

**COUNTY OF SAN DIEGO
BOARD OF SUPERVISORS
TUESDAY, JUNE 03, 2025**

MINUTE ORDER NO. 22

**SUBJECT: COUNTY OF SAN DIEGO 2025 TAX AND REVENUE ANTICIPATION NOTES
(DISTRICTS: ALL)**

OVERVIEW

In the ordinary course of business, local governments may experience temporary mismatches in cash flow during a given fiscal year due to the timing of the receipts of revenues, which is largely focused on the months surrounding tax payment dates, and ongoing payment of expenditures. To meet these short-term cash flow needs, the County of San Diego (County) has periodically issued a series of annual tax and revenue anticipation notes ("2025 TRANs") to manage its cash flow. For Fiscal Year 2025-26, the County intends to issue its 2025 TRANs. The amount will depend on the County's projected cash flow profile for Fiscal Year 2025-26. The last time the County issued TRANs was in Fiscal Year 2013-14 which included participating school districts.

The 2025 TRANs is a form of temporary borrowing payable from taxes, income, revenue, cash receipts and other moneys provided for Fiscal Year 2025-26 which will be received by or will accrue to the County during such fiscal year for the General Fund of the County and which are lawfully available for the payment of current expenses and other obligations of the County.

RECOMMENDATION(S)

CHIEF ADMINISTRATIVE OFFICER

Adopt the Resolution entitled:

**RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO
PROVIDING FOR THE ISSUANCE AND SALE OF COUNTY OF SAN DIEGO 2025 TAX AND
REVENUE ANTICIPATION NOTES IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO
EXCEED \$200,000,000 AND AUTHORIZING THE EXECUTION OF NECESSARY DOCUMENTS
AND CERTIFICATES AND ACTIONS RELATED THERETO.**

EQUITY IMPACT STATEMENT

Approval of the 2025 Tax and Revenue Anticipation Notes will help meet the short-term cash flow needs of the County to continue its operations and programs that support the most vulnerable population across the region.

SUSTAINABILITY IMPACT STATEMENT

Today's action supports sustainability (Economy) by aligning the County's available resources with services to maintain fiscal stability and ensure continuity of County operations to help meet its sustainability goals.

FISCAL IMPACT

If approved, this request will authorize the 2025 TRANs in an aggregate principal amount not to exceed \$200,000,000. Based on current market conditions, an annual borrowing cost of 3.6% is projected along with delivery costs of approximately \$600,000, related to the financing process. An estimated net

interest cost of \$5,400,000 is projected to be repaid at maturity, but is planned to be set aside incrementally. The actual borrowing cost will be determined at the time the County sells its 2025 TRANS.

Funds for the repayment of the County's 2025 TRANS are included in the Fiscal Year 2025-26 CAO Recommended Operational Plan in the amount of \$2.7 million and in the CAO Recommended Operational Change Letter in the amount of \$2.7 million, for total proposed appropriations of \$5.4 million. The funding source will be General Purpose Revenue, some of which will be reallocated for this purpose. There will be no change in net General Fund costs and no additional staff years.

BUSINESS IMPACT STATEMENT

N/A

ACTION:

Noting for the record that this item was heard on June 4, 2025; ON MOTION of Supervisor Montgomery Steppe, seconded by Supervisor Lawson-Remer, the Board of Supervisors took action as recommended, adopting Resolution No. 25-042, entitled: RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF SAN DIEGO PROVIDING FOR THE ISSUANCE AND SALE OF COUNTY OF SAN DIEGO 2025 TAX AND REVENUE ANTICIPATION NOTES IN AN AGGREGATE PRINCIPAL AMOUNT NOT TO EXCEED \$200,000,000 AND AUTHORIZING THE EXECUTION OF NECESSARY DOCUMENTS AND CERTIFICATES AND ACTIONS RELATED THERETO.

AYES: Anderson, Lawson-Remer, Montgomery Steppe

NOES: Desmond

ABSENT: (District 1 Seat Vacant)

State of California)
County of San Diego) §

I hereby certify that the foregoing is a full, true and correct copy of the Original entered in the Minutes of the Board of Supervisors.

ANDREW POTTER
Clerk of the Board of Supervisors



Signed
by Andrew Potter

