICS)
 - Track federal actions
 - Risk Mitigation
 - Advocacy





State Budget Impacts



- May Revise – May 14
 - Placeholder May Revision
 - \$12+ billion deficit
 - Reduced capital gains, weaker corporate taxable profits, lower wages and personal information tax, reduced personal income tax
 - Elimination of Medi-Cal for All for adults
 - No new funding for local governments
 - No mitigation to address federal uncertainty
- Governor's Proposed Budget – January 10
 - Placeholder budget
 - Modest surplus - \$363 million
 - Economic indicators more stable than FY 24-25
 - No significant new investments in programs
- Enacted Budget – June 15
 - Potential Special Session in fall



Ongoing and Active Planning

RISKS

- Economic uncertainty
- Federal and State policies and funding
- Real estate market
- Market returns

MITIGATION STRATEGIES

- Prioritize mandated services
- Consolidate/restructure and streamline operations
- Prioritize funding requests
- Employ revenue stabilization strategies
- Maximize alternative funding
- Thoughtful investment of General Purpose Revenue

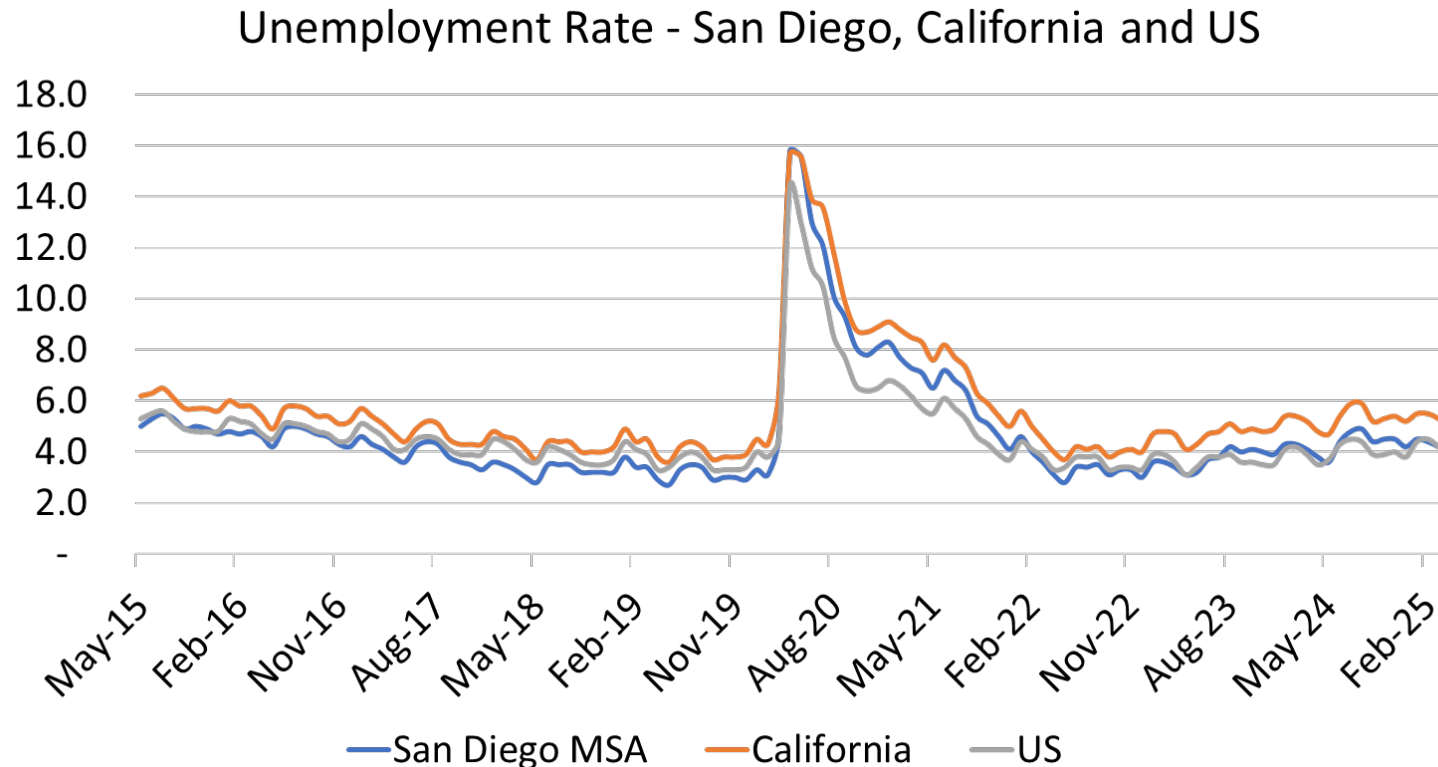




Diverse Regional Economy

Employment Environment

- In April 2025, San Diego's unemployment rate of 4.0% was below the State's rate of 5.0% and slightly above the national rate of 3.9%.



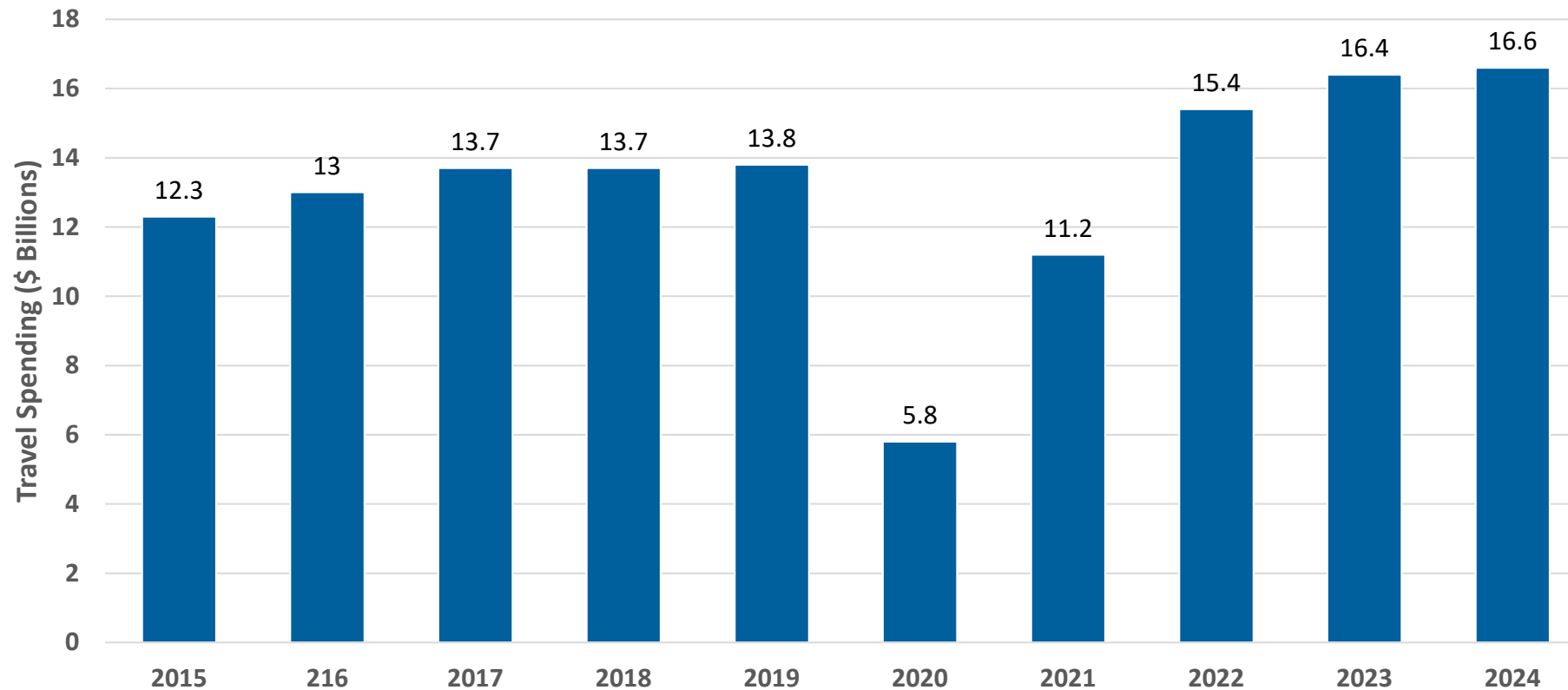
Source: U.S. Bureau of Labor Statistics and California Employment Development Department





San Diego Tourism

- In 2024, travel-related spending in San Diego reached \$16.6bn and generated \$1.2bn in state and local tax revenue.



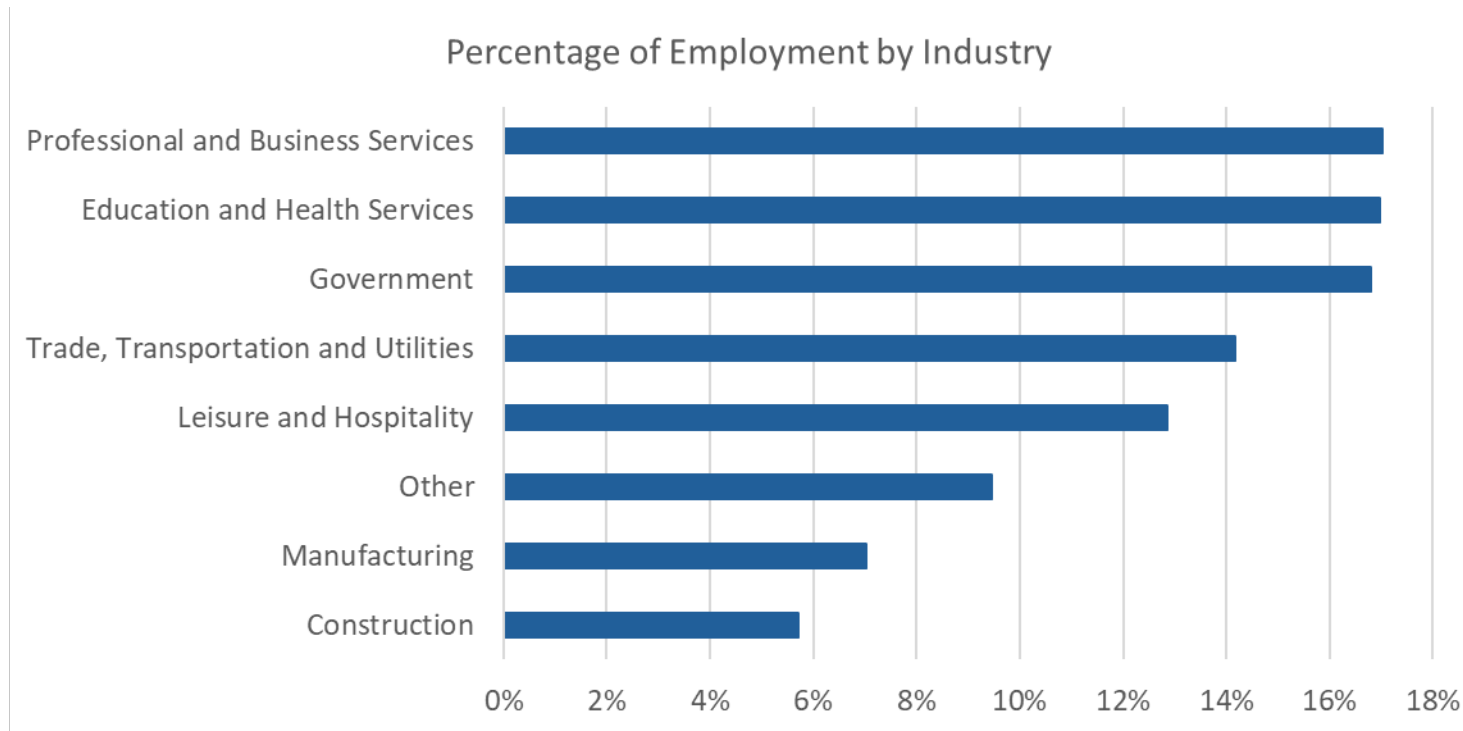
Source: Visit California, 2024 Economic Impact of Travel.





Employment by Industry

- Regional economy is diverse with no industry representing more than 17% of total employment.
- Total non-farm employment in April 2025 grew 0.6% y-o-y.

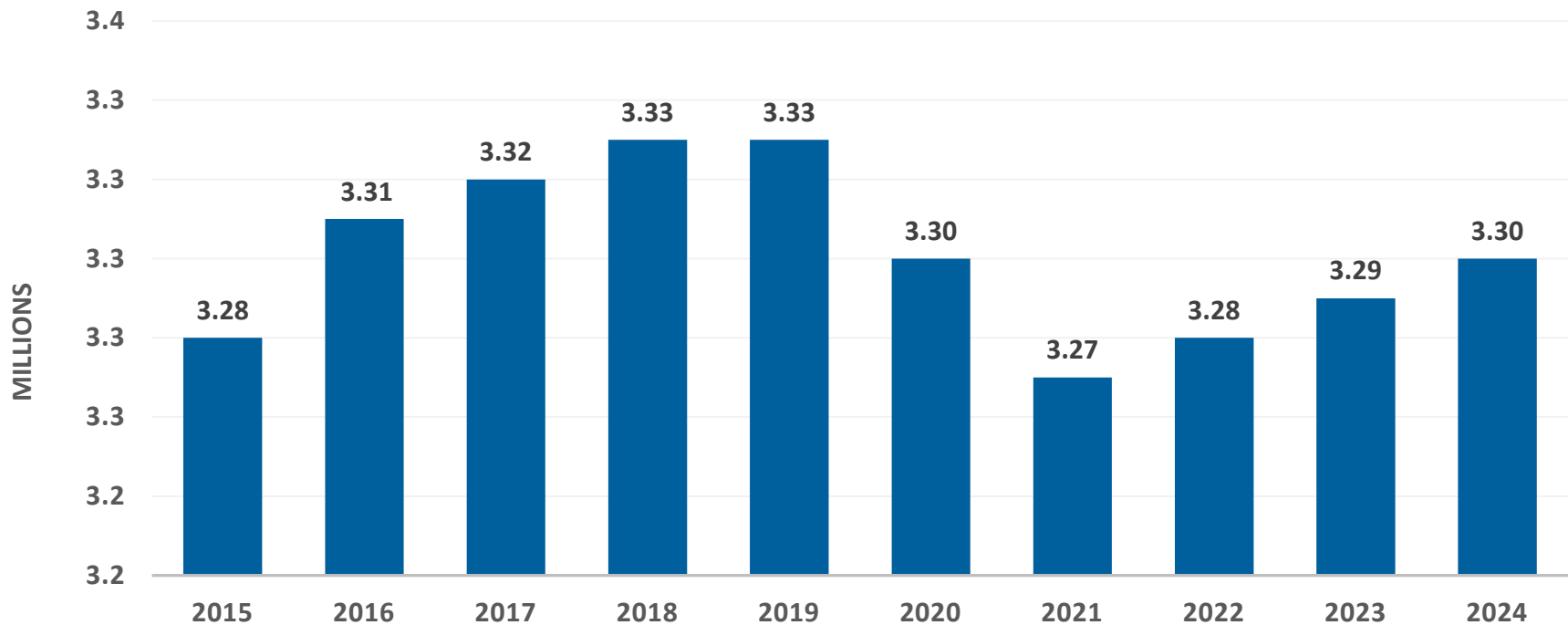


Source: Bureau of Labor Statistics, San Diego MSA February 2025.



Stable Population

- San Diego County’s population grew by 0.6% over the last 10 years and averaged 3.3 million residents over the past 5 years

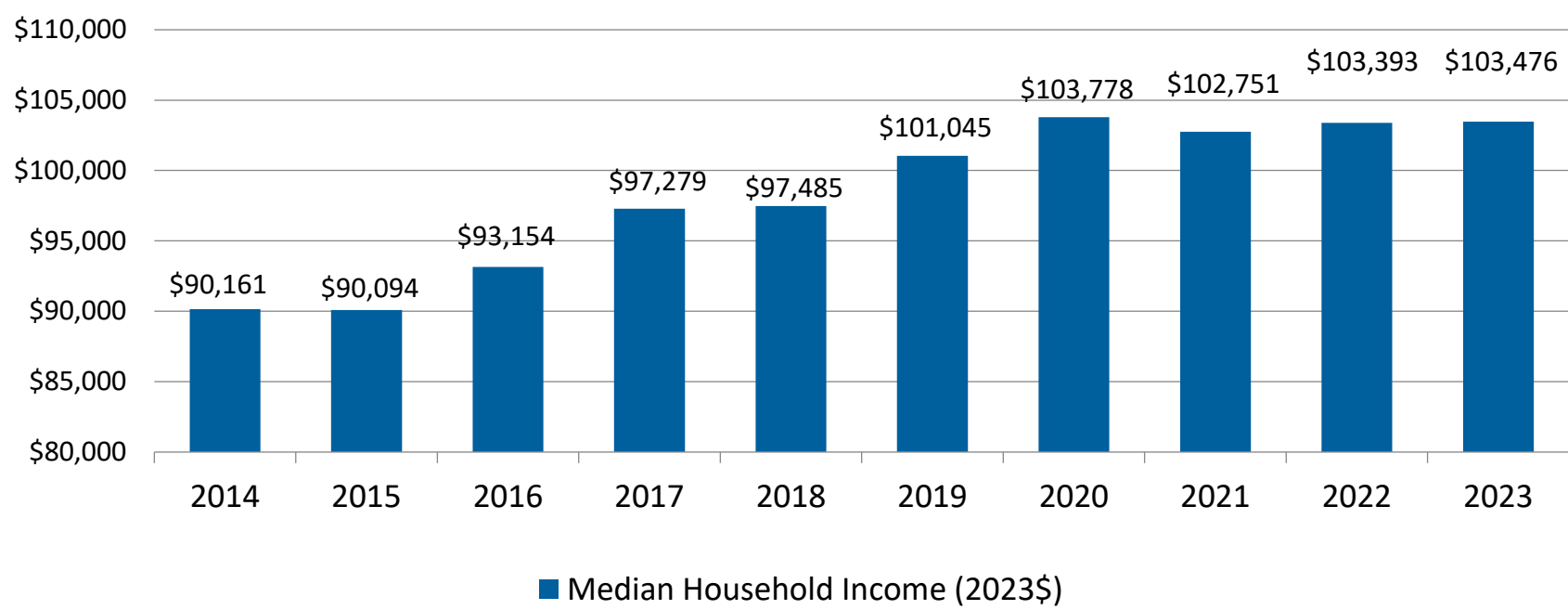


Note: Data for 2010 and 2020 are official census counts. Other years are estimates
Source: U.S. Census Bureau



Household Income

- Since 2014, real median household income has increased 15%.
- Real median income has stabilized at ~\$103,000 since the pandemic.

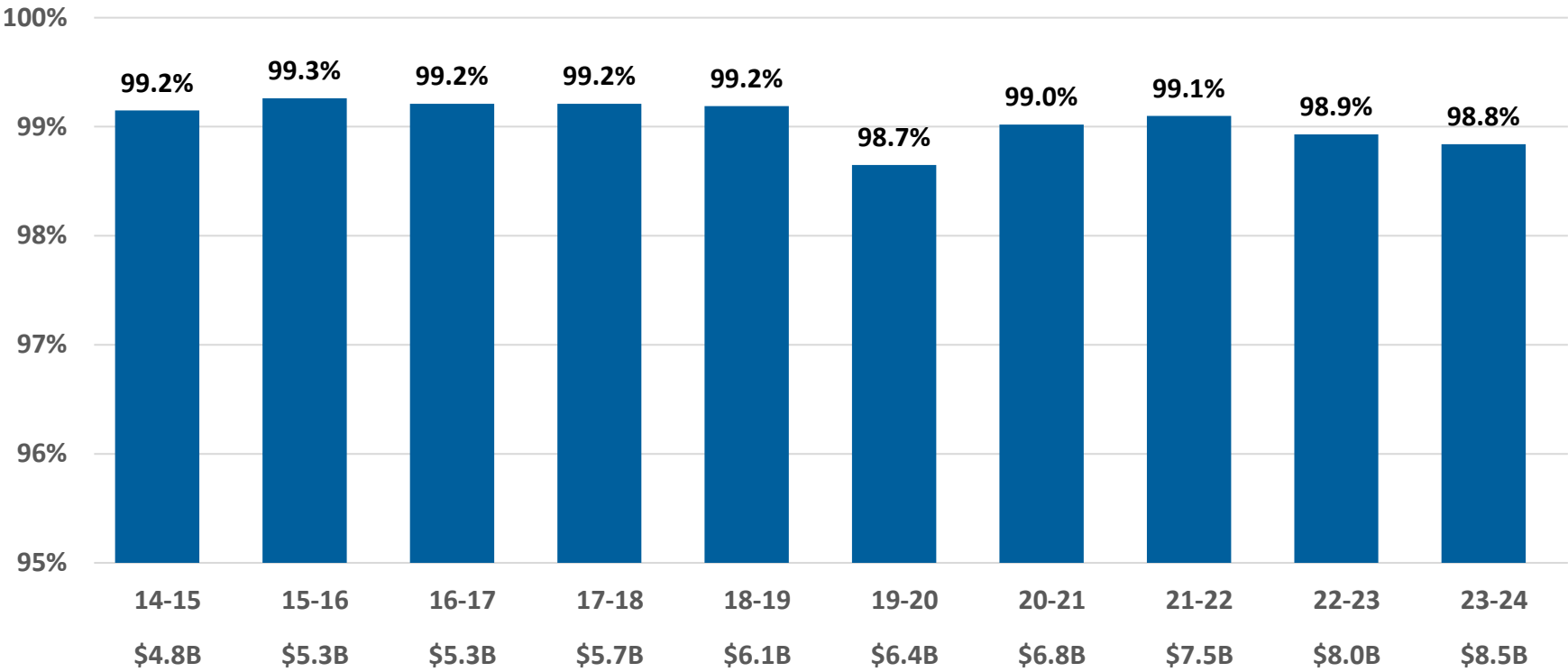


Source: U.S. Census Bureau and U.S. Bureau of Labor Statistics, adjusted for inflation using 2023 dollars.



Secured Tax Collection

- Total secured tax collected reached \$8.5 billion in FY24 with a 99% collection rate.



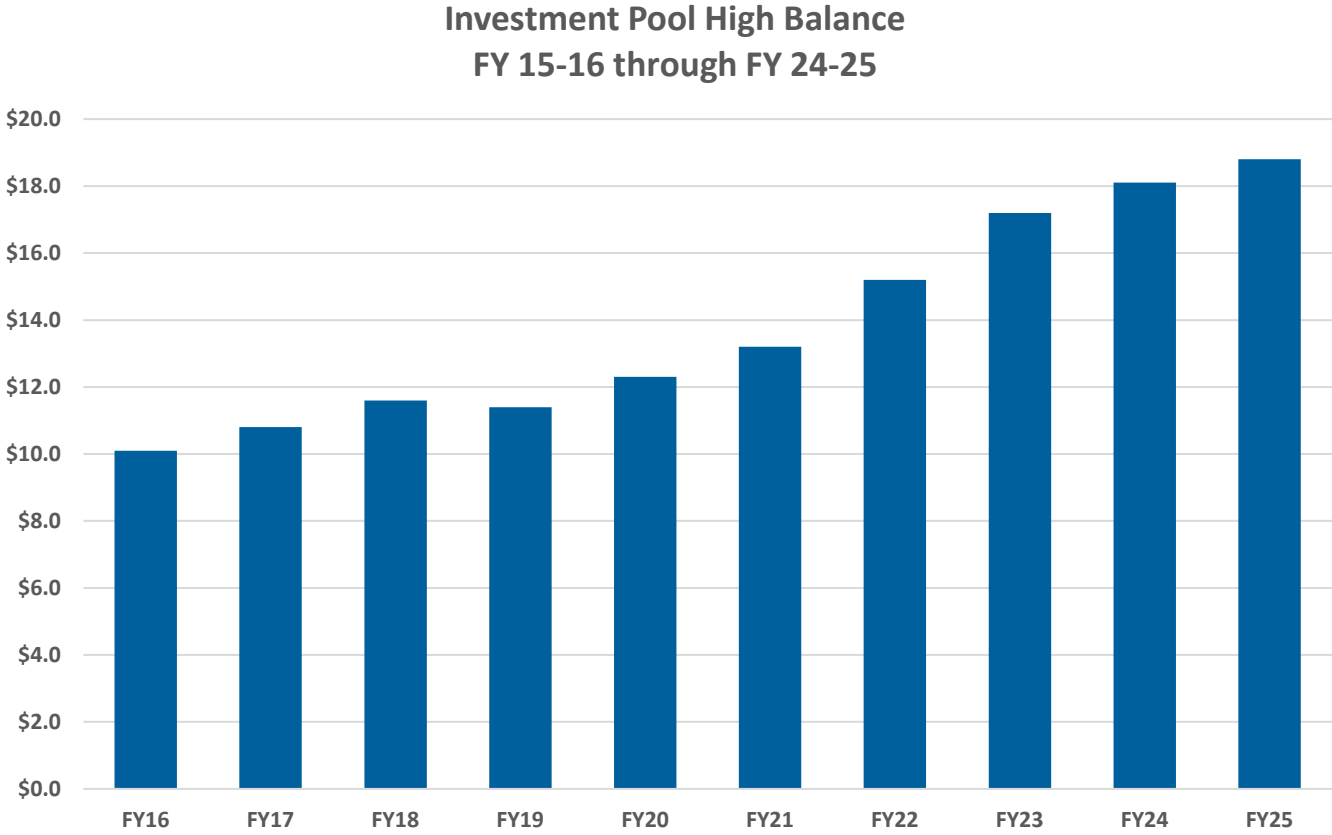
Source: San Diego County Treasurer-Tax Collector





Strong Growth in Investment Pool

- Our AA Af-rated Investment Pool reached a record high of \$18.8 billion in April 2025.



Source: San Diego County Treasurer-Tax Collector.



County of San Diego
Permit Center

Planning & Development Services

- Planning/Zoning
- Building Permits & Inspection
- Grading & Land Development
- Right of Way Permits
- Code Enforcement

Public Works

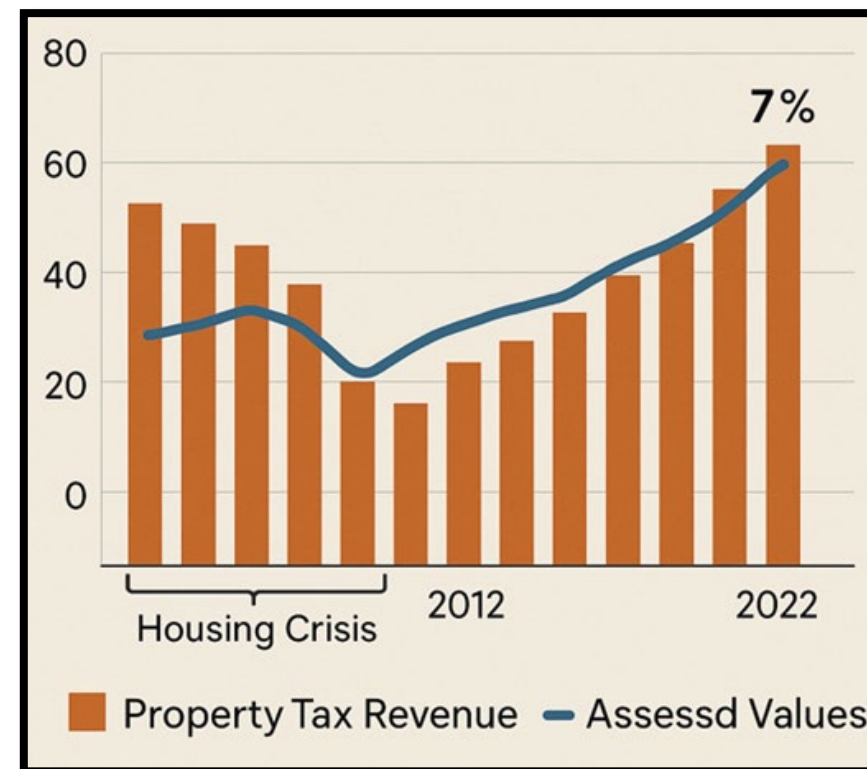
- Grading & Land Development Inspection
- Survey Records
- Health & Quality

Large and Growing Tax Base

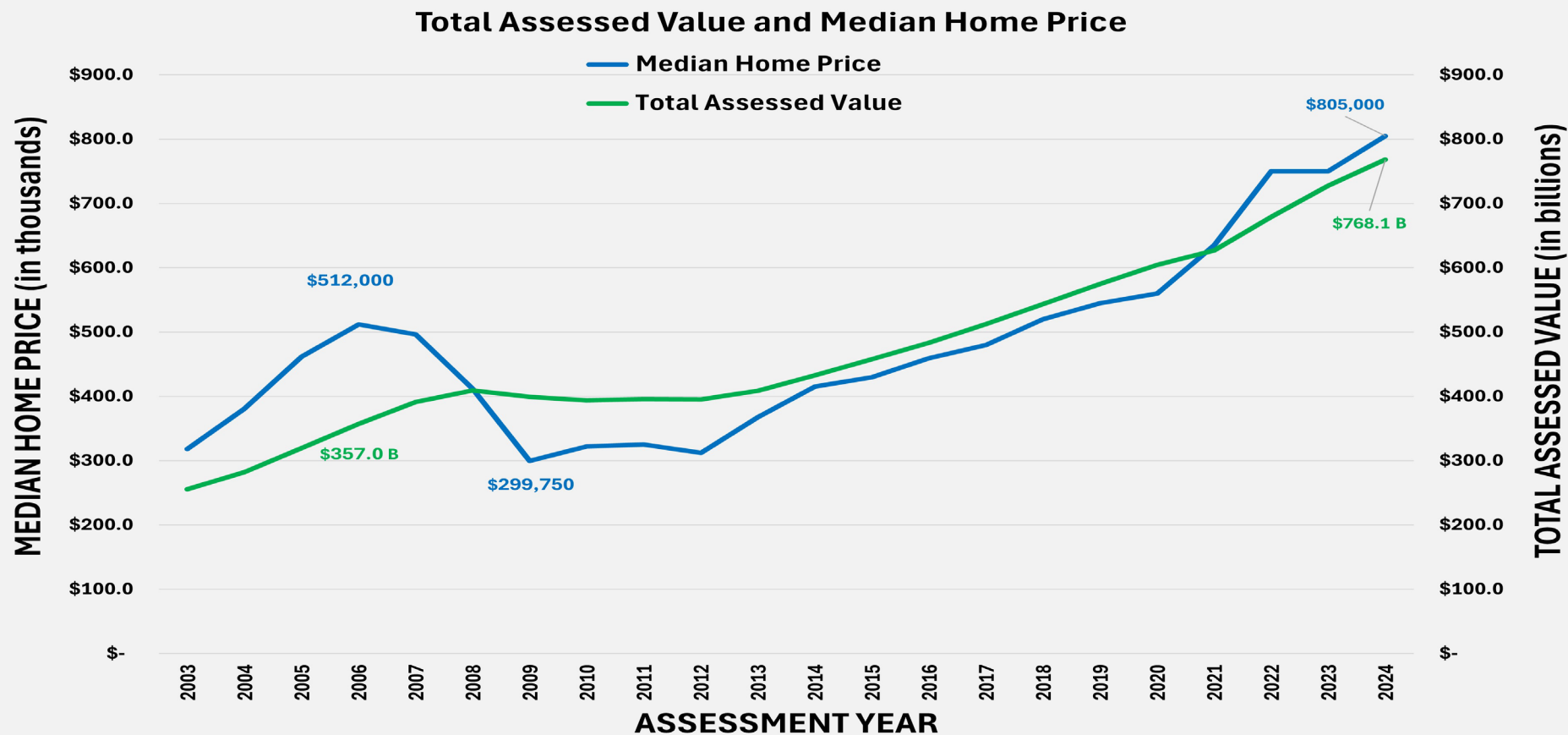


Proposition 13 Stabilizes Property Tax Revenue

- The provisions of Proposition 13 insulate the property tax base from short term downturns in the real estate market as were seen post-2006.
- Property taxes are based on 1% of assessed value and are increased up to 2% annually unless a reassessment has occurred.
- Property is reassessed to market value upon a change ownership, or for the value added by new construction.



Proposition 13 Protects the Property Tax Base



Note: Median Home Price includes sales of new and existing single-family residences through 1/1/2024
Source: County of San Diego Assessor/Recorder/County Clerk and Core Logic Home Price Index, respectively





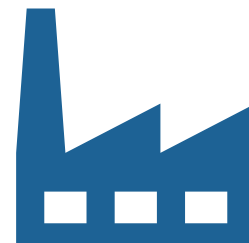
2024-25 Distribution of Parcels & Assessed Values



950,095
Residential
\$567,280,152,756



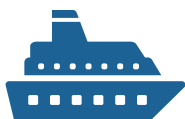
27,296
Commercial
\$104,723,707,020



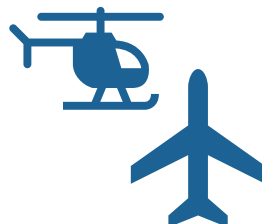
11,382
Industrial
\$45,808,210,797



29,156
Farm/Rural Land/ Institutional/
Recreational/Miscellaneous
\$18,386,206,170



14,852
Boats
\$1,158,454,260



1,576
Aircraft
\$1,435,797,712



56,839
Business Personal
Property Accounts
\$29,313,928,285



Sources: County of San Diego Assessor/Recorder/County Clerk, as of 1/1/2024



Strong Home Prices Led to Robust AV Growth For 2024-25

- Home sales are at their lowest level since 2007 (a 22% decrease from 2023 to 2024). The low inventory of homes for sale, leads to strong home sales prices.
- Average value increment for Residential change in ownership reassessments was \$391,035, still at a historic level, but down -7% from 2023 to 2024.
- Average value increment for Commercial change in ownership reassessments is \$1.5 Million, down -43% from 2023 to 2024.
- Prop. 13 caps the annual CPI Adjustment at +2%. This was applied to 93% of all properties in the County, adding a record \$13.15 billion to the Assessment Roll in 2024-2025.
- Even with strong median home prices, market fluctuations in 2023 led to over 18,000 temporary Proposition 8 reductions. These temporary reductions were partially or fully restored for 2024, adding \$1.9 billion to the 2024-2025 roll.
- The 2024-25 San Diego County Assessment Roll grew at a rate of 5.58% before exemptions (Gross) and 5.49% (Net).
- 2024-25 was the 12th straight year with positive roll growth in San Diego County.





Commercial Real Estate in San Diego County

- Commercial parcels, retail and office, account for only 3% of the County's parcel count and \$104 billion or 13% of the County's \$768 billion assessed value.
- The commercial core in Downtown San Diego is the area most at risk for Prop. 8 declines in value due to higher-than-normal vacancy rates – approx. 35%.
- This commercial subset, 2,064 parcels located in the downtown area - roughly \$13.8 billion, or 1.9% of the assessment roll.
- Any valuation reductions made in this area would be de minimis.
- Despite the downtown office challenges, the regional market is insulated from large declines in value due to the strong presence of biotech, educational and military uses.
- Soon to be added to the Tax Roll will be the Gaylord Pacific Resort and Convention Center, operated by Marriott, scheduled to open in late May 2025 part of the larger Chula Vista Bayfront redevelopment project. The project is forecast to add roughly \$500 Million to the tax roll.





Outlook for 2025-26: +4.0% AV Growth


- Recorded deeds (all types) are up 4.12% in 2024.
- Higher interest rates are decreasing home affordability. Prices remain strong due to low supply. On June 30, 2024, San Diego County median home prices were
 - \$1,053,000 (detached) and
 - \$685,000 (attached),
 - \$920,000 (combined) according to Core Logic.
- Additional Prop. 8 temporary AV reductions are not expected on homes as prices are increasing on low inventory. Some reductions may be warranted in the downtown commercial office sector.
- High inflation may lead to less new construction, due to increased costs.
- Bringing in new technology advances at the Assessor's office can contribute to more discovery of taxable property, ultimately growing the tax roll.
- A 2024-25 CPI adjustment of 2%, applied to over 94% of all parcels, will add another \$13.5 billion to the assessment roll, adding +1.90% in AV growth in and of itself.
- Projecting **assessed value growth of 4.0% County-wide**, with an upward bias.
- Legislative proposals can impact the housing market. Like "property transfer tax" in Los Angeles.

Source: County of San Diego Assessor/Recorder/County Clerk





Financial Highlights



Fiscal Year 2025-26 Recommended Budget Overview

- Total budget of \$8.62 billion; increase of 1.0% or \$85.8 million from Fiscal Year 2024-25
- Total staffing of 20,281.25 staff years; net decrease of 0.9% or 190.00 staff years
- Labor agreements with Safety bargaining units through Fiscal Year 2025-26. Labor negotiation assumptions were added for General employees.
- \$2.08 billion General Purpose Revenue; increase of 5.3% or \$105.1 million
- \$38.6 million for capital projects

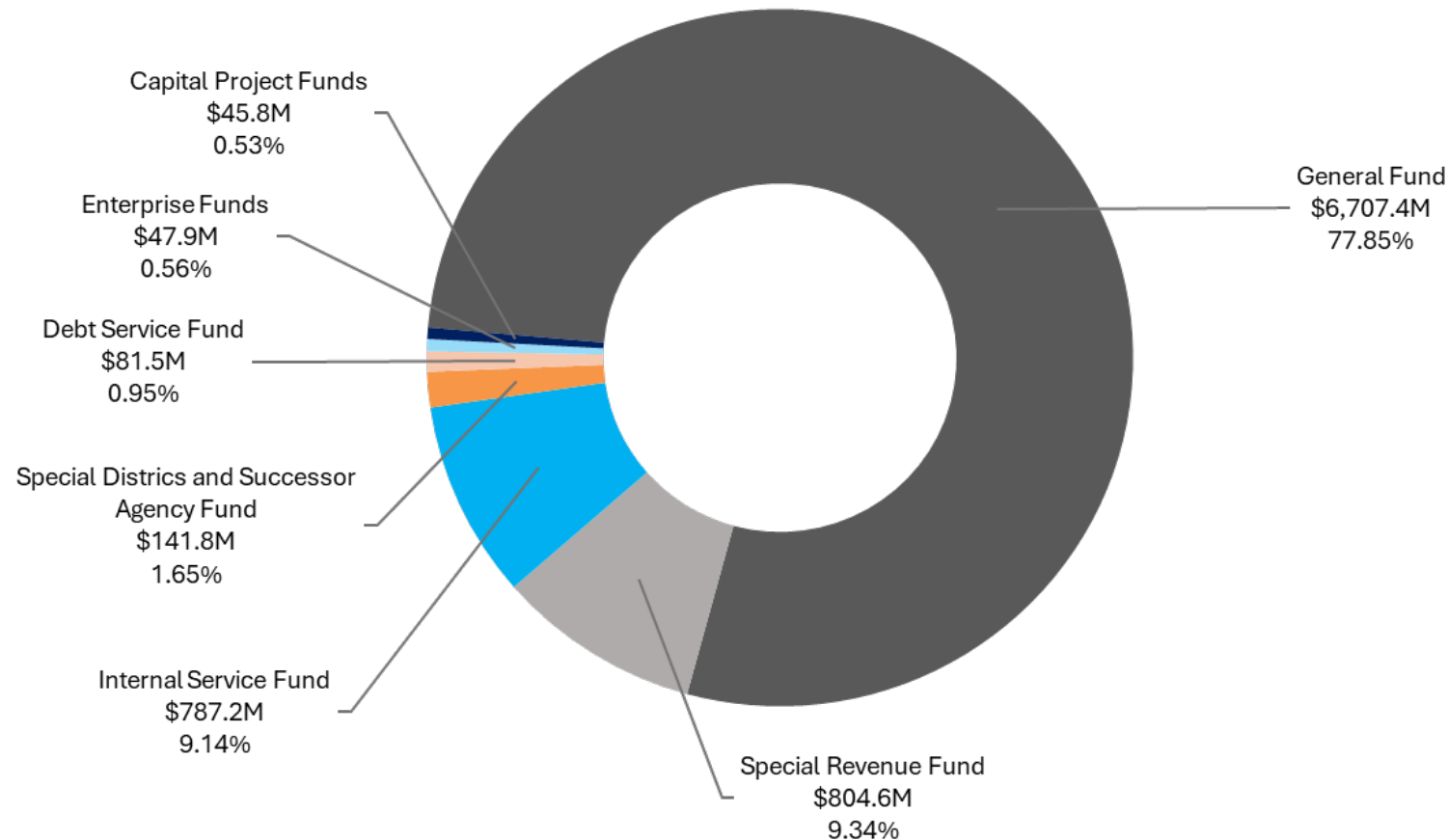


Fiscal Year 2025-26 Recommended Operational Plan: All Funds

Joshua Ramirez

Recommended Budget for all funds of \$8.62 billion; increase of \$85.5 million from Fiscal Year 2024-25 Adopted Budget

Total Appropriations by Fund

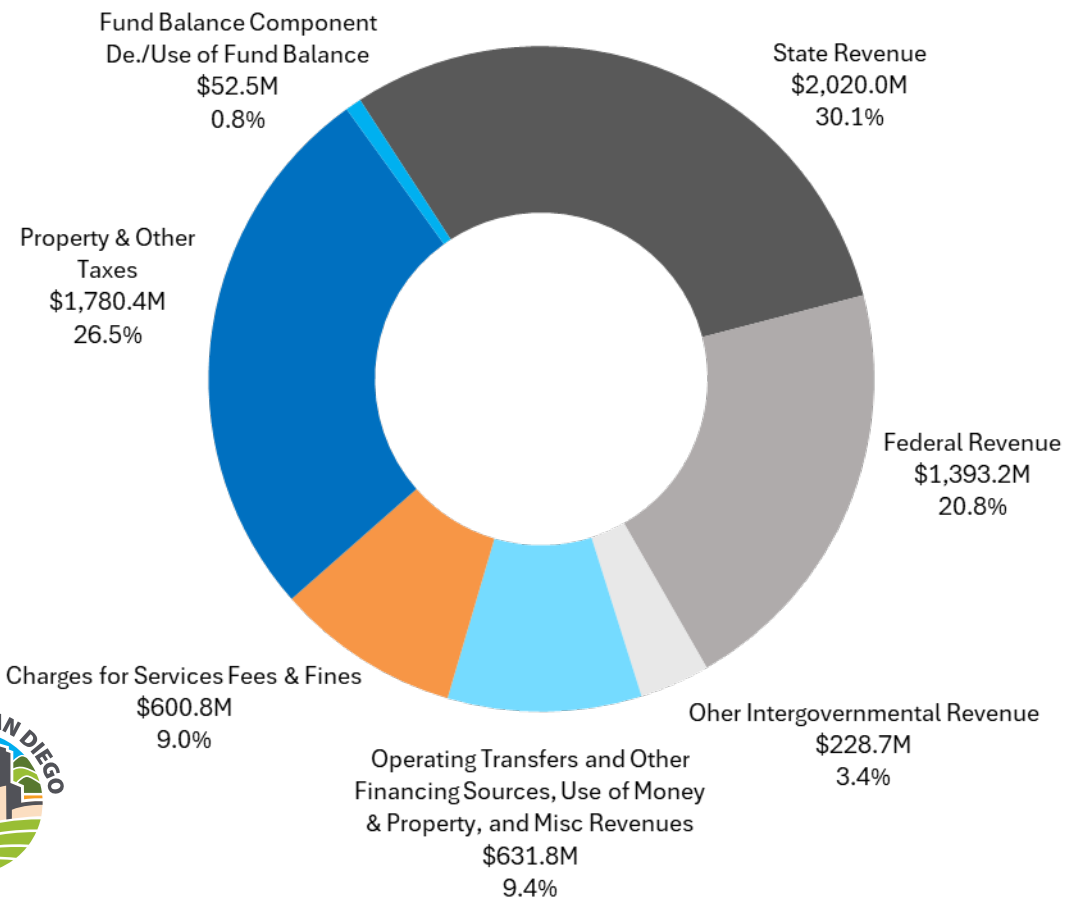


Fiscal Year 2025-26 Recommended Operational Plan: General Fund

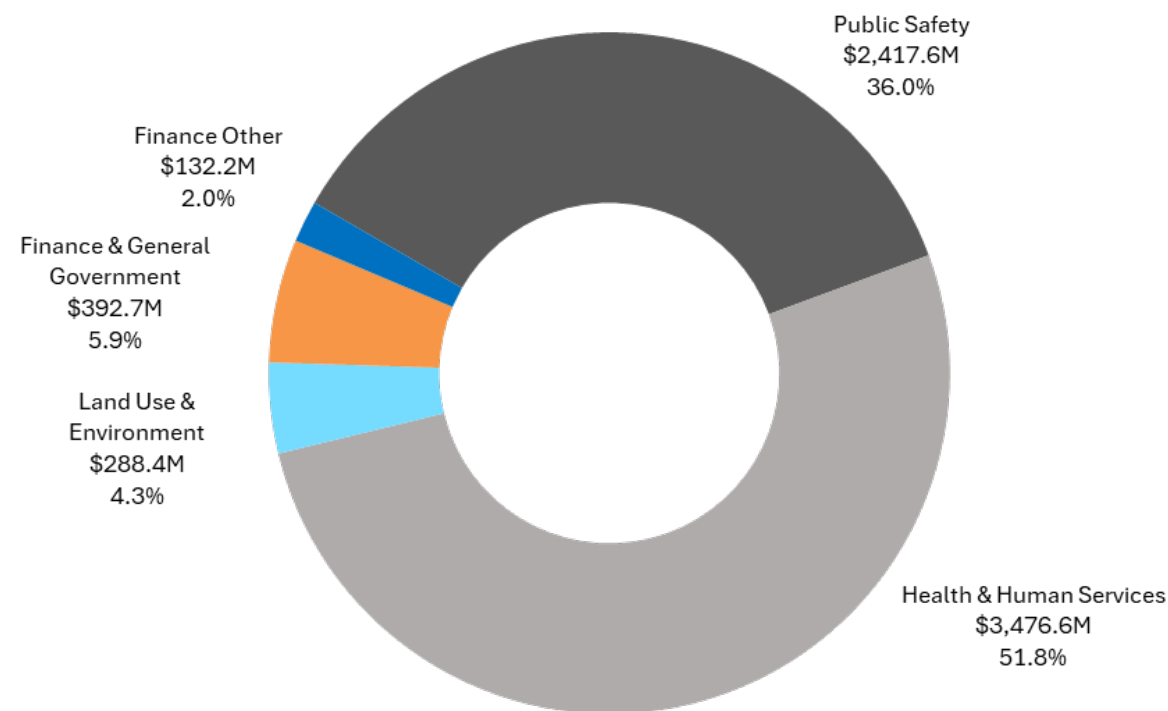
Joshua Ramirez

Adopted Budget for the General Fund of \$6.71 billion; increase of \$79.7 million from Fiscal Year 2024-25 Adopted Budget

General Fund Financing Sources



General Fund Appropriations by Group/Agency





General Fund Balance Components

Fund Balance	FY 2020-21 \$ million / % of FB		FY 2021-22 \$ million / % of FB		FY 2022-23 \$ million / % of FB		FY 2023-24 \$ million / % of FB	
Nonspendable	\$22.9	1.0%	\$48.4	2.1%	\$59.8	2.1%	\$50.7	1.8%
Restricted	692.3	30.3%	674.5	28.7%	928.5	32.9%	1,051.9	37.3%
Committed	500.2	21.9%	617.2	26.3%	616.5	21.9%	570.5	20.2%
Assigned	405.7	17.8%	393.5	16.7%	415.6	14.7%	634.9	22.5%
Unassigned	661.3	29.0%	616.5	26.2%	797.5	28.3%	691.8	24.5%
TOTAL	\$2,282.4	100%	\$2,350.1	100%	\$2,817.9	100%	\$2,999.8	100%

Source: Annual Comprehensive Financial Report for the identified years



General Fund FY 2024-25 Status Update

	(in millions)
Unassigned Fund Balance as of June 30, 2024	\$ 691.8
Plus: FY 2024-25 Year End Projected Operating Results as of 3 rd quarter	52.6
(A) Projected Unassigned Fund Balance for June 30, 2025	\$ 744.4
(B) General Fund Minimum Reserve as of June 30, 2024	\$ 973.5
FY 2024-25 Estimated Amount Above (Below) Minimum (A-B)	\$ (229.1)
Replenishment strategy based on anticipated FEMA reimbursement in FY 25-26 (\$138.8 million) and future operating results and over-realized Assessed Value (AV) growth for general purpose revenue in FY 26-27 (\$45.2 million) and FY 27-28 (\$45.2 million)	\$ 229.1

Note: Amounts represent unaudited results and totals may not sum due to rounding





Retirement Update



SDCERA Update

- SDCERA Trust Fund assets totaled \$17.7 billion at June 30, 2024
 - County of San Diego made its annual required contribution of \$857.4 million in July 2024
 - SDCERA paid out \$1.01 billion in benefits to over 22,000 retirees and beneficiaries during Fiscal Year 2024
- As of June 30, 2024, SDCERA's one-year investment return was 11.3%, and the five-year return was 6.9%
- The investment return assumption is 6.5%
- SDCERA's year-to-date investment return was 4.8% (4/30/25)
- Comprehensive study to review economic and demographic actuarial assumptions



Note: All investment returns are net of fees. All investment returns over one year are annualized.

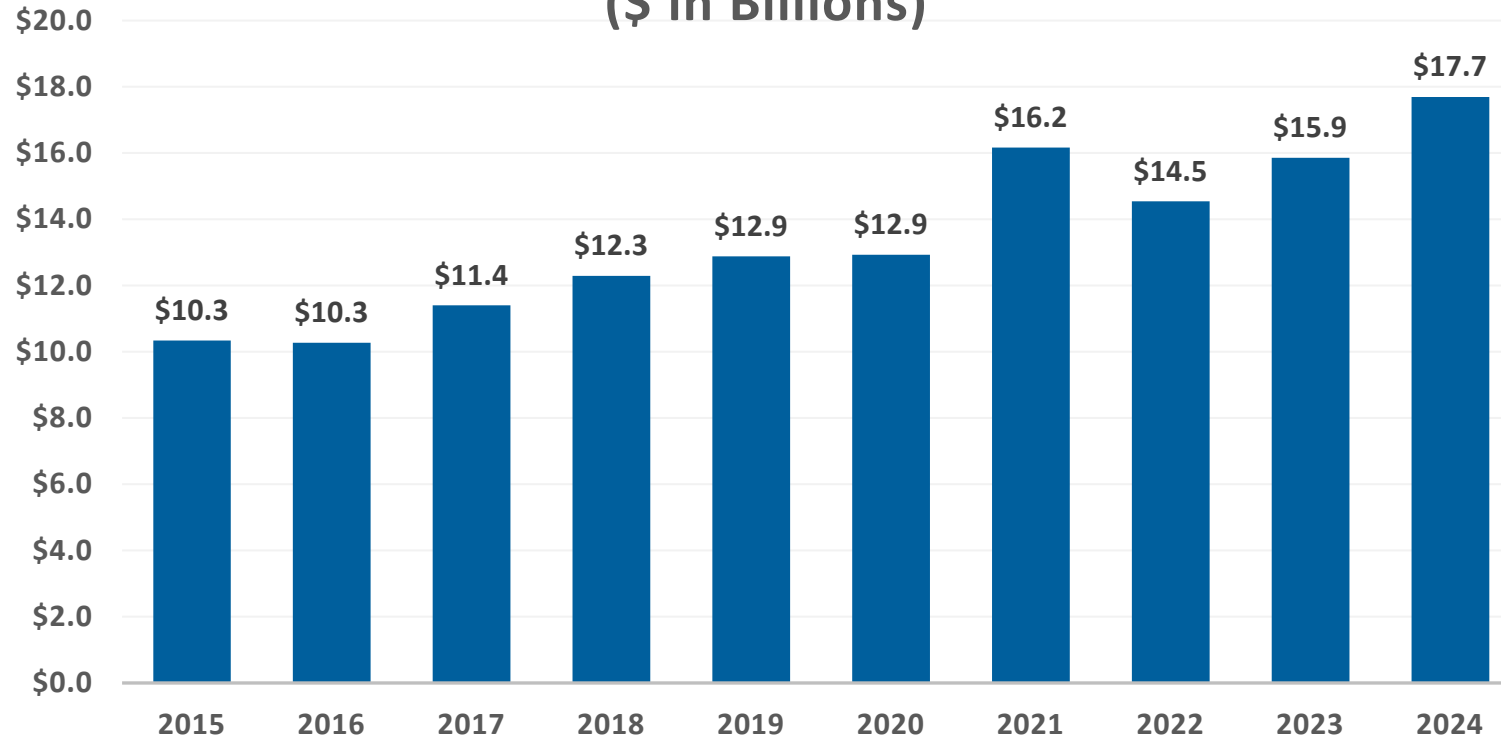
Source: SDCERA ACFR Fiscal year ended 6/30/24



SDCERA Net Pension Assets

- Assets reached a new high of \$17.7B in 2024

Market Value of Net Pension Assets
(\$ in Billions)



Source: SDCERA AFR Fiscal year ended 6/30/24



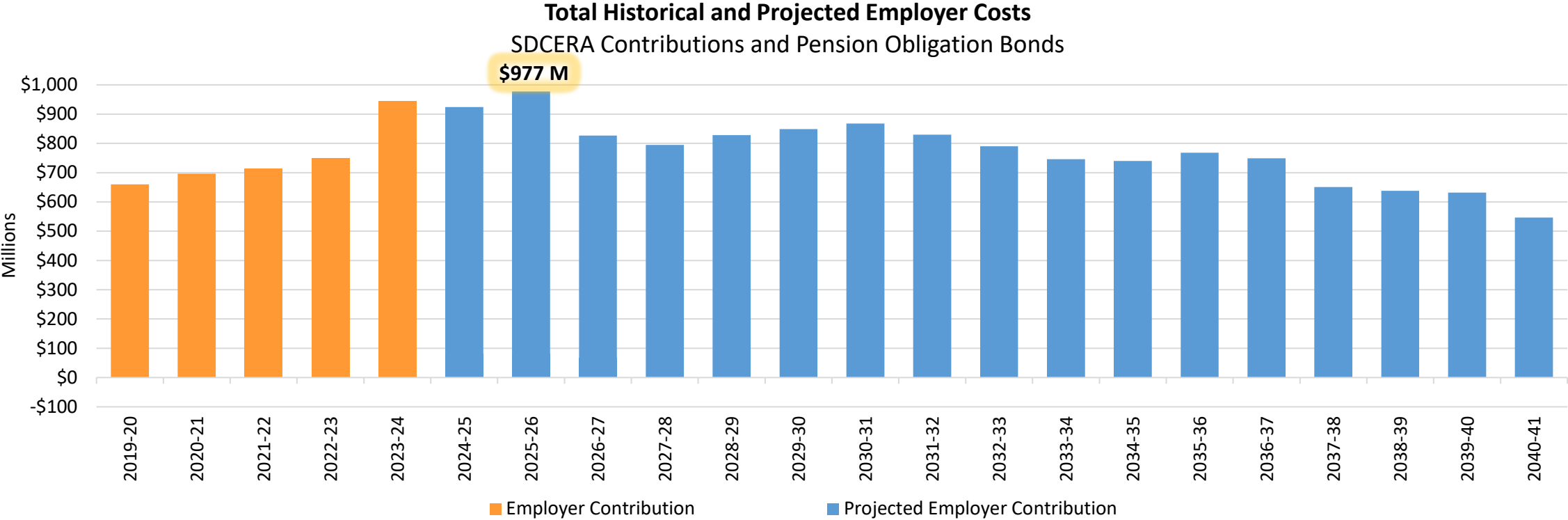


County Management of Pension Requirements

- Ongoing monitoring of the impact of market rates and actuarial assumptions
 - Pension stabilization strategy
 - County financial planning incorporates projections based on fund performance and actuarial assumptions
- Additional contributions to SDCERA
 - \$221.8 million of additional voluntary contributions over the past 20 years
 - If the General Fund Reserve minimum required balance is satisfied, County invests over-realized GPR from greater-than-anticipated AV growth to accelerate payment of pension UAAL
- Active management of costs with new retirement tiers established, most recently Tier D
 - General Members (1.62% at 65), established in 2018
 - Safety Members (2.50% at 57), established in 2020
- Active management of pension obligation bonds
 - Prepayment of \$264 million of POBs, eliminating variable rate exposure
 - Set aside \$383.0 million of General Fund fund balance for POBs



Retirement Costs



Notes: Projections based on assumed rate of return (ARR) of 6.50% for FY23-24 and all future years; in addition, inflation rate is assumed to be 2.50%, cost of living assumption for Tiers with 3% COLA is assumed to be 2.75%, and cost of living assumption for Tiers with 2% COLA is assumed to be 2.00% for FYs 23-24 and all future years. Employer Contribution includes Pension Obligation Bonds.

Valuation Date	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio
June 30, 2023	\$5.12 billion	76.3%
June 30, 2024	\$5.10 billion	77.5%
June 30, 2029 (projected)	\$3.53 billion	86.8%

Sources: SDCERA 2023 Annual Comprehensive Financial Report for FY 2023-24 and prior years; SDCERA Actuarial Valuation and Review as of June 30, 2023 and June 30, 2024; Segal Consulting memo dated November 13, 2024, Scenario 1.





Limited Other Post-Employment Benefits (OPEB) Obligations

- Effective July 1, 2007 health insurance allowance limited by SDCERA to Tier I and Tier II retirees
- Post-employment healthcare benefits are not a vested benefit
- June 30, 2024 OPEB UAAL is \$12.4 million, a decrease of \$36.8 million from the previous valuation
 - Closed group of 2,918 members
 - OPEB UAAL equals 0.2% of the \$5.10 billion pension UAAL
- OPEB contributions funded at the full actuarially determined contribution, \$12.8 million as of the 2024 valuation⁽¹⁾

(1) The ADC calculated in the June 30, 2023 valuation was used to determine the contribution for FY 2025. The ADC calculated in the June 30, 2024 valuation will be used to determine the contribution for FY 2026.

Source: San Diego County Employees Retirement Association OPEB Plan – Actuarial Valuation as of June 30, 2024 pg. 7





Debt and Capital Overview



Conservative Management of Capital Program and Long-Term Obligations

Capital Program

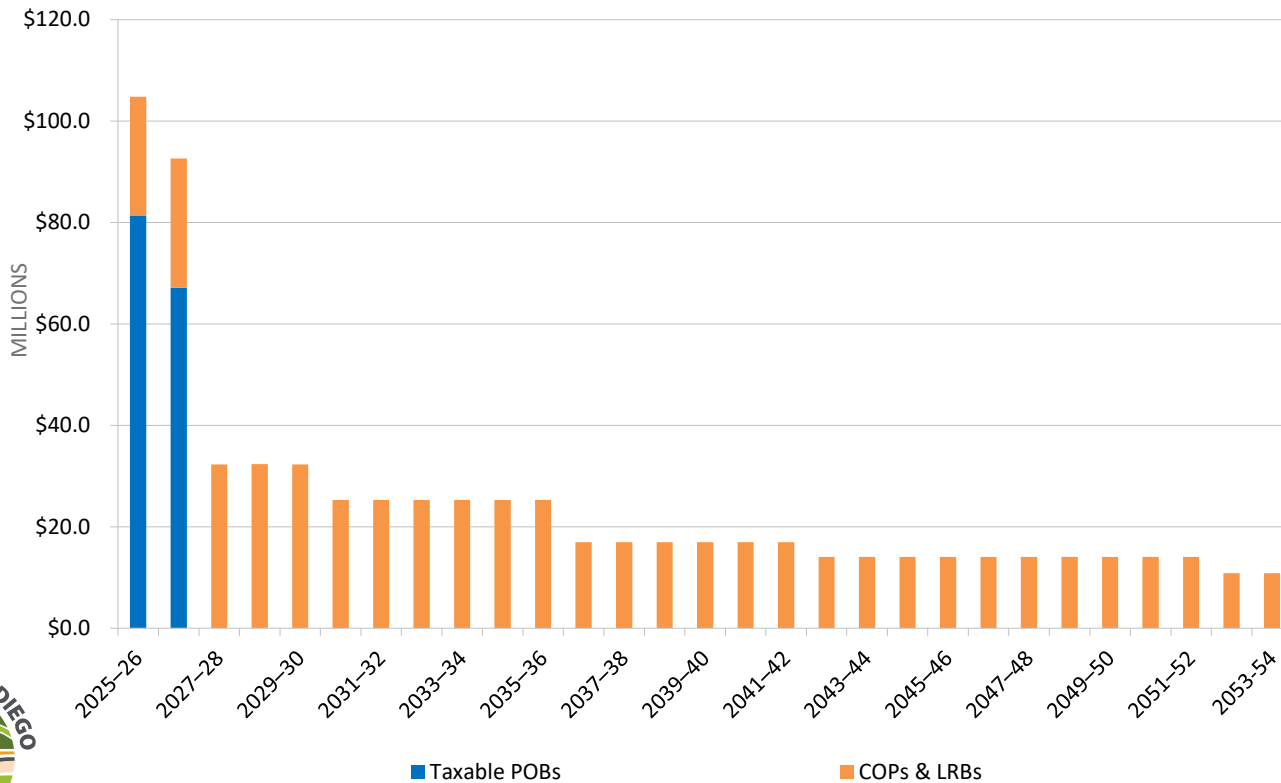
- Capital Improvement Needs Assessment (CINA) planning process was revised in FY 2019-20 to improve the estimation process and ensure that only projects ready to advance are funded
- 2025-30 CINA includes \$838.2 million of active and priority projects
- Capital projects are funded through a prudent combination of cash and lease financing
- Over the last five years, the County has included \$895.4 million in its Operational Plan for over 100 capital projects

Long-Term Obligations

- \$351.1 million of lease obligations outstanding
- \$140.4 million of pension obligation bonds outstanding
- No variable rate or derivatives
- 100% of annual lease payments and debt service deposited with the trustee in July
- Oversight by the County Debt Advisory Committee
- Policies regarding continuing disclosure, post-issuance tax compliance, refundings, swaps

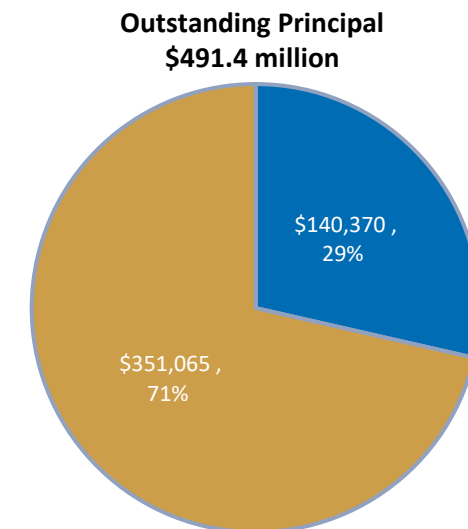
Fiscal Year 2025-26 Debt Service is 1.6% of General Fund Revenues

- County Code of Administrative Ordinances mandates that debt service requirements cannot exceed 5% of General Fund Revenue
- Principal and interest payments on General Fund-secured obligations are offset by various revenue sources



General Fund Revenues do not reflect operating transfers or component decreases

<u>FY2025-26 Debt Service</u>	<u>% of GF Revenue</u>	<u>% of GF Revenue net of Offsets</u>
Lease Obligations	0.4%	0.2%
Pension Obligation Bonds	1.2%	1.1%
Total:	1.6%	1.3%





FY 2025-26 Tax & Revenue Anticipation Notes

Estimated Par Amount:	Approximately \$200 million
Final Maturity:	June 30, 2026
Investment of Note Proceeds:	Invested with the paying agent
Anticipated Set-asides:	January 2026 (60%) April 2026 (40%)





FY 2024-25 Projected / Actual Cash Flows

COUNTY OF SAN DIEGO
GENERAL FUND MONTHLY CASH FLOW SUMMARY
FISCAL YEAR 2024-2025 ACTUAL/ESTIMATE
(in thousands)

	Jul Actual	Aug Actual	Sep Actual	Oct Actual	Nov Actual	Dec Actual	Jan Actual	Feb Actual	Mar Actual	Apr Actual	May Estimate	Jun Estimate	Total Estimate	24/25 TRAN Budget	Variance
Beginning Cash Balance	1,416,798												1,416,798	1,548,157	(131,359)
Revenue Categories:															
1 A Taxes Current Property	3,463	15,218	4,588	12,903	78,814	289,904	143,117	30,330	25,754	342,681	68,270	14,816	1,029,859	989,921	39,939
2 B Taxes Other Than Current Secured	9,973	15,132	11,350	16,842	22,265	10,794	307,337	15,984	8,582	12,599	301,200	8,198	740,255	702,894	37,361
C Licenses, Permits & Franchises	4,856	5,619	4,347	4,351	5,063	4,486	4,832	4,715	4,417	4,938	6,360	5,529	59,513	57,769	1,744
D Fines, Forfeitures & Penalties	6,285	1,686	1,005	2,963	2,120	993	1,324	9,401	1,980	3,926	4,455	7,319	43,457	40,652	2,805
E Revenue Use - Money & Property	14,375	457	13,895	3,438	230	7,884	5,979	6,830	813	5,426	22	524	59,873	65,829	(5,957)
F Intergovernmental Revenue	167,929	141,779	300,786	378,679	343,785	401,835	333,418	173,176	260,093	351,034	271,949	460,805	3,585,269	3,548,388	36,881
G Charges for Current Services	36,993	21,533	29,293	36,707	29,762	33,511	78,238	35,687	25,130	37,131	30,144	62,704	456,834	473,245	(16,411)
H Miscellaneous Revenue	6,461	2,625	6,469	4,064	3,302	1,480	4,189	2,504	4,465	5,341	4,490	17,378	62,766	94,441	(31,675)
I Other Financing Sources	102,229	40,165	30,583	30,424	32,117	38,280	30,590	31,142	42,647	29,471	48,698	59,992	516,337	442,444	73,893
Total Revenues	352,565	244,214	402,316	490,372	517,456	789,167	909,023	309,769	373,881	792,548	735,587	637,265	6,554,163	6,415,583	138,579
3 J Teeter Receipts	24,822	7,042	14,897	12,238	7,235	2,991	3,710	3,680	1,919	4,354	1,351	1,513	85,752	62,846	22,907
K Short-Term Borrowing (Trans)													0	0	0
Total Receipts	377,387	251,257	417,213	502,609	524,692	792,158	912,733	313,449	375,800	796,902	736,938	638,778	6,639,915	6,478,429	161,486
Expenditure Categories:															
4 L Salaries & Employee Benefits	1,102,005	245,744	168,131	168,288	171,049	168,033	243,152	170,083	170,151	171,954	171,036	158,965	3,108,592	3,078,917	29,675
M Services and Supplies	249,890	130,566	159,690	224,671	171,085	184,190	206,497	289,322	168,880	196,852	232,025	254,308	2,467,975	2,491,181	(23,206)
5 N Other Charges	94,970	48,700	62,234	64,929	44,879	69,173	45,936	57,292	65,042	66,973	55,731	51,975	727,834	714,664	13,169
O Fixed Assets	1,292	808	3,749	2,419	1,392	1,413	775	1,139	3,877	4,623	1,565	1,554	24,606	30,052	(5,446)
P Operating Transfers	18,954	16,009	27,632	24,641	25,487	26,412	13,452	17,544	9,439	11,538	25,431	25,431	241,971	409,767	(167,796)
Total Expenditures	1,467,110	441,828	421,436	484,948	413,893	449,220	509,812	535,380	417,389	451,940	485,788	492,233	6,570,978	6,724,581	(153,604)
6 Q Teeter Disbursements	0	0	0	0	-	-	-	-	-	-	-	80,739	80,739	91,620	(10,882)
R Short-Term Borrowing (Trans)													0	-	0
Total Disbursements	1,467,110	441,828	421,436	484,948	413,893	449,220	509,812	535,380	417,389	451,940	485,788	572,972	6,651,716	6,816,202	(164,486)
Month End Cash Balance	327,075	136,504	132,281	149,942	260,740	603,678	1,006,599	784,668	743,079	1,088,041	1,339,191	1,404,997	1,404,997	1,210,385	194,612
Borrowable Resources (Avg. Balance)	470,839	486,189	473,518	476,841	472,235	459,715	470,470	485,429	483,399	504,601	488,243	478,324			
Total Cash Available	797,914	622,693	605,799	626,782	732,976	1,063,392	1,477,069	1,270,097	1,226,478	1,592,642	1,827,435	1,883,321			

Footnotes:

- Property tax payments are received in December and April. The County participates in the alternative method of secured property tax apportionment (the TEETER Plan) which is available under the State of California Revenue and Taxation Code.
- Vehicle License Fees (VLF)-in-lieu payments are apportioned in January and May.
- Teeter cash receipt of \$85.7M is reflected in the General Fund because the County internally funds the Teeter Plan.
- July includes \$858M for Retirement Advances and OPEB, and \$81.4M for POBs payments. August and January have three pay periods. The third pay period does not pay for health benefits cost.
- July includes \$27.2M annual lease revenue bond (LRB) payment.
- Teeter cash disbursement of \$80.7M for June Teeter buyout



FY 2025-26 Projected Cash Flows

COUNTY OF SAN DIEGO
GENERAL FUND MONTHLY CASH FLOW SUMMARY
FISCAL YEAR 2025-2026 ESTIMATED
(in thousands)

	Jul Estimate	Aug Estimate	Sep Estimate	Oct Estimate	Nov Estimate	Dec Estimate	Jan Estimate	Feb Estimate	Mar Estimate	Apr Estimate	May Estimate	Jun Estimate	Total Estimate
Beginning Cash Balance	1,404,997												1,404,997
Revenue Categories:													
1 A Taxes Current Property	3,760	14,749	4,289	12,581	54,931	325,643	158,184	31,089	26,413	341,614	56,576	16,285	1,046,114
2 B Taxes Other Than Current Secured	8,473	12,642	11,092	12,691	16,245	10,310	319,961	13,908	8,129	10,251	320,636	9,964	754,302
C Licenses, Permits & Franchises	4,713	5,866	4,495	4,671	4,686	4,637	4,987	4,806	4,666	4,702	6,747	5,597	60,573
D Fines, Forfeitures & Penalties	7,732	1,684	1,095	2,549	2,150	1,798	2,967	5,803	2,856	4,405	5,976	7,072	46,085
E Revenue Use - Money & Property	14,125	62	499	13,843	18	401	13,916	134	395	13,926	22	589	57,930
F Intergovernmental Revenue	146,166	221,867	286,003	326,236	251,128	336,680	420,892	182,604	285,697	292,120	268,363	609,220	3,626,975
G Charges for Current Services	46,123	27,749	21,886	45,006	29,894	33,166	54,193	34,935	33,071	66,498	48,031	53,623	494,175
H Miscellaneous Revenue	7,686	3,574	6,554	5,119	6,636	1,680	3,739	2,487	2,576	5,328	4,630	9,441	59,451
I Other Financing Sources	64,457	40,623	32,546	31,997	32,740	40,304	32,059	31,896	44,054	30,583	48,770	84,437	514,467
Total Revenues	303,235	328,815	368,458	454,694	398,428	754,618	1,010,898	307,663	407,855	769,427	759,752	796,228	6,660,072
3 J Teeter Receipts	20,568	3,927	11,148	10,152	6,368	2,519	3,398	2,395	1,896	2,246	1,491	1,390	67,499
K Short-Term Borrowing (Trans)	200,000												200,000
Total Receipts	523,804	332,742	379,606	464,847	404,796	757,138	1,014,295	310,057	409,752	771,673	761,243	797,618	6,927,571
Expenditure Categories:													
4 L Salaries & Employee Benefits	1,220,079	270,452	171,900	170,536	173,370	170,731	254,474	173,808	171,599	179,264	169,016	169,589	3,294,818
M Services and Supplies	252,633	138,694	160,601	236,440	173,979	178,491	256,918	239,781	202,740	219,846	200,792	257,993	2,518,909
5 N Other Charges	84,941	52,470	63,247	60,528	50,852	72,497	49,423	56,742	68,360	68,081	57,359	58,182	742,683
O Fixed Assets	1,023	1,010	2,907	2,419	10,826	2,252	1,541	1,235	2,717	4,012	1,459	1,918	33,319
P Operating Transfers	40,515	35,623	43,183	46,575	44,619	35,143	6,380	27,193	37,631	19,401	20,226	22,533	379,022
Total Expenditures	1,599,191	498,248	441,839	516,499	453,646	459,114	568,736	498,759	483,048	490,604	448,851	510,215	6,968,751
6 Q Teeter Disbursements	-											105,629	105,629
R Short-Term Borrowing (Trans)							120,000			80,000			200,000
Total Disbursements	1,599,191	498,248	441,839	516,499	453,646	459,114	688,736	498,759	483,048	570,604	448,851	615,844	7,274,380
Month End Cash Balance	329,609	164,103	101,870	50,218	1,368	299,392	624,951	436,249	362,953	564,022	876,414	1,058,188	1,058,188
S Borrowable Resources (Avg. Balance)	472,250	472,250	472,250	464,950	464,950	464,950	474,800	474,800	474,800	467,300	467,300	467,300	
Total Cash Available	801,859	636,353	574,120	515,168	466,318	764,342	1,099,751	911,049	837,753	1,031,322	1,343,714	1,525,488	

Footnotes:

- Property tax payments are received in December and April. The County participates in the alternative method of secured property tax apportionment (the TEETER Plan) which is available under the State of California Revenue and Taxation Code.
- Vehicle License Fees (VLF)-in-lieu payments are apportioned in January and May.
- Teeter cash receipt of \$67.5M is reflected in the General Fund because the County internally funds the Teeter Plan.
- July includes \$915M for Retirement Advances and OPEB, and \$81.4M for POBs payments. August and January have three pay periods. The third pay period does not pay for health benefits cost.
- July includes \$23.4M annual lease revenue bond (LRB) payment.
- Teeter cash disbursement of \$105.6M for June Teeter buyout





Set Aside and Coverage Information

Set Aside Schedule (\$000s)					
Month	Set Aside Payment (\$)	Set Aside (%)	Cumulative (\$)	Cumulative (%)	Maturity
January 2026	\$120,000	60%	\$120,000	60%	-
April 2026	\$80,000	40%	\$200,000	100%	-
June 2026	-	-	\$200,000	100%	\$200,000
Total:	\$200,000	100%			\$200,000

Coverage (\$000s)					
Month	Set Aside Payment*	General Fund Receipts**	Coverage	General Fund Receipts** + Borrowable Resources	Coverage
January 2026	\$120,000	\$1,313,687	10.95x	\$1,788,487	14.90x
April 2026	\$80,000	\$1,134,626	14.18x	\$1,601,926	20.02x

*Does not include interest amounts

**Includes Prior Month End Cash Balance





Financing Schedule for TRANs

Thursday, May 22 nd and Friday, May 23 rd	Rating Presentations
Tuesday, June 10 th	Receive Ratings
Wednesday, June 18 th	Post TRANs Preliminary Official Statement
Wednesday, June 25 th	Price TRANs
Thursday, July 3 rd	Close TRANs



COPs, Series 2025 – County Operations Center Refunding

Overview:	2025 COPs proceeds will be used to current refund the 2016 Lease Revenue Bonds
Par Amount:	Original: \$105,330,000 Currently Outstanding: \$70,675,000
Structure:	100% fixed rate
Final Maturity:	10/1/2035 (10 years)
Annual Lease Payment:	Pre-funded annual lease payments: Made by July 5 th of each fiscal year for October and April 1 st COPs debt service payments
Reserve Fund:	No Debt Service Reserve Fund
Leased Assets:	County Operations Center (Registrar of Voters, COC Building 5530 and 5560)





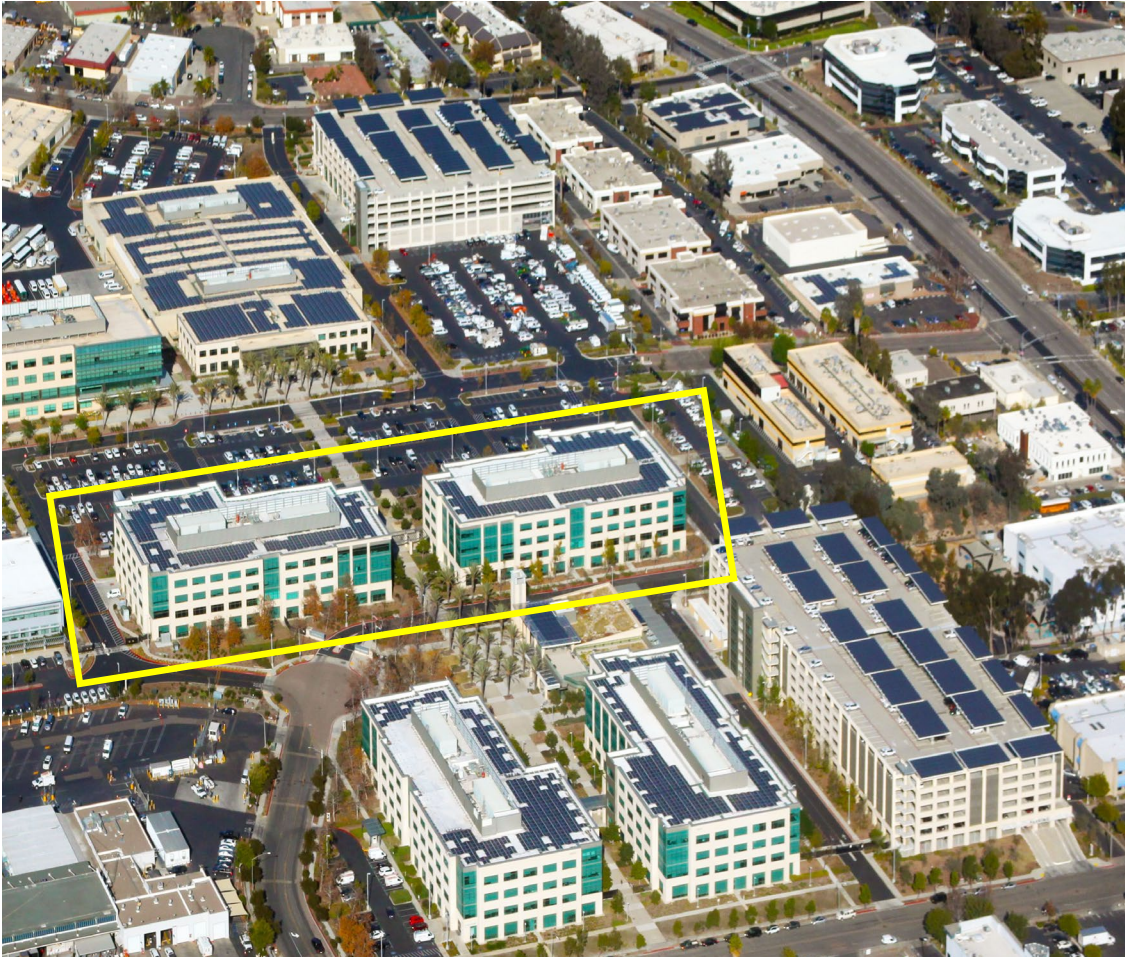
Leased Assets



Registrar of Voters

- Built in 2013 – Insured Value \$76.1M
- Consists of Administrative Office Space and Warehouse
- Approximately 118,500 square feet
- LEED Gold

Leased Assets (continued)



COC Building 5530 and 5560

- Built in 2012 – Insured Value for both \$150.9M
- Consists of Administrative Office Spaces
- Approximately 122,985 square feet for Building 5530 and 121,718 for Building 5560
- LEED Gold



Sources and Uses

Sources

Bond Proceeds	
Par	\$55,540,000.00
Premium	6,117,325.45
Other Sources	
2016A Reserve Fund Release	4,178,000.00
2016A Base Rental Fund	8,350,250.00
	\$74,185,575.45

Uses

Refunding Escrow Deposit	\$71,730,389.16
Costs of Issuance	431,061.85
Underwriter's Discount	111,080.00
Deposit to Base Rental Fund	1,913,044.44
	\$74,185,575.45



Financing Schedule for COPs

Thursday, May 22 nd and Friday, May 23 rd	Rating Presentations
Tuesday, June 10 th	Receive Ratings
Wednesday, June 25 th	Post COPs Preliminary Official Statement
Tuesday, July 8 th	Price COPs
Wednesday, July 23 rd	Close COPs



County Continues its Commitment to Fiscal and Operational Stability

Credit strengths of San Diego County include:

- Strong fiscal planning, management and policies
- Environmental and social sustainability
- Healthy reserves and cash balances
- Careful evaluation of capital program
- Active management of the County's long-term obligations
- Collaborative approach to labor negotiations
- Actively addressing unfunded pension liabilities
- Limited OPEB liability
- Broad and diverse tax base and economy
- Commitment to fiscal stability and service efficiency



COUNTY OF SAN DIEGO CREDIT OVERVIEW



May 22, 2025 and May 23, 2025

