



COUNTY OF YOLO

DEBT REPORT AS OF JUNE 30, 2024

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Department of Financial Services
May 20, 2025

OVERVIEW OF DEBT REPORT

- 2024 Overview and Highlights
 - County Debts
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 - Current Year Debt Service
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DEBT AND OBLIGATIONS

2024 OVERVIEW AND HIGHLIGHTS

“Debt” refers to a formal borrowing between two legal entities and involves interest costs. Debt often refers to bonded indebtedness and long-term loans.

“Obligation” refers to any amount, known or undetermined, that the County owes to an external party now or in the future. Examples include compensated absences, pension benefit obligation, and other post-employment benefits (OPEB).

DEBT HIGHLIGHTS

- Total debt related items for \$76.9 MM.
 - No new debt issued since last debt report
- Debt decreased by \$5 MM from the prior year.
- The County’s financial ratios related to debt remain below the low end of the Standard & Poor’s benchmarks.
- Majority of our debt is rated from an A+ to AA, result in lowering debt service.
- 100% Post Issuance Compliant

OBLIGATION HIGHLIGHTS

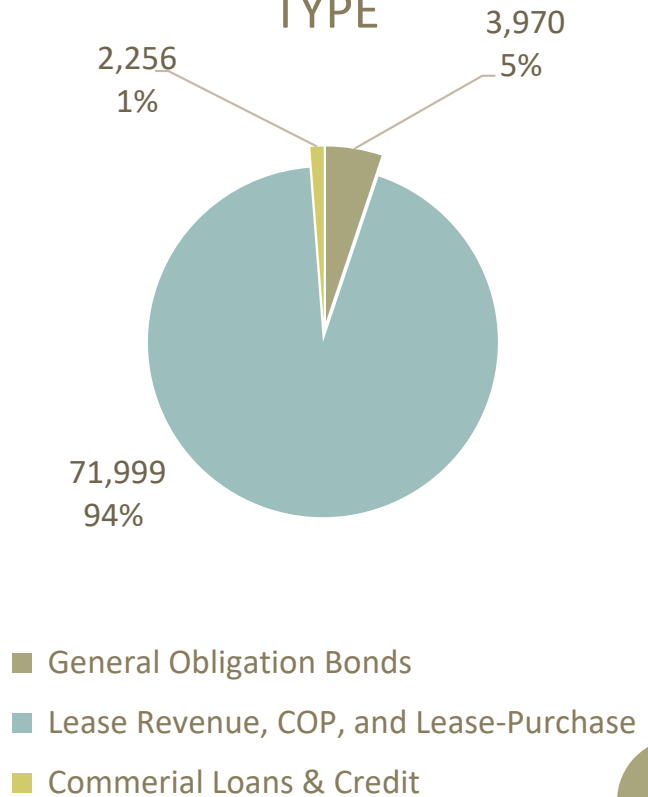
- Total Non-Pension and Non-OPEB liabilities are \$16.3 MM related to compensated absences, Self-insurance claims, and bond-premiums.
- OPEB Obligation of \$44.2 MM, a decreased by \$7 MM
- Pension Obligation of \$370.1 MM, an increase by \$15.8 MM

DEBT BALANCES AS OF JUNE 30, 2024

As of June 30, 2024, the County had a total of \$76.9 million of outstanding bonds and commercial loans and credit, a detailed listing of which is shown in below and categorized as per our debt policy.

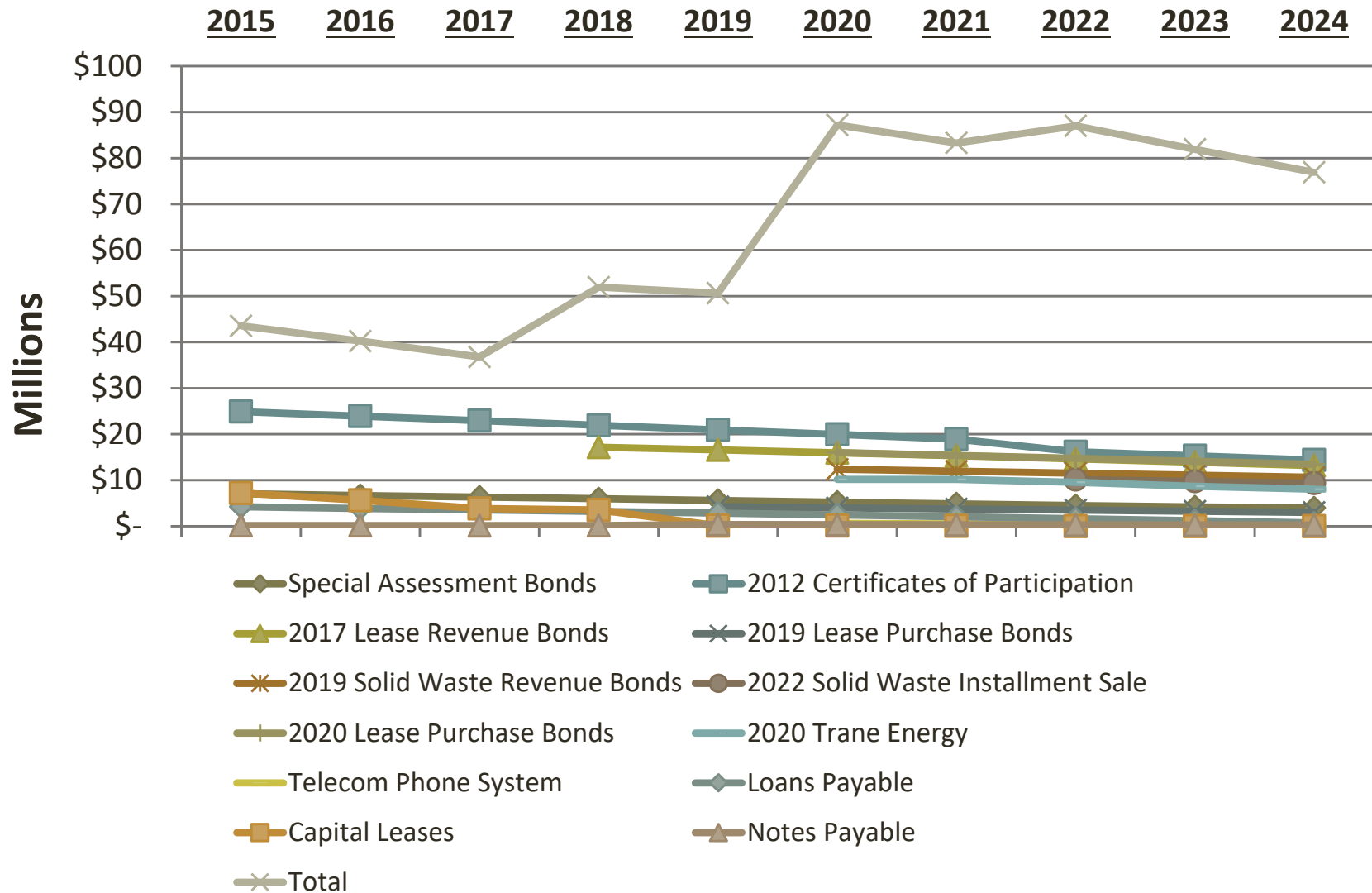
		Amounts	
	Maturity	Balance	Due Within
	Date	June 30, 2024	One Year
Governmental Activities:			
Special assessment debt with government commitment	2037	\$ 3,970,000	\$ 235,000
2012 Certificates of participation, Series A & B	2035	14,380,000	950,000
2017 Series A Lease Revenue Bonds (Capital Projects)	2036	13,170,000	790,000
2019 Lease - Purchase Bond Debt Service	2034	2,998,060	263,819
2020 Lease - Purchase Revenue Bond	2040	13,438,425	684,768
2020 Lease - Trane Energy	2035	8,037,438	664,319
Solar Array acquisition loans	2026	<u>708,779</u>	<u>403,532</u>
Total Governmental Activities Long Term Liabilities		\$ 56,702,702	\$ 3,991,438
Business-type Activities			
Aiport Loans Payable	2036	\$ 234,834	\$ 28,494
2019 Solid Waste Revenue Bonds	2039	10,625,000	485,000
2022 Solid Waste Installment Sale	2041	<u>9,350,000</u>	<u>405,000</u>
Total Business-type Activities Long Term Liabilities		\$ 20,209,834	\$ 918,494
		\$ 76,912,536	\$ 4,909,932

2024 DEBT BALANCE BY TYPE



OUTSTANDING DEBTS

(PRIMARY GOVERNMENT - LAST TEN FISCAL YEARS)



OUTSTANDING DEBTS – BY TYPE

As of June 30, 2024 the County bonds will mature by 2041 and commercial loans and credit will mature by 2036.

OUTSTANDING DEBT BALANCE BY TYPE



DEBT SERVICE AS OF JUNE 30, 2024

Year Ending	Solar Loans Payable		Special Assessment Debt		Certificates of Participation		2017 Lease Revenue Bonds	
June 30:	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 403,532	\$ 22,116	\$ 235,000	\$ 117,650	\$ 950,000	\$ 750,330	\$ 790,000	\$ 452,700
2026	305,247	8,957	240,000	110,525	995,000	699,760	830,000	412,200
2027	-	-	245,000	103,250	1,035,000	646,980	875,000	369,575
2028	-	-	255,000	95,750	1,080,000	591,180	925,000	324,575
2029	-	-	265,000	87,950	1,130,000	532,063	955,000	290,706
2030-2034	-	-	1,425,000	315,100	6,395,000	1,669,860	5,245,000	981,113
2035-2039	-	-	1,305,000	85,213	2,795,000	155,513	3,550,000	172,563
2040-2044	-	-	-	-	-	-	-	-
Total	\$ 708,779	\$ 31,073	\$ 3,970,000	\$ 915,438	\$ 14,380,000	\$ 5,045,686	\$ 13,170,000	\$ 3,003,432

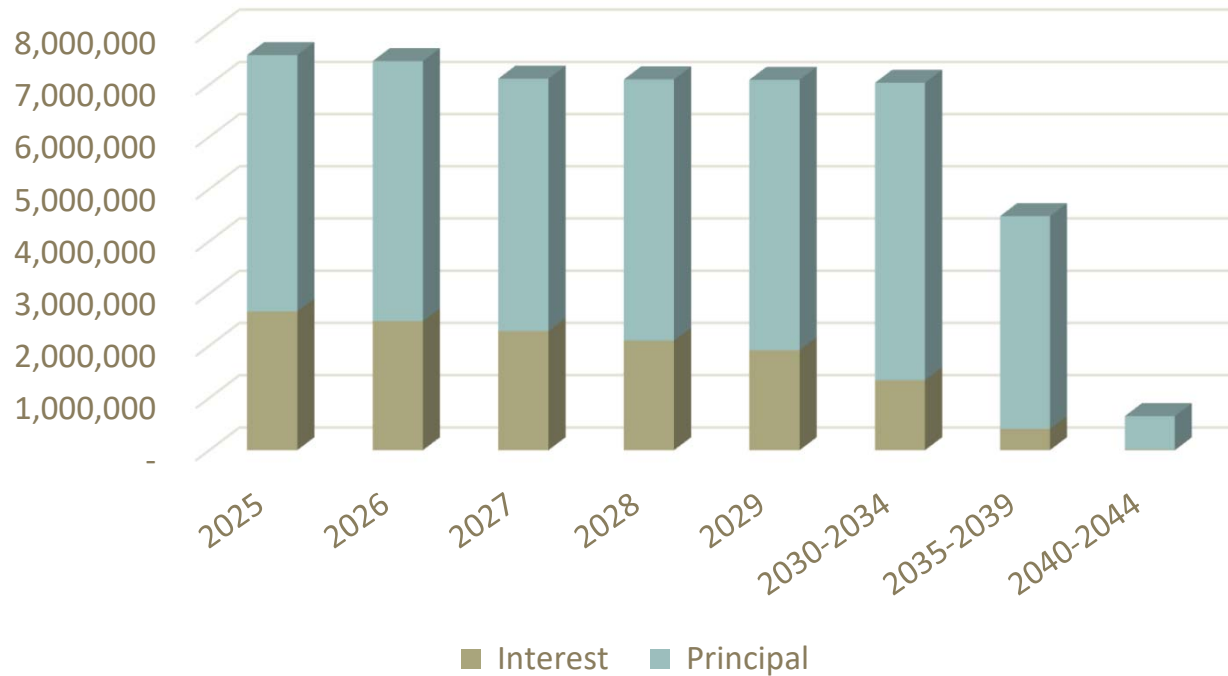
Year Ending	2019 Lease Purchase Bond Debt		2020 Lease Purchase		2020 Lease -Trane Energy	
June 30:	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$ 263,819	\$ 84,245	\$ 684,768	\$ 357,462	\$ 664,319	\$ 194,506
2026	271,232	76,832	702,983	339,247	680,396	178,429
2027	278,854	69,211	721,682	320,548	696,861	161,964
2028	286,690	61,375	740,879	301,351	713,725	145,100
2029	294,746	53,319	760,586	281,644	730,998	127,828
2030-2034	1,602,719	137,604	4,117,386	1,093,765	3,929,059	365,067
2035-2039	-	-	4,694,916	516,234	622,080	15,054
2040-2044	-	-	1,015,225	27,005	-	-
Total	\$ 2,998,060	\$ 482,586	\$ 13,438,425	\$ 3,237,256	\$ 8,037,438	\$ 1,187,948

DEBT SERVICE AS OF JUNE 30, 2024, CONT.

Year Ending	Airport Notes Payable		2019 Solid Waste Revenue Bonds		2022 Solid Waste Installment Sale Agreement	
	Principal	Interest	Principal	Interest	Principal	Interest
June 30:						
2025	\$ 28,494	\$ 7,382	\$ 485,000	\$ 415,300	\$ 405,000	\$ 253,386
2026	29,299	6,577	505,000	395,500	420,000	241,960
2027	22,287	5,748	525,000	374,900	430,000	230,187
2028	15,022	5,172	545,000	353,500	440,000	218,138
2029	15,524	4,670	570,000	331,200	455,000	205,742
2030-2034	85,758	15,211	3,205,000	1,288,900	2,465,000	830,328
2035-2039	18,919	1,937	3,910,000	579,600	2,835,000	403,104
2040-2044	19,531	-	880,000	17,600	1,900,000	140,855
Total	\$ 234,834	\$ 46,697	\$ 10,625,000	\$ 3,756,500	\$ 9,350,000	\$ 2,523,699

ANNUALIZED DEBT SERVICE - PROJECTED

The County projected average interest payment is \$1.7 MM per year and average principal payment of \$4.4 MM for a grand total of \$6.1 MM per year in debt service.

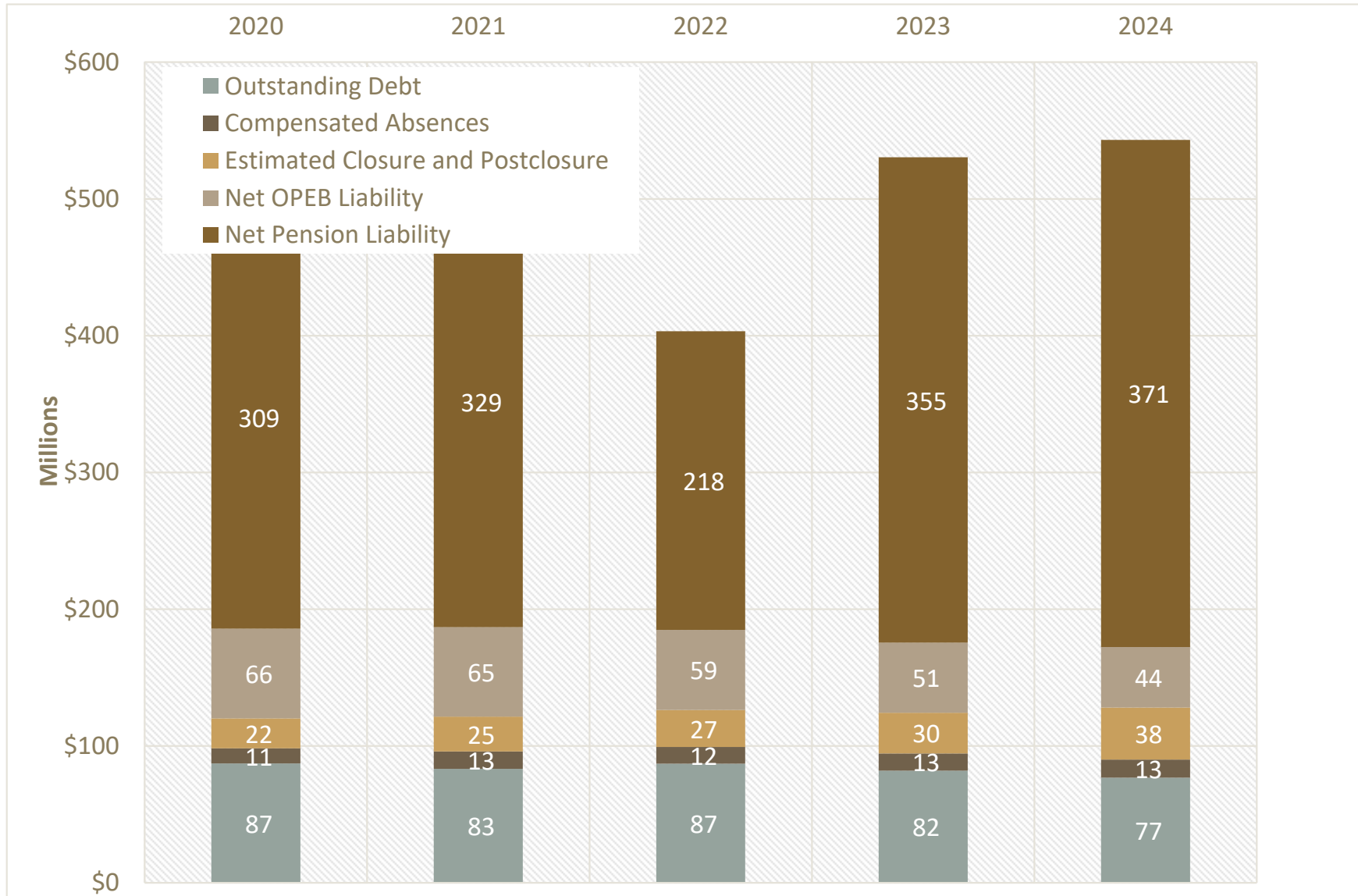


POST ISSUANCE DEBT COMPLIANCE

- California Debt and Investment Advisory Commission (CDIAC)
 - Reporting of proposed debt and final sales
- Internal Revenue Service (IRS)
 - Filing requirements for Tax-Exempt bonds – Solar Tax Bonds
- Continual Disclosure
 - Annual Comprehensive Financial Report (ACFR) Reporting Requirement
 - No-Default (Payment) Certifications
 - Insurance Certifications
- Arbitrage Compliance
 - Based on Spending and Bond Draws
- Debt Service Fund Budgeting
 - Matching County Revenues and Investment Maturities to Debt Payments
- Financial Ratios Evaluated with Debt Covenants & Policy

OUTSTANDING OTHER OBLIGATIONS

(PRIMARY GOVERNMENT – LAST FIVE FISCAL YEARS)



FINANCIAL RATIOS – COUNTY OF YOLO

(WHOLE NUMBERS IN THOUSANDS)

Description	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024
Net direct debt service	2,586	3,732	6,033	4,570	7,256
Net operating expenditures	404,811	408,160	439,536	485,040	529,105
Net direct debt service as a percentage of net operating expenditures	0.64%	0.91%	1.37%	0.94%	1.37%
Net direct bonded long-term debt	75,946	72,397	66,343	60,945	57,809
Net operating revenues	385,865	433,653	456,573	498,539	534,973
Net direct debt service as a percentage of net operating expenditures	19.68%	16.69%	14.53%	12.22%	10.81%
Net direct bonded long-term debt	90,570	86,500	90,014	83,577	79,554
Assessed valuation	29,588,174	31,067,733	32,465,951	34,803,911	37,188,441
Net direct bonded long-term debt as a percentage of assessed valuation	0.31%	0.28%	0.28%	0.24%	0.21%
Net direct bonded long-term debt	90,570	86,500	90,014	83,577	79,554
Personal income	12,830,169	14,126,183	14,277,264	14,277,264	14,947,986
Net direct bonded long-term debt as a percentage of personal income	0.71%	0.61%	0.63%	0.59%	0.53%
Net direct bonded long-term debt	90,570	86,500	90,014	83,577	79,554
Population (persons)	222	222	221	231	219
Debt per capita (constant dollars)	409	390	407	362	363
Unfunded Actuarial Accrued Liability	308,593	329,180	218,371	354,968	370,725
Salaries and Wages	101,911	110,700	123,280	123,280	126,329
Unfunded actuarial accrued liability as a percentage of salaries and wages	303%	297%	177%	288%	293%
Unfunded other postemployment benefit liability	65,653	65,461	58,549	51,243	44,211
Salaries and wages (OPEB covered payroll)	107,881	122,509	131,792	131,792	145,894
Unfunded actuarial accrued liability as a percentage of salaries and wages	61%	53%	44%	39%	30.30%

DEBT ENVIRONMENT & OUTLOOK

○ Debt Summary

- The Federal Reserve (Fed) is maintaining the overnight rate within its current target range of 4.25% to 4.5%. Although two rate cuts are still anticipated in the 2025 calendar year, their timing remains uncertain due to the impact of tariffs and broader economic uncertainty. This pause in rate cuts means that interest rates will remain elevated for a longer period, which typically results in higher borrowing costs.
- The 2024-2028 Capital Improvement Plan (CIP) encompasses various capital projects, but there are no current plans to secure debt financing for their completion. Staff will explore all available sources to fund any potential gaps that may arise.

○ Obligations Summary

- The OPEB obligation decreased for the period ended June 30, 2024, due to earnings in the OPEB trust and ongoing contributions made to the trust through payroll deductions.