



SOLANO COUNTY

Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2023

Phyllis S. Taynton, CPA
Auditor - Controller
County of Solano, California



ON THE COVER: Pictured on the cover, from top to bottom:

- **The Delta**

Considered by many the prettiest of the many Delta towns is Rio Vista; its backdrop is the Montezuma Hills, and nearby waters find anglers hoping for catches of striped bass. Agriculture, recreation and history is important here. Not only does the Sacramento–San Joaquin Delta supply clean drinking water to 25 million Californians, but many species of birds—including waterfowl and sandhill cranes—and fish, such as the Chinook salmon, Central Valley steelhead and green sturgeon, depend on the habitats in and around the 700,000-acre estuary for survival.

- **Dixon Sunflowers**

Dixon is home to some of most beautiful sunflower crops in California, with some flowers growing as tall as six feet in height. Sunflower crops, including their seeds, are also an important component of the County’s agricultural business, with more than 6,600 acres of sunflowers harvested in 2020, accounting for more than \$10.5 million dollars in overall revenues.

- **Lake Solano Park**

Lake Solano Park is located at the base of coastal foothills west of the town of Winters and offers an array of recreational opportunities. A destination point for outdoor enthusiasts, Lake Solano Park caters especially to campers, picnickers, kayakers, canoers and anglers. The park has a Nature Center and trail opportunities for short day hikes, bird watching and wildlife photography. For more information visit <https://www.SolanoCounty.com/Parks> or call (707) 784-7905.

- **Vaca Mountains**

The Vaca Mountains are one of the most prominent landmarks of Solano County. The range, beginning at the Suisun Marsh, stretches through the City of Fairfield and Travis Air Force Base, and separates the mountains to the northwest from an outlier of low hills called the Montezuma Hills. Mount Vaca is the highest point in the Vaca Mountains and one of several peaks in the greater San Francisco Bay Area that receives snow in the winter.

County of Solano, California



Annual Comprehensive Financial Report

For the Fiscal Year Ended

June 30, 2023

Prepared by:

Office of the Auditor-Controller

Phyllis S. Taynton, CPA
Auditor-Controller

**County of Solano, California
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023**

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**INTRODUCTORY
SECTION**

OFFICE OF THE AUDITOR-CONTROLLER

PHYLLIS S. TAYNTON, CPA
Auditor-Controller

SHEILA O. TURGO
Assistant Auditor-Controller



SOLANO
COUNTY

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January 30, 2024

To the Honorable Board of Supervisors, Grand Jury and the citizens of Solano County, California:

I am pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the County of Solano, California (County) for the fiscal year ended June 30, 2023. In accordance with Sections 25250 and 25253 of the Government Code of the State of California, general-purpose local governments must publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards (GAAS) by a firm of licensed certified public accountants.

This report consists of management’s representations concerning the finances of the County. Therefore, management assumes full responsibility for the completeness and reliability of all information presented in this report. To provide a reasonable basis for making these representations, County management has established a comprehensive internal control framework designed both to protect the County’s assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County’s financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County’s comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County’s financial statements have been audited by Eide Bailly, LLP, a firm of licensed public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended June 30, 2023, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the County’s financial statements for the fiscal year ended June 30, 2023, are fairly presented in conformity with GAAP. The independent auditor’s report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County is part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standard governing the Single Audit requires the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls over compliance involving the administration of federal awards. Upon issuance, these reports will be available in the County’s separate Single Audit Report.

GAAP requires management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County’s MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

General Information

The County lies in the northeast section of the nine-county San Francisco Bay Area. It is located approximately 45 miles northeast of San Francisco and 45 miles southwest of Sacramento. The County is comprised of 909 square miles, including 675 square miles of rural and farm lands, 150 square miles urban land area, including cities and unincorporated areas, and 84 square miles of delta and waterfront. It is bordered by Napa County to the northwest, Yolo County to the northeast, Sacramento County to the east and Contra Costa County to the south. Between Solano and Contra Costa Counties lies Suisun Bay, which is an extension of the San Francisco Bay, and the confluence of the Sacramento and San Joaquin Rivers, which empty into San Pablo Bay through the Carquinez Straits. The western edge of the County consists of low mountains, which are part of the Coast Range.

The County limits residential and commercial development outside of cities, thus preserving almost 85% of the land for open space and agricultural uses. Agriculture and military installations have historically been strong contributors to the County’s economy. The County continues to foster economic growth and diversification by encouraging industrial, manufacturing and biotechnology development.

With its strategic location, natural and human resources, history of responsible land planning, and attractive quality of life, the County continues to offer a promising future as a place to live, learn, work and play.

County Government

The County was incorporated in 1850 as one of California’s original 27 counties in the State of California (the “State”). The County serves seven city jurisdictions: Benicia, Dixon, Fairfield, Rio Vista, Suisun City, Vacaville and Vallejo in addition to the unincorporated areas. The City of Fairfield is the County seat. Two of the County’s seven cities, Benicia and Vallejo, served as the State’s Capital in the early 1850’s.

The County has a general law form of government. Its five-member Board of Supervisors (the “Board”) is elected by district for four-year terms of office. The Supervisors’ terms are staggered -- two Supervisors are elected in one general election, and three Supervisors in the next. District boundaries are adjusted after every federal census to equalize district population as closely as possible. Other elected officials include the Assessor-Recorder, Auditor-Controller, District Attorney, Sheriff-Coroner and Treasurer-Tax Collector-County Clerk. The County Administrator and County Counsel are appointed by the Board.

As the governing body for the County, the Board is responsible for the planning and providing of services related to public needs, as required by state and federal law including: adopting the annual budget, adopting County ordinances, setting policies, confirming appointments of most non-elected officials, and assisting citizens in solving problems and addressing local concerns.

County Services

As the only countywide general-purpose local government, we are in a unique position to facilitate and coordinate the work of cities, school districts, special districts and other organizations. In addition, the

County is specifically charged by the State with providing services to those most at risk: children, the elderly, the poor, those with health problems and those in the criminal justice system.

Counties have dual responsibilities. We provide “unincorporated area” services (e.g., land use planning) in the areas of the County that are not in cities. We also provide “countywide” services to County residents regardless of where they live. These services generally focus on the most disadvantaged members of the community (e.g., health clinics), or criminals after they have been arrested, or supporting other local governments (e.g., property tax collection and apportionment).

The following is a list of services provided by the County:

- Agricultural Commissioner
- Airport
- Animal Care Services
- Building and Safety*
- Child Protection and Social Services
- Clerk-Recorder
- Coroner and Forensic Services
- Criminal Prosecution (District Attorney)
- Elections and Voter Registration
- Emergency Medical Services
- Environmental Health
- Family Support Collections
- Grand Jury
- Oversight and Permitting of Landfills and Solid Waste Disposal and Collection
- Property Tax Assessment, Collection and Apportionment
- Indigent Medical Services
- Jails and Juvenile Facilities
- Land Use*
- Law Enforcement*
- Libraries (as Contract Services for Cities)
- Maintenance of County Roads and Bridges
- Parks
- Probationary Supervision
- Public and Mental Health
- Public Assistance
- Public Defender and Alternate Defense
- U.C. Cooperative Extension Services
- Veterans Services
- Napa/Solano Area Agency on Aging (staff support)
- Weights and Measures

*unincorporated only

Factors Affecting Financial Condition

Budgetary Information

The annual budget serves as the foundation for the County’s financial planning and control. All agencies under the control of the Board of Supervisors are required to submit budget requests to the County Administrator. The County Administrator presents a recommended budget to the Board for consideration and approval. The Board is required to hold public hearings on the recommended budget and to adopt a budget by September 30th of each year. The Board generally holds its public hearings on the recommended budget and adopts a budget before June 30 of each year.

The budget is prepared by fund, function (e.g. public safety), and department (e.g., Sheriff). Transfers of appropriations between divisions, bureaus and sections within a department, provided the total appropriation of the budget is not changed, may be authorized by the County Administrator. Transfers of appropriations between departments within a fund, however, require a majority vote of the Board. Transfers of appropriations between funds and transfer of appropriations from contingencies require a four-fifths vote of the Board of Supervisors. Budget-to-actual comparisons are provided in this report for each

governmental fund for which an annual budget was adopted. These schedules, which are part of the supplementary information section of this report, start on page 124.

Population and Local Economy

The County's population estimate as of May 2023 was 443,749, decreasing by a net 3,492 residents from the 2022 estimated population of 447,241 or 0.8% under 2022. Four of the seven cities experienced a decline in population between 2022 and 2023, with three of these cities tied at -1.2% decrease in population. The County's change in population is consistent with California. California's population decreased 138,443 or .4% from 2022 to 38.94 million. Although the County decreased in population, the decrease was not as sharp as other counties and the County's population ranks number 19 out of 58 California counties in terms of population size, moving up from 20 out of 58 counties in 2021.

The population of Solano County is projected to grow from 412,836 in 2010 to 530,326 or 28.5% by 2050, according to projections by the U.S. Census' American Community Survey (2017-2021). The age composition is expected to shift over the next 30 years, with the median age increasing from 37.5 in 2010 to 42.3 in 2050. The aging of the population will affect the types of service demands that will be placed on the County and may impact statewide and regional planning efforts.

The County's seven cities are long-established communities. Relatively moderate costs for land and housing, proximity to major population and recreation centers, and job opportunities continue to make the County an attractive place to live. The County is home to a significant number of biotech companies. The County believes it is well suited to attract this type of business because of its proximity to UC Davis, UC Berkeley and major research and medical centers, and Solano Community College's Biotechnology Program.

County Assessed Values and Growth

Property taxes are a major source of local governmental revenues and are determined by assessed values. The property tax rate throughout California is 1% of assessed values. The 2023 Property Assessment Roll (net of exemptions) of \$69.9 billion increased \$3.1 billion or 4.6% from the prior year's roll value and represents property ownership in Solano County as of January 1, 2023. This is the twelfth consecutive year of increasing assessed values.

The County provides tax abatements through the Williamson Act Program (Program). Pursuant to Government Code Section 51220(a), the Program is designed to preserve the maximum amount of a limited supply of agricultural land in the State, to maintain the agricultural economy of the State as well as assure adequate production of food for future residents of the State and nation. In addition, agricultural land, as open space, serves the public interest and promotes health and general welfare of the citizens.

Under the Program, local governments enter into contracts with private landowners for the purpose of restricting specific parcels of land to agricultural or related open space use. This program provides the landowner with ten years of reduced assessment of taxes. The County currently has 267,568 acres of land under Williamson Act contracts with tax abatements totaling \$7.8 million for the fiscal year ended June 30, 2023.

Long-term Financial Planning and Major Initiatives

The County's Fund Balance Policy is to maintain a General Fund General Reserve equal to 10% of the County's total budget, excluding interfund transfers, with a minimum balance of \$20 million maintained at all times. Also, the General Fund Contingency policy establishes a level equal to 10% of the General

Fund's total budget. The County's Fund Balance Policy establishes the following criteria for when the General Reserve should be used: (1) to phase into fiscal distress periods gradually, focusing on maintaining the Board's priorities, (2) as the last resort to balance the County Budget, and (3) spending of the reserve should not exceed \$6 million a year. The General Fund contingency is used to mitigate the impact of potential risks to the General Fund from various funding threats that may occur within the General Fund or threats to other Board priorities.

Per the County's Fund Balance policy, the General Fund General Reserve will be maintained at a target level equal to 10% of the County's total budget excluding interfund transfers, with a minimum balance of \$20 million at all times. As of June 30, 2023, the Board adopted \$47.0 million in the General Fund General Reserve. This amount is above the minimum established per the policy, but less than the target of \$135 million. For the FY 2023/24, the Board adopted a General Fund Contingency in the amount of \$14 million, which is below the policy level of 10% of the General Fund's total budget (or \$39.3 million).

In addition, the Board established a General Fund Assigned Fund Balance for Future CalPERS Rate Increases. As of June 30, 2023, the balance was \$29.4 million. In February 2015, the Board of Supervisors authorized the establishment of an Internal Revenue Code (IRC) Section 115 Trust to pre-fund its CalPERS future contributions. The Trust is an irrevocable trust, administered by the Public Agency Retirement Services (PARS), and is protected from creditors of the County. This Trust is recorded as a General Fund Restricted Fund Balance for Future Pension Contributions and as of June 30, 2023, the balance was \$32.5 million (including interest).

On April 4, 2017, the Board of Supervisors authorized the assignment of fund balance in the amount of \$10 million for the Property Tax Replacement System, a multiyear automation replacement project, known as the new County Assessment & Tax System (CATS). The CATS project went live in March 2023. As of June 30, 2023, approximately \$7.7 million has been expended leaving a balance of \$2.3 million. There are still additional costs that will be funded with the loan through FY23/24. However, the repayment of the loan will begin in FY23/24.

The County maintains a Debt Advisory Committee and a Pension Advisory Committee to provide analyses and recommendations through the County Administrator in the implementation of pension and debt-related policies, strategies and oversight.

Due to the County's sound financial policies and practices, the County maintained an AAA rating from Standard & Poor (S&P) on its long-term rating for the Pension Obligation Bonds, the highest possible rating. In addition, the County maintained its long-term rating of AA+ on the County's outstanding certificates of participation (COPs). S&P justified these ratings based on the strong local economy, strong management, and strong budgetary performance, while also considering the impacts and ongoing COVID-19 pandemic.

The County of Solano maintains a five-year Capital Facilities Improvement Plan (CFIP), a comprehensive planning document used to ensure its facilities, equipment and infrastructure are maintained and in optimal operating condition. The report is a tool to plan for the allocation of short- and long-term resources, to establish project priorities and to develop annual financial plans used in conjunction with the County Budget. The CFIP is also used as a source document to prepare the County's annual Public Facilities Fees. The Department of General Services fosters cooperation among other County Departments and the County Administrator's Office to plan for future maintenance and expansion of its services and public infrastructure.

During FY22/23, the County's spent over \$ 31.25 million on various capital projects included in the CFIP. During the fiscal year, a number of projects were completed including the Solano Residential Mental Health Diversion Facility, the Juvenile Detention Facility Interior Repainting and Security System Upgrade projects, the Law & Justice Building Hot Water Piping and Shower Repairs project and Elevator Upgrade project, and the Fleet Heavy Equipment Shop Roofing project. In addition, as of June 30, 2023, the Board assigned \$31.5 million in the General Fund for future capital projects.

During FY22/23, the County began installation of solar energy systems and other energy savings-related projects at various County facilities. In October 2021, the County issued \$30 million in Certificates of Participation (COPs) to finance these projects. The certificates were designated as "green certificates" in which the proceeds of the COPs are applied to finance environmentally sustainable purposes.

The FY23/24 working budget includes over \$111.7 million for capital projects approved in prior years and in progress and new appropriations for additional projects. Some of the new projects include: the Justice Center Detention Facility, laboratory improvements, HVAC replacement, Lake Solano Water System Improvements, new Fleet modular building, Dixon, Rio Vista and Vallejo Vets building improvements, the DOIT Interoperability Project and a number of projects at the Juvenile Detention Facility.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Solano for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This is the twenty-first consecutive year the County has achieved this prestigious award. To be awarded the Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report satisfies both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current ACFR continues to meet the Certificate of Achievement Program requirements and we are submitting it to the GFOA to determine its eligibility for another certificate for excellence in financial reporting.

The preparation of this comprehensive report would not have been possible without the commitment and dedicated services of the entire staff in the Auditor-Controller's Office. I want to express my appreciation to staff for their outstanding support in the preparation of this report. I would like to specifically acknowledge the Financial Reporting and General Accounting Divisions for their hard work. Credit also must be given to the County Administrator and the Board of Supervisors for their support in maintaining the highest standards of professionalism in the management of the County's finances.

Respectfully submitted,



Phyllis S. Taynton, CPA
Auditor-Controller



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**County of Solano
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

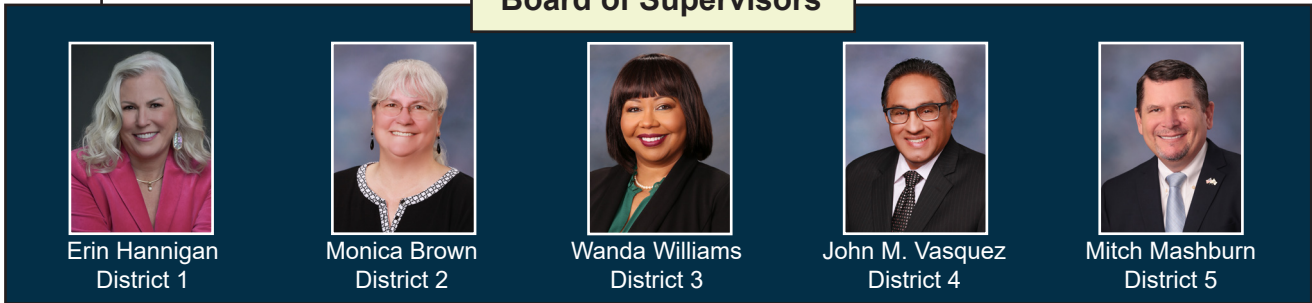
Christopher P. Morill

Executive Director/CEO

County of Solano Organizational Chart

Electorate

Board of Supervisors



County Counsel
Bernadette Curry



County Administrator
Bill Emlen

Elected Officials

Appointed Officials



Auditor - Controller
Phyllis Taynton



District Attorney
Krishna Abrams



Assistant County
Administrator
Ian Goldberg



Assistant County Admin.
Interim HR Director
Debbie Vaughn



Ag. Comm. / Sealer
Ed King



General Services
Megan Greve



Assessor / Recorder
Glenn Zook



Sheriff / Coroner
Tom Ferrara



Resource Mgmt.
Terry Schmidtbauer



H&SS
Gerald Huber



Public Defender
Elena D'Agustino



Library
Suzanne Olawski



Treasurer / Tax
Collector / County Clerk
Charles Lomeli



Veterans Services
Alfred Sims



DoIT / ROV
Tim Flanagan



Child Support Svs.
Liane Peck



Probation
Christopher Hansen

County of Solano

Department Head Listings

Agricultural Commissioner – Sealer of Weights & Measures..	Ed King.....	(707) 784-1310
Assessor/Recorder.....	Glenn Zook.....	(707) 784-6200
Auditor-Controller.....	Phyllis S. Taynton.....	(707) 784-6280
Department of Information Technology/Register of Voters.....	Tim Flanagan.....	(707) 784-6675
County Administrator.....	Bill Emlen.....	(707) 784-6100
County Counsel.....	Bernadette Curry.....	(707) 784-6140
Child Support Services.....	Liane Peck.....	(707) 784-3606
District Attorney.....	Krishna Abrams.....	(707) 784-6800
General Services.....	Megan Greve.....	(707) 784-7900
Health & Social Services.....	Gerald Huber.....	(707) 784-8400
Human Resources/Risk Management.....	Debbie Vaughn.....	(707) 784-6107
Library.....	Suzanne Olawski.....	(707) 784-1500
Probation.....	Christopher Hansen..	(707) 784-7600
Public Defender – Alternate Public Defender.....	Elena D’Agustino.....	(707) 784-6700
Resource Management.....	Terry Schmidtbauer..	(707) 784-6765
Sheriff/Coroner.....	Tom Ferrara.....	(707) 784-7030
Treasurer/Tax Collector/County Clerk.....	Charles Lomeli.....	(707) 784-6295
Veterans Services.....	Alfred Sims.....	(707) 784-6590
Workforce Development Board (WDB).....	Heather Henry.....	(707) 863-3501

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Independent Auditor's Report

To the Board of Supervisors
County of Solano

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component units and aggregate remaining fund information of the County of Solano, California (County), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component units and aggregate remaining fund information of the County, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

Adoption of New Accounting Standard

As discussed in Note IV.E and Note IV.F to the financial statements, the County has adopted the provisions of Government Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*, for the year ended June 30, 2023. Accordingly, a restatement has been made to the governmental activities net position as of July 1, 2022, to restate beginning net position. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules for the general fund and each major special revenue fund, the schedules of changes in the net pension liabilities, schedules of pension contributions, schedule of changes in the net other postemployment benefits (OPEB) liabilities, and the schedule of OPEB contributions be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2024, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Eide Sully LLP". The signature is written in a cursive, flowing style.

Sacramento, California
January 31, 2024

OFFICE OF THE AUDITOR-CONTROLLER

PHYLLIS S. TAYNTON, CPA
Auditor-Controller

SHEILA O. TURGO
Assistant Auditor-Controller



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Management's Discussion and Analysis

As management of the County of Solano, California (County) we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information in our financial statements.

Financial Highlights

- The County implemented Governmental Accounting Standards Board (GASB) Statement Number 96 – *Subscription-Based Information Technology Arrangements (SBITA)*. A SBITA provides governments with access to a vendor's information technology (IT) software and associated tangible capital assets for a subscription payment without granting the government a perpetual license or title to the IT software and associated tangible capital asset. The effect of this new accounting standard is to account for and report SBITA as a "Right-to-use SBITA" asset (as lessee) and the related liability (SBITA liability). This "new" asset (Right-to-use SBITA assets, net) is recorded at \$6.6 million and the new liability (SBITA, current and noncurrent) is reported at \$5.0 million in the Statement of Net Position. Prior to this new standard, the software subscriptions were expensed.
- The County's net position at June 30, 2023 was \$722.3 million. Of this amount, \$458.1 million (restricted net position) is restricted for the use of specific government programs providing ongoing services to citizens.
- The County's total net position increased by \$100.7 million as a result of the current year's operations.
- At June 30, 2023, the County's governmental funds reported combined ending fund balances of \$654.7 million, an increase of \$64.4 million as a result of the current year's operations. Approximately, 2.9% or \$19.3 million of the total fund balance is nonspendable; 62.5% or \$409.4 million is restricted; 0.2% or \$1.0 million is committed; 27.5% or \$179.7 million is assigned for specific purposes by the Board of Supervisors (the Board); and 6.9% or \$45.2 million is unassigned.
- At June 30, 2023, unassigned fund balance for the General Fund was \$45.2 million or 39.5% of the total General Fund expenditures.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the County's assets, deferred outflows of resources, liabilities and deferred inflows of resources, with the remaining balance reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net position changed during the recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, and earned but unused vacation leave).

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include general government, public protection, public ways and facilities, health services, public assistance, and education and recreation. The business-type activity of the County is the Nut Tree Airport.

The government-wide financial statements include not only the County itself (known as the primary government), but also the legally separate Workforce Development Board and the Solano County Fair, both component units for which the County is financially accountable. Financial information for these component units are reported separately from the financial information presented for the primary government itself. Solano County Facilities Corporation, Solano County Housing Authority and the East Vallejo Fire Protection District, although also legally separate, function for all practical purposes as departments of the County, and therefore, are included as an integral part of the primary government.

The government-wide financial statements can be found on pages 35-37 of this report.

Fund financial statements. A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a County's near-term financing requirements.

Because the focus of governmental funds is narrower than the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County reports 15 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Health & Social Services Special Revenue Fund, and the Public Safety Special Revenue Fund, all of which are considered to be

major funds. Data from the other governmental funds are combined into a single, aggregate presentation.

Individual fund data for each of these nonmajor governmental funds is provided in the combining statements in this report.

The County adopts annual appropriated budgets for all its governmental funds. Therefore, budgetary comparison schedules are provided for each fund presented in this report. These statements demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 38-41 of this report.

Proprietary funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The County uses an enterprise fund to account for the Nut Tree Airport. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds for Fleet Management, Risk Management, and Information Technology. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Nut Tree Airport. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 42-44 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the County. Fiduciary funds are not reflected in the government-wide financial statements because the sources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 45-46 of this report.

Notes to the financial statements. The notes provide additional information essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 47-110 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information on the schedules of Changes in Net Pension Liability and Related Ratios, Plan Contributions for the defined benefit pension plans and the other postemployment benefit plan, and budgetary schedules for the General Fund and each major special revenue fund. Required supplementary information can be found on pages 111-127 of this report.

The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 129-161 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of the County's financial position. At June 30, 2023, the County reported a net position of \$722.3 million.

Solano County's Net Position

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 943,461,594	\$ 877,284,259	\$ 1,669,891	\$ 2,262,898	\$ 945,131,485	879,547,157
Capital assets	595,538,316	573,047,505	16,972,072	17,418,393	612,510,388	590,465,898
Total assets	1,538,999,910	1,450,331,764	18,641,963	19,681,291	1,557,641,873	1,470,013,055
Deferred loss on refunding	1,216,538	1,368,605	-	-	1,216,538	1,368,605
Deferred outflows related to pension	221,573,487	87,364,684	138,623	49,015	221,712,110	87,413,699
Deferred outflows related to OPEB	14,361,748	9,913,003	15,183	10,453	14,376,931	9,923,456
Total deferred outflows of resources	237,151,773	98,646,292	153,806	59,468	237,305,579	98,705,760
Other liabilities	201,448,612	221,519,010	186,495	1,112,889	201,635,107	222,631,899
Long-term lease liabilities	9,092,867	10,350,746	40,225	57,929	9,133,092	10,408,675
SBITA liabilities	5,003,084	-	-	-	5,003,084	-
Long-term obligations	821,588,013	508,247,841	2,793,728	2,681,592	824,381,741	510,929,433
Total liabilities	1,037,132,576	740,117,597	3,020,448	3,852,410	1,040,153,024	743,970,007
Deferred inflows related to leases	13,417,973	6,431,691	1,072,532	1,249,182	14,490,505	7,680,873
Deferred inflows related to pension	13,036,038	183,655,530	10,885	126,104	13,046,923	183,781,634
Deferred inflows related to OPEB	4,908,040	12,949,240	5,260	13,785	4,913,300	12,963,025
Total deferred inflows of resources	31,362,051	203,036,461	1,088,677	1,389,071	32,450,728	204,425,532
Net investment in capital assets	513,421,939	494,457,001	14,792,223	15,094,783	528,214,162	509,551,784
Restricted	458,079,324	393,017,540	-	-	458,079,324	393,017,540
Unrestricted	(263,844,207)	(281,650,543)	(105,579)	(595,505)	(263,949,786)	(282,246,048)
Total net position	\$ 707,657,056	\$ 605,823,998	\$ 14,686,644	\$ 14,499,278	\$ 722,343,700	\$ 620,323,276

Analysis of Change in Net Position

The County's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources at June 30, 2023 by \$722.3 million.

The largest portion of the County's net position reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, infrastructure, intangibles and right-to-use lease and SBITA assets) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The County's net investment in capital assets increased \$18.7 million, or 3.7% over prior year.

Additional portions of the County's net position represent resources subject to restrictions on how they may be used. Restricted net position increased by a net \$65.1 million from prior year primarily due to increases in public safety programs (\$23.7 million); health and social services programs (\$26.0 million); debt service (\$7.5 million); public facilities fees (\$5.5 million); library services (\$3.9 million); and transportation services (\$3.8 million) offset by a decrease in capital project funds (\$6.0 million).

The table below shows the revenues, expenses, and changes in net position for governmental and business-type activities:

Governmental activities. Governmental activities increased the County’s net position by \$100.5 million.

**Solano County's Change in Net Position
For the fiscal years ended June 30, 2023 and 2022**

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program revenues:						
Charges for services	\$ 91,032,162	\$ 88,587,841	\$ 1,889,181	\$ 1,393,378	\$ 92,921,343	\$ 89,981,219
Operating grants and contributions	557,425,293	513,863,648	10,031	42,015	557,435,324	513,905,663
Capital grants and contributions	5,821,229	4,082,962	57,445	833,148	5,878,674	4,916,110
General revenues:						
Property taxes	241,358,116	228,822,495	580,670	554,968	241,938,786	229,377,463
Other taxes	6,427,957	8,092,213	-	-	6,427,957	8,092,213
Intergovernmental	4,049,164	4,482,248	4,285	5,813	4,053,449	4,488,061
Interest and investment earnings	14,913,912	(7,137,589)	53,607	(21,777)	14,967,519	(7,159,366)
Other	19,673,187	14,670,951	43,578	240,062	19,716,765	14,911,013
Gain on sale of capital assets	667,462	585,754	-	-	667,462	585,754
Total Revenues	941,368,482	856,050,523	2,638,797	3,047,607	944,007,279	859,098,130
Expenses:						
General government	92,887,422	78,538,636	-	-	92,887,422	78,538,636
Public protection	277,097,523	234,404,054	-	-	277,097,523	234,404,054
Public ways and facilities	20,820,165	19,052,576	-	-	20,820,165	19,052,576
Health services	204,371,644	176,286,044	-	-	204,371,644	176,286,044
Public assistance	216,743,857	177,610,975	-	-	216,743,857	177,610,975
Education and recreation	24,578,091	20,517,502	-	-	24,578,091	20,517,502
Interest on long-term debt	4,375,537	5,060,564	-	-	4,375,537	5,060,564
Nut Tree Airport	-	-	2,446,135	2,029,070	2,446,135	2,029,070
Total Expenses	840,874,239	711,470,351	2,446,135	2,029,070	843,320,374	713,499,421
Excess (deficiency) before transfers	100,494,243	144,580,172	192,662	1,018,537	100,686,905	145,598,709
Transfers	5,296	2,413	(5,296)	(2,413)	-	-
Change in net position	100,499,539	144,582,585	187,366	1,016,124	100,686,905	145,598,709
Net position - beginning, restated	607,157,517	461,241,413	14,499,278	13,483,154	621,656,795	474,724,567
Net position - ending	\$ 707,657,056	\$ 605,823,998	\$ 14,686,644	\$ 14,499,278	\$ 722,343,700	\$ 620,323,276

Revenues:

Total revenues for the County’s governmental activities increased by a net \$85.3 million from the prior year. The following are the significant changes:

Charges for services:

Charges for services increased by a net of \$2.4 million across all departments primarily due to increases in contracted services for library services, court security, inmate medical care reimbursements, election services, offset by decreases in recording fees and public facilities fees due to the real estate market and less construction activity.

Operating grants and contributions:

Operating grants increased by a net \$43.6 million from prior year primarily due to the following:

- Public protection saw a net increase of \$8.8 million in the following: 2011 Realignment funding (\$3.4 million) resulting from improved statewide sales activity and \$7.6 million in state and federal funding to support the different public safety programs (Homeland Security, Marine/Patrol, CalID, Forensic Services, DJJ Realignment Block grant, PC4700, etc.). The increases were offset by decreases in Proposition 172 funding (\$1.7 million) and \$600,000 decrease in the Department of Child Support Services State and Federal revenues due to lesser expenditures resulting from staff vacancies.

- Public assistance saw a net increase of \$26.4 million in various Federal and State grants primarily due to Federal ARPA revenues recognized in the current year of \$17.4 million as the ARPA projects got underway (only \$104,000 in the prior year); \$21.5 million net increase in Federal/State revenues due to caseload for social services and public assistance programs like food stamps, inpatient hospital services, CalWORKS, childcare, and housing support; and \$1.9 million increase in 2011 Realignment revenues offset by decreases of \$11.8 million due to prior year one-time revenue for Emergency Rental Assistance Program resulting from the COVID 19 pandemic and \$2.2 million decrease in 1991 Realignment revenues.
- Health Services saw a net increase of \$10.1 million primarily due to: \$6.5 million in 2011 Realignment revenues, \$4.0 million in 1991 realignment; \$1.5 million in Federal Medi-Cal; \$4.6 million increase in State grant revenues primarily due to First 5 receipt of grant funding for new children's center; and \$0.4 million increase in Short Doyle Quality Assurance; the increases were offset by a net decrease of \$4.3 million in Federal COVID Relief funding, federal/state aid, and federal administration for health services and alcohol/drug abuse and \$2.3 million net decrease in Other State revenues across multiple programs.
- The increases were offset by the General Government function which saw a net decrease of \$1.4 million primarily due to State reimbursement in the prior year for the recall election and the Public Ways functions which saw a net decrease of \$400,000 primarily from STA funding.

General revenues:

General revenues had a net increase of \$37.6 million which is primarily due to higher property tax revenues (\$12.5 million) due to increases in assessed values; an increase of \$22.1 million in interest and investment earnings due to market value changes in investments and the increase in interest yields; and an increase in other revenues (\$5.0 million) from savings from the CalPERS Unfunded Accrued Liability prepayment. The increases were offset by a net decrease of \$2.1 million in sales/property transfer tax revenues and intergovernmental revenues.

Expenses:

Total expenses for governmental activities increased by \$129.4 million from prior year due to the following:

Across all functions, pension expense increased by \$64.5 million based on the accounting valuation of the County's Pension Plan per GASB 68. Additional increases are due to compensated absences expense (\$4.2 million), OPEB expense (\$2.2 million) based on GASB 75 calculation, and \$1.2 million increase in depreciation/amortization of capital assets (including leases and SBITAs).

The remaining increase of \$57.3 million is primarily due to \$21 million net increase in salaries and benefits primarily due to negotiated cost of living increases, extra help, overtime, FICA, health insurance, and filling of vacant positions; Services and supplies increased by \$11.4 million primarily from insurance, maintenance & service contracts, and contracted services. Other charges increased by \$23.0 million primarily due to contributions to non-County agencies for ARPA-funded programs, increased costs for the support and care of persons; and contracted direct services for childcare costs as a result of expanded childcare regulations.

Business-type activities. The net position of the business-type activity increased by \$187,000 as revenues kept pace with increasing expenses.

Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The general government functions are accounted for in the General Fund, Special Revenue Funds, Debt Service Funds, and Capital Projects Fund. The focus of the County’s governmental funds is to provide information on near-term inflows, outflows and balances of spendable sources. Such information is useful in assessing the County’s financing requirements.

The table below presents the fund balances for the governmental funds as of June 30, 2023:

Fund Balance					
Governmental Funds					
	General	Health & Social Services	Public Safety	Other Governmental Funds	Total Governmental Funds
Fund Balances					
Nonspendable	\$ 17,764,267	\$ 946,867	\$ 390,776	\$ 193,763	\$ 19,295,673
Restricted	32,527,009	137,369,623	75,932,757	163,614,284	409,443,673
Committed	963,000	-	-	44,277	1,007,277
Assigned	126,186,408	1,986,743	-	51,527,267	179,700,418
Unassigned	45,207,689	-	-	-	45,207,689
Total Fund Balances	<u>\$ 222,648,373</u>	<u>\$ 140,303,233</u>	<u>\$ 76,323,533</u>	<u>\$ 215,379,591</u>	<u>\$ 654,654,730</u>

At June 30, 2023, the County’s governmental funds reported combined ending fund balances of \$654.7 million, an increase of \$64.4 million from prior year. The largest component of the fund balance, at 62.5% of the total or \$409.4 million, was restricted. Spending of these resources is constrained by externally-imposed (creditors, grantors, contributors, laws) limitations on their use and by enabling legislation. The assigned fund balance of \$179.7 million, representing 27.5 % of the total fund balance, was constrained by the Board to use for specific purposes but are not legally restricted nor committed.

The General Fund is the chief operating fund of the County. The General Fund’s total fund balance at June 30, 2023 was \$222.6 million, an increase of \$7.4 million from prior year. Nonspendable fund balance was \$17.8 million, or 8.0% of total fund balance, representing long-term receivables. Restricted fund balance was \$32.5 million, or 14.6% of total fund balance. This balance represents funds deposited to the PARS Section 115 Pension Trust for the County’s participation in the Pension Rate Stabilization Program (PRSP) Administered by PARS. The PRSP is an Internal Revenue Code Section 115 irrevocable trust. The assigned fund balance of \$126.2 million, or 56.7% of the total fund balance, represents amounts the Board intends to use for specific purposes but are not legally restricted or committed. The unassigned fund balance was \$45.2 million, or 20.3%, which is available for the Board’s discretion.

As a measure of the General Fund’s liquidity, it may be useful to compare both total fund balance and unassigned fund balance to total fund expenditures excluding other financing uses. The total fund balance equates to 194.7% of total expenditures, excluding transfers, while unassigned fund balance represents 39.5% of the total expenditures, excluding transfers.

The *Health and Social Services Fund*, a special revenue fund, had a net increase in fund balance of \$14.9 million primarily from increases in intergovernmental revenues that were unspent by fiscal year-end (1991 and 2011 Realignment and MHSA) due to lower than anticipated expenditures and funding for subsequent fiscal years.

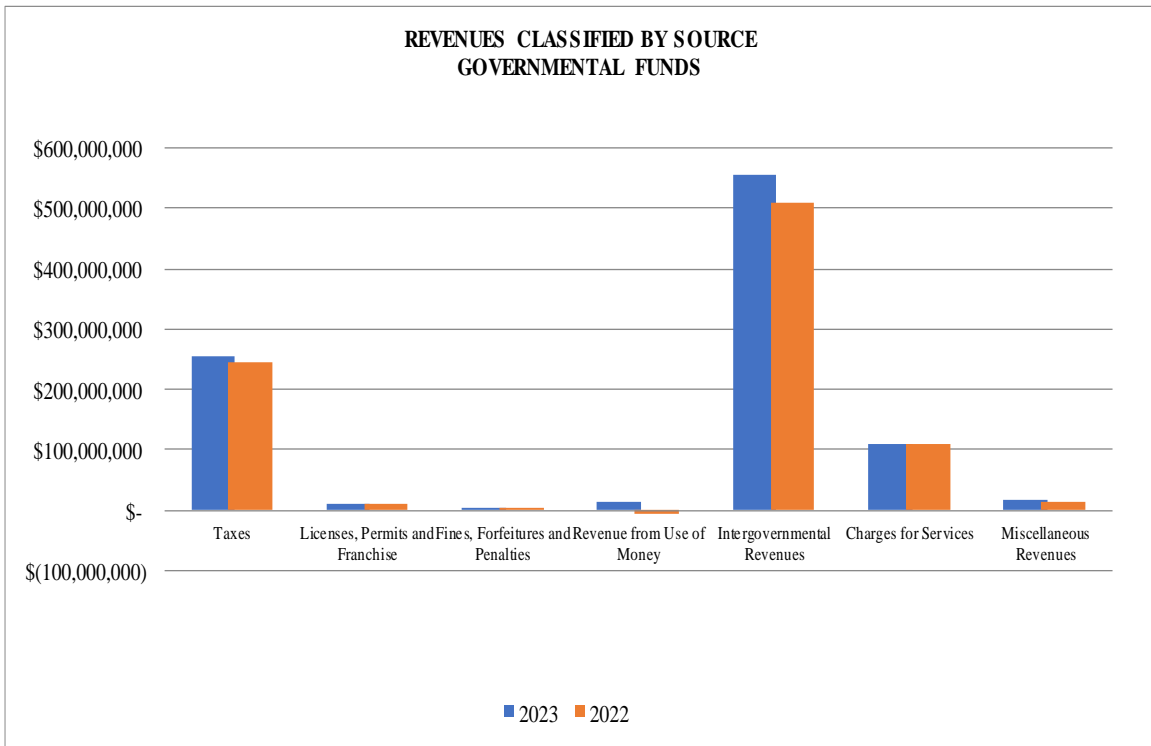
The *Public Safety Fund*, a special revenue fund, had a net increase in fund balance of \$24.3 million primarily from 2011 Realignment Revenues that were unspent by fiscal year-end and available for program costs in subsequent fiscal years.

The fund balance of *Other Governmental Funds* had a net increase of \$17.9 million primarily due to the Public Facilities Fees Fund (\$5.5 million), the Library Fund (\$3.9 million), Transportation Fund (\$3.8 million) and the First 5 Solano fund (\$4.3 million). The increase in the Public Facilities Fees Fund is due to ongoing collections of Public Facilities fees and less transfers to various capital projects funded by these fees; the increase in the Library Fund is primarily due to increases in property tax revenues and interest income; the increase in First Five is due to increased program funding from the State; and the increase in the Transportation Fund is due to the timing of construction activities.

For fiscal year ended June 30, 2023, the total revenues for the County’s governmental funds totaled \$969.3 million, a net increase of \$85.8 million, or 9.7% from FY 2021/22.

The table below presents revenues by source as well as increases or decreases from the prior year.

Revenues by Source	Revenues Classified by Source Governmental Funds					
	2023		2022		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
Taxes	\$ 255,210,890	26.33%	\$ 243,585,533	27.57%	\$ 11,625,357	4.77%
Licenses, permits and franchise	10,669,303	1.10%	9,802,737	1.11%	866,566	8.84%
Fines, forfeitures and penalties	4,519,233	0.47%	3,455,957	0.39%	1,063,276	30.77%
Revenues from the use of money	13,505,139	1.39%	(5,280,545)	-0.60%	18,785,684	-355.75%
Intergovernmental revenues	557,021,169	57.47%	509,972,511	57.72%	47,048,658	9.23%
Charges for services	110,595,169	11.41%	109,295,115	12.37%	1,300,054	1.19%
Miscellaneous revenues	17,766,024	1.83%	12,678,488	1.44%	5,087,536	40.13%
Total	\$ 969,286,927	100.00%	\$ 883,509,796	100.00%	\$ 85,777,131	9.71%



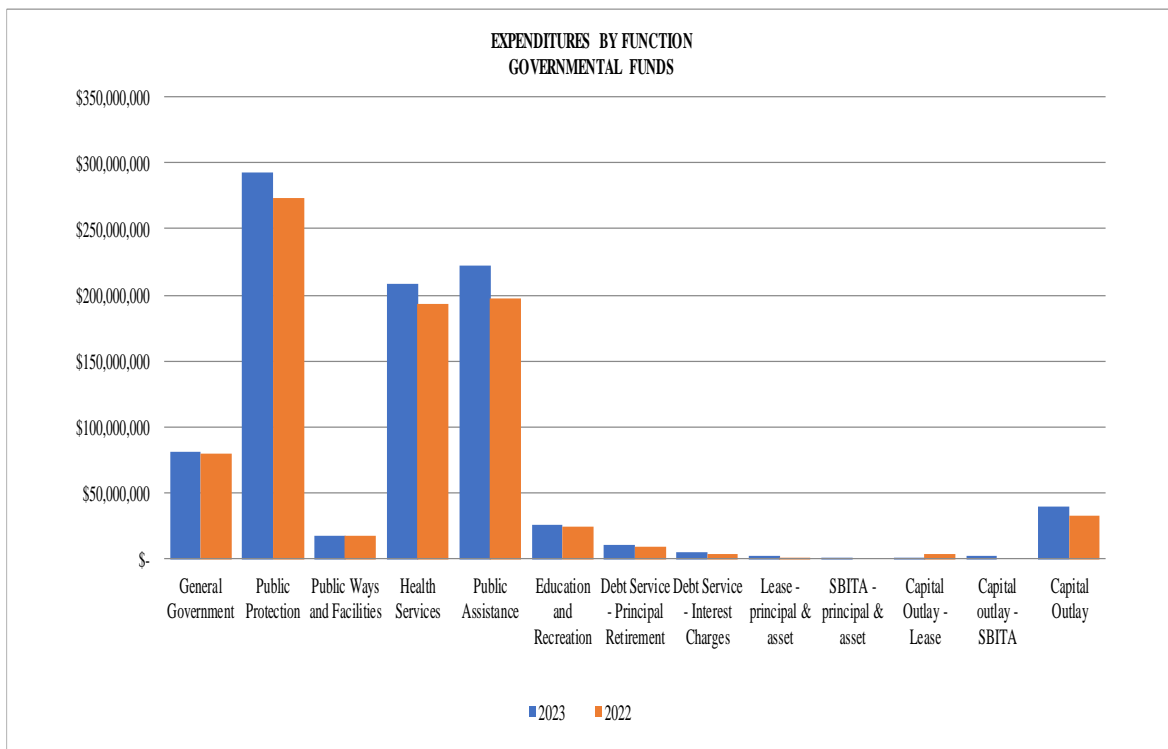
Significant changes in the governmental funds' revenues were as follows:

- *Taxes:* The net increase of \$11.6 million is primarily due to an increase in assessed values as the real property values remain stable as the economy fights inflation and rising mortgage rates.
- *Revenue from use of money:* The net increase of \$18.8 million is due to rising interest rates due to inflation resulting in more interest and investment earnings.
- *Intergovernmental revenues:* The net increase of \$47.0 million is primarily due to the County's recognition of \$17.4 million in ARPA funding in the current year; \$10.9 million increase in Health & Social Services realignment revenues; increase of \$14.0 million in Public Assistance/CalWorks funding and Federal Calworks TANF due to caseload; net increase of \$6.3 million in Federal Short Doyle Admin revenues and other Federal/State program funding; a net increase of \$7.5 million in Public Safety due to an increase in 2011 Realignment revenues and in various State revenues for the DA forensic laboratory expansion, Sheriff Marine Patrol and CalID programs, and Probation programs; and \$6.1 million in the Accumulated Capital Outlay fund from the Community Services Infrastructure (CSI) grant for the Residential Mental Health Diversion project, which was almost complete by fiscal year end. Other Special Revenue Funds increased \$6.0 million primarily due to the Transportation fund and First 5. The increases were offset by a decrease of \$11.9 million in Emergency Rental Assistance Program revenue, \$2.0 million decrease in State/Federal funding for prior year's LNU Fire and a decrease in MHSA revenues of \$7.3 million.
- *Miscellaneous revenues:* The increase of \$5.1 million is primarily due to \$3.0 million savings resulting from the annual UAL payment to CalPERS and \$179,000 increased contributions collected from departments resulting from higher wages due to COLA; and \$1.7 million increase in the Quality Improvement Program payments from Partnership Healthplan for the clinic's quality improvement team.

For the fiscal year ended June 30, 2023, the total expenditures for the County's governmental funds totaled \$907.7 million, a net increase of \$73.8 million, or 8.9%, over FY 2021/22.

The following table presents expenditures by function compared to prior year.

Expenditures by Function	Expenditures by Function Governmental Funds					
	2023		2022		Increase/(Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent Change
General Government	\$ 81,098,744	8.93%	\$ 79,385,101	9.52%	\$ 1,713,643	2.16%
Public protection	293,155,527	32.31%	273,566,817	32.82%	19,588,710	7.16%
Public ways and facilities	16,778,790	1.85%	16,846,670	2.02%	(67,880)	-0.40%
Health services	208,645,077	23.00%	192,538,461	23.09%	16,106,616	8.37%
Public assistance	222,847,761	24.54%	196,771,315	23.59%	26,076,446	13.25%
Education and recreation	25,387,593	2.80%	24,208,654	2.90%	1,178,939	4.87%
Debt service - principal retirement	10,027,100	1.10%	8,840,000	1.06%	1,187,100	13.43%
Debt service - interest charges	4,943,134	0.54%	3,600,806	0.43%	1,342,328	37.28%
Lease - principal & asset	1,737,067	0.19%	1,422,815	0.17%	314,252	22.09%
SBITA - principal & asset	885,079	0.10%	-	0.00%	885,079	0.00%
Capital outlay - lease	184,119	0.02%	3,895,428	0.47%	(3,711,309)	-95.27%
Capital outlay - SBITA	2,822,702	0.31%	-	0.00%	2,822,702	0.00%
Capital outlay	39,221,108	4.32%	32,875,868	3.94%	6,345,240	19.30%
Total	<u>\$ 907,733,801</u>	<u>100.00%</u>	<u>\$ 833,951,935</u>	<u>100.00%</u>	<u>\$ 73,781,866</u>	<u>8.85%</u>



Significant changes in the governmental funds' expenditures were as follows:

- **Public protection:** The net increase of \$19.6 million is attributable to increases in salaries and benefit costs due to negotiated cost of living adjustments, overtime and retirement cost increases; and increases in services and supplies expenditures for insurance, maintenance contracts, contract services, other professional services, data processing, and county garage services, etc.
- **Health services:** The net increase of \$16.1 million is attributable to increases in salaries and benefit costs due to negotiated cost of living adjustments, retirement and health insurance increases; and increases in Other Charges primarily due to contracted direct services, and In-Home Supportive Services Maintenance of Effort and IGT- other charges.
- **Public assistance:** The net increase of \$26.1 million is primarily due to increases in employee salaries and benefits due to negotiated cost of living adjustments, retirement and health insurance increases; and increases in contracted/other professional services; and an increase in Contributions to Non County Agencies due to ARPA-funded projects.
- **Debt Service – Principal and Interest:** The net increase of \$2.5 million is due to current year's payment on the 2021 COPS for the Comprehensive Energy Conservation project.
- **Capital Outlay:** The net increase of \$5.5 million is primarily due to a net increase in spending of \$6.3 million on various capital projects such as the Comprehensive Energy Conservation Project and the Solano Residential Mental Health Diversion Project; implementation of GASB 96 recognizing \$2.8 million in Capital Outlay - SBITA; offset by a decrease of \$3.7 million in Capital Outlay - Leases due to prior year's implementation of GASB 87 – Leases.

Proprietary fund. The County's proprietary fund provides the same type of information found in the government-wide financial statements, but in more detail.

The unrestricted net position of the Nut Tree Airport at June 30, 2023 increased by \$187,000 from prior year due to current year activity with increases in charges for services and property tax revenues which were greater than the increase in expenses, resulting in a net increase to unrestricted net position.

General Fund Budgetary Highlights

The General Fund Budget (Adopted and Final versions) is reflected in the Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual, as presented on page 124 in the Required Supplementary Information (RSI) section of this report.

Adopted (Original) Budget compared to Final Budget. During the year, the most significant budgetary adjustment was to appropriate funds to make an additional discretionary payment of \$5.6 million to the California Public Employees Retirement System (CalPERS) as the County’s Board continues to make progress toward reducing the County’s unfunded pension liability.

Final Budget Compared to Actual Results. Overall, revenues recognized were more than budgeted revenue estimates by \$13.9 million and expenditures were less than appropriations by \$27.9 million, thus reducing the need to draw upon fund balance. The significant variances are noted below.

Revenue Variances:

- Taxes - \$10.3 million over budget is primarily due to secured, unsecured, and supplemental property taxes, ABXI 26 Pass-Through revenues and ABXI 26 Residual taxes due to increases in assessed values more than anticipated when developing the budget.
- Use of money and property - \$4.4 million over budget is primarily from an increase in interest and investment earnings resulting from the higher interest rates.
- The more than budgeted revenues were offset by \$2.3 million under budget in Charges for Services due to Resource Management’s program revenues that were impacted by staff vacancies (Lead Paint Settlement Program, Land Use permits, Environmental Health, etc.) and the Recorder’s Office received less recording and administrative fees due to less recorded documents as real estate transactions declined due to uncertainty/increasing interest rates.

Expenditure Variances:

- General Services - \$2.1 million under budget from unspent appropriations in salaries and benefits due to vacant positions, and appropriations for various services and supplies were not spent due to timing of projects and budgeted emergency repairs/special requests not materializing.
- Human Resources - \$1.4 million under budget is primarily in salaries and benefits due to staff vacancies throughout the year.
- General Expenditures - \$2.6 million under budget is primarily from unspent appropriations in accrued leave payouts and contracted services for management reviews/studies and technology projects that did not materialize in the current year.
- Agricultural Commissioner - \$1.1 million under budget is due to unexpected staff vacancies and resulting savings in services and supplies (less fuel, education/training/garage services, etc.).
- Resource Management - \$2.0 million under budget is primarily in salaries and benefits due to staff vacancies throughout the year which also resulted in favorable variance in services and supplies along with difficulties hiring/contracting work out in various programs (Code Compliance, Environmental Health, Land Use).
- Contingencies - Appropriations included \$14.0 million for unforeseen emergencies that may arise during the fiscal year. At the end of the fiscal year, there was no need to draw from the contingency.

Other Financing Sources (Uses):

- Transfers out – \$13.5 million under budget can be attributed to fewer contributions made to county departments than anticipated as a result of operating needs and/or other sources of funding coming in higher than anticipated.

Capital Asset and Debt Administration

Capital assets. The County’s capital assets for its governmental and business-type activities at June 30, 2023, were \$612.5 million (net of accumulated depreciation and amortization). This investment in capital assets includes land, artwork, intangibles, buildings, machinery and equipment, roads, bridges, and right-to-use assets. The net increase in the County’s capital assets for the current fiscal year was \$14.3 million or 2.4%. As a result of GASB 96, for the governmental activities, a new “right-to-use asset SBITA” is recorded at \$9.1 million. Construction in progress increased \$25.8 million primarily due to various capital projects in progress including the Comprehensive Energy Conservation Project, the Solano Residential Mental Health Diversion Project, and Road Improvement Projects. Machinery and Equipment increased \$5.7 million due to equipment replacement. Accumulated depreciation/amortization increased by \$27.0 million. In business-type activities, construction in progress increased primarily due to the taxiway and elevator upgrade projects at the Nut Tree Airport.

Solano County's Capital Assets

	Governmental activities		Business-type activities		Total		Increase/ (Decrease)
	(Restated)	(Restated)			(Restated)	(Restated)	Percent
	2023	2022	2023	2022	2023	2022	Change
Land	\$ 158,137,783	\$ 158,137,783	\$ 8,304,351	\$ 8,304,351	\$ 166,442,134	\$ 166,442,134	0.00%
Artwork	857,761	857,761	-	-	857,761	857,761	0.00%
Intangibles	17,110,236	15,965,861	-	-	17,110,236	15,965,861	7.17%
Infrastructure	184,559,073	178,594,217	-	-	184,559,073	178,594,217	3.34%
Construction in progress	62,798,998	37,013,404	1,115,381	1,066,035	63,914,379	38,079,439	67.84%
Buildings	538,375,909	537,007,124	18,443,228	18,443,228	556,819,137	555,450,352	0.25%
Machinery and equipment	87,440,805	81,788,904	147,895	136,154	87,588,700	81,925,058	6.91%
Right-to-use lease assets	11,534,662	11,542,329	75,295	75,295	11,609,957	11,617,624	-0.07%
Right-to-use SBITA assets	9,072,473	7,741,260	-	-	9,072,473	7,741,260	17.20%
Less: accumulated depreciation/amortization	(474,349,384)	(447,859,878)	(11,114,078)	(10,606,670)	(485,463,462)	(458,466,548)	5.89%
Total	\$ 595,538,316	\$ 580,788,765	\$ 16,972,072	\$ 17,418,393	\$ 612,510,388	\$ 598,207,158	2.39%

Additional information on the County’s capital assets can be found in Note III-D on pages 75-77 of this report.

Long-term Debt. At June 30, 2023, the County’s total long-term debt for its governmental and business-type activities was \$121.7 million, which is entirely backed by the full faith and credit of the County.

Solano County's Outstanding Debt

	Governmental activities		Business-type activities		Total	
	(Restated)	(Restated)			(Restated)	(Restated)
	2023	2022	2023	2022	2023	2022
Notes Payable	\$ 8,402,840	\$ 1,023,890	\$ 2,139,623	\$ 2,265,680	\$ 10,542,463	\$ 3,289,570
Lease Liabilities	9,092,867	10,350,746	40,225	57,929	9,133,092	10,408,675
SBITA Liabilities	5,003,084	6,431,334	-	-	5,003,084	6,431,334
Certificates of Participation	87,679,790	94,755,921	-	-	87,679,790	94,755,921
Pension Obligation Bonds	9,310,000	13,360,000	-	-	9,310,000	13,360,000
Total	\$ 119,488,581	\$ 125,921,891	\$ 2,179,848	\$ 2,323,609	\$ 121,668,429	\$ 128,245,500

The County’s total long-term debt decreased by \$6.6 million primarily due to the net effect of \$12.4 million in payments on the lease liabilities, Certificates of Participation and Pension Obligation Bonds and a net increase of \$1.4 million in SBITA liabilities as restated. The decreases were offset by the addition of a notes payable of \$7.3 million for hardware and software for the data center and network services.

Moody’s and Standard & Poor’s current ratings of Solano County’s general obligation certificates of participation debt and pension debt are as follows:

Certificates of Participation

Moody’s N/A*
S&P AA+ unchanged since 09/10/21

Pension Obligation Bonds

Moody’s Aa2 effective 11/3/2022
S&P AAA unchanged since 09/10/21

* The County does not have any outstanding COP that carry a rating by Moody's.

State statutes limit the amount of general obligation debt a governmental entity may issue to 5% of its total assessed valuation. The County’s general obligation debt is within the statutory limit. See page 181 in the statistical section of this report.

Additional information on the County’s long-term debt can be found in Notes III-I on pages 83-89 of this report.

Economic Factors and Next Year’s Budgets and Rates

- The unemployment rate for the County is currently 4.7% (as of October 2023). This is slightly lower than the State’s average unemployment rate of 4.8 %, but higher than the national rate of 3.6%.
- The Board’s policy for the General Fund Contingency and Reserve levels allows the County to normalize the County’s budget during periods of fiscal distress and to address the impact of any other unforeseen circumstances. In FY 2023/24 the Adopted Budget included \$14.0 million in appropriations for contingencies, \$47.0 million in general reserves, \$4.7 million in designation for unfunded employee leave payoff, \$61.9 million for future employer PERS rate increases (of which \$32.5 million was legally restricted in the Public Agencies Retirement System (PARS) Section 115 Pension Trust at June 30, 2023), \$1.4 million for housing/SB375, \$31.5 million in designation for capital renewal, and \$2.3 million in designation for property tax system replacement.

- The Assessor reported the FY 2023/24 secured property tax roll increased by 5.3%, or \$3.5 billion countywide over the FY 2022/23 lien date values resulting in a secured roll totaling over \$70.2 billion, which includes residential and commercial parcels.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Auditor-Controller's Office, 675 Texas Street, Suite 2800, Fairfield, CA 94533.



**BASIC FINANCIAL
STATEMENTS**

COUNTY OF SOLANO, CALIFORNIA
Statement of Net Position
June 30, 2023

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Solano County Fair	Workforce Development Board
ASSETS					
Current assets					
Cash and investments	\$ 784,891,676	\$ 2,586,085	\$ 787,477,761	\$ 3,109,249	\$ 1,323,720
Cash and investments - restricted	32,527,009	-	32,527,009	-	-
Accounts receivable	6,808,174	60,061	6,868,235	99,385	-
Due from other agencies	86,235,007	28,206	86,263,213	237,639	47,926
Other assets	11,961,672	83,420	12,045,092	26,947	41,885
Total current assets	<u>922,423,538</u>	<u>2,757,772</u>	<u>925,181,310</u>	<u>3,473,220</u>	<u>1,413,531</u>
Noncurrent assets					
Internal balances	2,225,435	(2,225,435)	-	-	-
Due from component units	711,565	-	711,565	-	-
Long-term receivables	4,207,639	-	4,207,639	-	-
Lease receivables	13,893,417	1,137,554	15,030,971	-	-
Capital assets:					
Capital assets, not being depreciated	222,256,135	9,419,732	231,675,867	167,085	-
Capital assets, being depreciated	357,876,073	7,513,186	365,389,259	215,589	-
Right-to-use lease assets, being amortized	8,806,122	39,154	8,845,276	-	1,331,373
Right-to-use SBITA, being amortized	6,599,986	-	6,599,986	-	-
Total noncurrent assets	<u>616,576,372</u>	<u>15,884,191</u>	<u>632,460,563</u>	<u>382,674</u>	<u>1,331,373</u>
Total assets	<u>1,538,999,910</u>	<u>18,641,963</u>	<u>1,557,641,873</u>	<u>3,855,894</u>	<u>2,744,904</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred loss on refunding	1,216,538	-	1,216,538	-	-
Deferred outflows related to pensions	221,573,487	138,623	221,712,110	410,321	-
Deferred outflows related to OPEB	14,361,748	15,183	14,376,931	50,215	-
Total deferred outflows of resources	<u>237,151,773</u>	<u>153,806</u>	<u>237,305,579</u>	<u>460,536</u>	<u>-</u>
LIABILITIES					
Current liabilities					
Outstanding warrants	7,907,534	19,066	7,926,600	-	252,086
Payables	50,303,028	105,070	50,408,098	74,683	342,020
Unearned revenue	103,036,734	-	103,036,734	7,174	-
Other liabilities	3,284,263	62,359	3,346,622	22,082	-
Due to other agencies	36,917,053	-	36,917,053	-	31,650
Current portion of lease liabilities	1,345,310	18,240	1,363,550	-	202,979
Current portion of SBITA	2,218,072	-	2,218,072	-	-
Due to primary government - current portion	37,242,083	149,256	37,391,339	589,119	169,215
Total current liabilities	<u>242,254,077</u>	<u>353,991</u>	<u>242,608,068</u>	<u>693,058</u>	<u>997,950</u>
Noncurrent liabilities					
Due to primary government	-	-	-	122,446	-
Net pension liability	644,734,654	587,822	645,322,476	2,000,173	-
Net OPEB liability	12,022,058	12,437	12,034,495	182,361	-
Noncurrent portion lease liabilities	7,747,557	21,985	7,769,542	-	1,182,137
Noncurrent portion SBITA	2,785,012	-	2,785,012	-	-
Long-term obligations	127,589,218	2,044,213	129,633,431	62,512	-
Total noncurrent liabilities	<u>794,878,499</u>	<u>2,666,457</u>	<u>797,544,956</u>	<u>2,367,492</u>	<u>1,182,137</u>
Total liabilities	<u>1,037,132,576</u>	<u>3,020,448</u>	<u>1,040,153,024</u>	<u>3,060,550</u>	<u>2,180,087</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows related to leases	13,417,973	1,072,532	14,490,505	-	-
Deferred inflows related to pensions	13,036,038	10,885	13,046,923	24,381	-
Deferred inflows related to OPEB	4,908,040	5,260	4,913,300	23,852	-
Total deferred inflows of resources	<u>31,362,051</u>	<u>1,088,677</u>	<u>32,450,728</u>	<u>48,233</u>	<u>-</u>
NET POSITION					
Net investment in capital assets	513,421,939	14,792,223	528,214,162	379,067	(53,743)
Restricted for:					
Debt service	10,014,885	-	10,014,885	-	-
Public safety	76,719,900	-	76,719,900	-	-
Capital projects	67,834,739	-	67,834,739	-	-
Public facilities fees	50,783,287	-	50,783,287	-	-
Library services	37,700,726	-	37,700,726	-	-
Transportation services	14,279,774	-	14,279,774	-	-
Health services	182,492,145	-	182,492,145	-	-
Home loan program	5,066,083	-	5,066,083	-	-
Micrographics & modernization projects	11,260,881	-	11,260,881	-	-
Other purposes	1,926,904	-	1,926,904	30,130	620
Unrestricted	(263,844,207)	(105,579)	(263,949,786)	798,450	617,940
Total net position (deficit)	<u>\$ 707,657,056</u>	<u>\$ 14,686,644</u>	<u>\$ 722,343,700</u>	<u>\$ 1,207,647</u>	<u>\$ 564,817</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Statement of Activities
For the Fiscal Year Ended June 30, 2023

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General government	\$ 92,887,422	\$ 33,598,491	\$ 4,127,189	\$ 2,337,176
Public protection	277,097,523	29,169,813	134,839,315	-
Public ways and facilities	20,820,165	1,839,757	18,406,669	3,484,053
Health services	204,371,644	17,930,272	175,329,589	-
Public assistance	216,743,857	646,255	217,690,181	-
Education and recreation	24,578,091	7,847,574	7,032,350	-
Interest on long-term debt	4,375,537	-	-	-
Total Governmental Activities	<u>840,874,239</u>	<u>91,032,162</u>	<u>557,425,293</u>	<u>5,821,229</u>
Business-type Activities:				
Nut Tree Airport	2,446,135	1,889,181	10,031	57,445
Total Primary Government	<u>\$ 843,320,374</u>	<u>\$ 92,921,343</u>	<u>\$ 557,435,324</u>	<u>\$ 5,878,674</u>
Solano County Fair	\$ 3,646,771	\$ 4,148,245	\$ 226,412	\$ -
Workforce Development Board	6,636,202	-	7,022,926	-
Total Component Units	<u>\$ 10,282,973</u>	<u>\$ 4,148,245</u>	<u>\$ 7,249,338</u>	<u>\$ -</u>

General revenues:
Property taxes
Sales and use tax - shared revenue
Property transfer tax
Intergovernmental not restricted to specific programs
Interest and investment earnings
Other
Gain on sale of capital assets
Transfers
Total general revenues and transfers
Changes in net position
Net position - beginning, restated
Net position - ending

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Statement of Activities
For the Fiscal Year Ended June 30, 2023

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Solano County Fair	Workforce Development Board
\$ (52,824,566)	\$ -	\$ (52,824,566)	\$ -	\$ -
(113,088,395)	-	(113,088,395)	-	-
2,910,314	-	2,910,314	-	-
(11,111,783)	-	(11,111,783)	-	-
1,592,579	-	1,592,579	-	-
(9,698,167)	-	(9,698,167)	-	-
(4,375,537)	-	(4,375,537)	-	-
(186,595,555)	-	(186,595,555)	-	-
-	(489,478)	(489,478)	-	-
(186,595,555)	(489,478)	(187,085,033)	-	-
			\$ 727,886	\$ -
			-	386,724
			727,886	386,724
241,358,116	580,670	241,938,786	-	-
2,983,820	-	2,983,820	-	-
3,444,137	-	3,444,137	-	-
4,049,164	4,285	4,053,449	-	-
14,913,912	53,607	14,967,519	2,301	(3,196)
19,673,187	43,578	19,716,765	-	142,011
667,462	-	667,462	-	-
5,296	(5,296)	-	-	-
287,095,094	676,844	287,771,938	2,301	138,815
100,499,539	187,366	100,686,905	730,187	525,539
607,157,517	14,499,278	621,656,795	477,460	39,278
\$ 707,657,056	\$ 14,686,644	\$ 722,343,700	\$ 1,207,647	\$ 564,817

Primary Government:
Governmental Activities:
General government
Public protection
Public ways and facilities
Health services
Public assistance
Education and recreation
Interest on long-term debt
Total Governmental Activities
Business-type Activities:
Nut Tree Airport
Total Primary Government

Solano County Fair
Workforce Development Board
Total Component Units

General revenues:
Property taxes
Sales and use tax - shared revenue
Property transfer tax
Intergovernmental not restricted to specific programs
Interest and investment earnings
Other
Gain on sale of capital assets
Transfers
Total general revenues and transfers
Changes in net position
Net position - beginning, restated
Net position - ending

COUNTY OF SOLANO, CALIFORNIA
Balance Sheet
Governmental Funds
June 30, 2023

	<u>Special Revenue Funds</u>			Other Governmental Funds	Total Governmental Funds
	General	Health & Social Services	Public Safety		
ASSETS					
Cash and investments	\$ 176,213,840	\$ 250,501,921	\$ 86,773,169	\$ 225,243,442	\$ 738,732,372
Cash and investments - restricted	32,527,009	-	-	-	32,527,009
Accounts receivable, net	4,435,894	1,635,573	286,199	360,159	6,717,825
Due from other funds	13,133,082	10,939,260	3,419,298	492,665	27,984,305
Due from other agencies	5,864,663	52,557,134	14,595,004	12,953,620	85,970,421
Due from component unit	-	-	-	711,565	711,565
Other assets	2,544,828	1,032,732	390,776	3,070,158	7,038,494
Advance to other funds	17,000,209	-	-	-	17,000,209
Lease receivables	13,893,417	-	-	-	13,893,417
Total assets	<u>\$ 265,612,942</u>	<u>\$ 316,666,620</u>	<u>\$ 105,464,446</u>	<u>\$ 242,831,609</u>	<u>\$ 930,575,617</u>
LIABILITIES					
Outstanding warrants	\$ 615,510	\$ 5,565,507	\$ 681,873	\$ 659,160	\$ 7,522,050
Payables	4,407,487	25,602,104	6,784,949	10,062,752	46,857,292
Due to other funds	2,205,606	6,213,228	14,709,611	5,994,731	29,123,176
Other liabilities	927,811	35,270	84,419	2,236,763	3,284,263
Due to other agencies	12,488,701	17,929,260	4,423,323	2,075,769	36,917,053
Unearned revenue	4,369,463	96,606,865	2,060,371	35	103,036,734
Advance from other funds	-	802,525	-	6,164,631	6,967,156
Total liabilities	<u>25,014,578</u>	<u>152,754,759</u>	<u>28,744,546</u>	<u>27,193,841</u>	<u>233,707,724</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue	4,532,018	23,608,628	396,367	258,177	28,795,190
Deferred inflows related to leases	13,417,973	-	-	-	13,417,973
Total deferred inflows of resources	<u>17,949,991</u>	<u>23,608,628</u>	<u>396,367</u>	<u>258,177</u>	<u>42,213,163</u>
FUND BALANCES:					
Nonspendable	17,764,267	946,867	390,776	193,763	19,295,673
Restricted	32,527,009	137,369,623	75,932,757	163,614,284	409,443,673
Committed	963,000	-	-	44,277	1,007,277
Assigned	126,186,408	1,986,743	-	51,527,267	179,700,418
Unassigned	45,207,689	-	-	-	45,207,689
Total fund balances	<u>222,648,373</u>	<u>140,303,233</u>	<u>76,323,533</u>	<u>215,379,591</u>	<u>654,654,730</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 265,612,942</u>	<u>\$ 316,666,620</u>	<u>\$ 105,464,446</u>	<u>\$ 242,831,609</u>	<u>\$ 930,575,617</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
June 30, 2023

Total governmental funds, fund balance		\$ 654,654,730
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.		576,953,466
Certain receivables are not available to pay for current-period expenditures and, therefore, are reported as deferred inflows of resources in governmental funds.		28,795,190
Deferred inflows and outflows of resources related to pension, other post employment benefits and refundings of debt are not due and payable in the current period and, therefore, are not reported in the funds:		
Deferred outflow on refunding		\$ 1,216,538
Deferred outflows related to pensions	\$ 214,381,173	
Deferred inflows related to pensions	<u>(11,492,708)</u>	
Deferred inflows/outflows related to pensions		202,888,465
Deferred outflows related to OPEB	13,909,266	
Deferred inflows related to OPEB	<u>(4,758,511)</u>	
Deferred inflows/outflows related to OPEB		9,150,755
		213,255,758
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the internal service funds are included in the governmental activities in the statement of net position.		23,019,388
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:		
Accrued interest payable		(869,207)
Long-term obligations		<u>(788,152,269)</u>
Net position of governmental activities		<u><u>\$ 707,657,056</u></u>

COUNTY OF SOLANO, CALIFORNIA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2023

	<u>Special Revenue Funds</u>			<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Health & Social Services</u>	<u>Public Safety</u>		
REVENUES					
Taxes	\$ 227,568,677	\$ -	\$ -	\$ 27,642,213	\$ 255,210,890
Licenses, permits and franchises	10,133,927	26,844	137,614	370,918	10,669,303
Fines, forfeitures and penalties	1,278,459	290,762	2,945,517	4,495	4,519,233
Use of money and property	6,410,181	3,236,175	(218,117)	4,076,900	13,505,139
Intergovernmental	10,809,088	377,884,109	126,846,345	41,481,627	557,021,169
Charges for services	54,485,090	18,459,540	16,524,984	21,125,555	110,595,169
Miscellaneous	2,373,857	5,501,974	1,665,621	8,224,572	17,766,024
Total revenues	<u>313,059,279</u>	<u>405,399,404</u>	<u>147,901,964</u>	<u>102,926,280</u>	<u>969,286,927</u>
EXPENDITURES					
Current:					
General government	76,275,117	-	-	4,823,627	81,098,744
Public protection	33,514,746	-	255,234,451	4,406,330	293,155,527
Public ways and facilities	-	-	-	16,778,790	16,778,790
Health services	-	203,299,043	-	5,346,034	208,645,077
Public assistance	1,088,713	220,201,730	-	1,557,318	222,847,761
Education and recreation	316,136	-	-	25,071,457	25,387,593
Debt service:					
Principal	-	-	-	10,027,100	10,027,100
Interest and other charges	-	-	-	4,943,134	4,943,134
Lease principal	1,441,998	-	-	-	1,441,998
Lease interest	295,069	-	-	-	295,069
SBITA principal	433,200	92,333	200,059	138,792	864,384
SBITA interest	5,269	-	8,820	6,606	20,695
Capital outlay - lease	184,119	-	-	-	184,119
Capital outlay - SBITA	717,286	445,305	950,338	709,773	2,822,702
Capital outlay	101,186	251,588	3,716,562	35,151,772	39,221,108
Total expenditures	<u>114,372,839</u>	<u>424,289,999</u>	<u>260,110,230</u>	<u>108,960,733</u>	<u>907,733,801</u>
Excess (deficiency) of revenues over (under) expenditures	<u>198,686,440</u>	<u>(18,890,595)</u>	<u>(112,208,266)</u>	<u>(6,034,453)</u>	<u>61,553,126</u>
OTHER FINANCING SOURCES (USES)					
Leases issued	184,119	-	-	-	184,119
SBITA issued	717,286	445,305	950,338	709,773	2,822,702
Transfers in	6,467,387	38,783,514	139,391,822	31,717,044	216,359,767
Transfers out	(198,820,246)	(5,439,426)	(3,853,339)	(8,644,508)	(216,757,519)
Sale of capital assets	143,362	-	-	107,500	250,862
Total other financing sources (uses)	<u>(191,308,092)</u>	<u>33,789,393</u>	<u>136,488,821</u>	<u>23,889,809</u>	<u>2,859,931</u>
Changes in fund balances	7,378,348	14,898,798	24,280,555	17,855,356	64,413,057
Fund balances - beginning	215,270,025	125,404,435	52,042,978	197,524,235	590,241,673
Fund balances - ending	<u>\$ 222,648,373</u>	<u>\$ 140,303,233</u>	<u>\$ 76,323,533</u>	<u>\$ 215,379,591</u>	<u>\$ 654,654,730</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2023

Changes in fund balances - total governmental funds \$ 64,413,057

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of capital assets is allocated over their estimated useful lives and reported as depreciation/amortization expense.

Capital outlay	\$ 42,227,929	
Depreciation/amortization	<u>(25,452,656)</u>	16,775,273

Gain on disposal of assets		362,347
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Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds.		2,603,057
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt and lease agreements consume the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.

Debt principal payments	\$ 10,027,100	
Leases issued	(184,119)	
Lease principal payments	1,441,998	
SBITA issued	(2,822,702)	
SBITA principal payments	864,384	
Change in premium	<u>1,206,131</u>	10,532,792

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. The changes in long-term obligations and related deferred outflows and inflows of resources are as follows:

Change in net OPEB liability and related deferred outflows and inflows of resources	\$ 3,184,450	
Change in net pension liability and related deferred outflows and inflows of resources	150,909	
Change in pollution remediation obligations	146,000	
Change in accrued interest payable	1,474,903	
Change in deferred loss on refunding	(152,067)	
Change in compensated absences	<u>(2,711,781)</u>	2,092,414

Internal service funds are used by management to charge the costs of certain activities to individual funds. The change in net position of the internal service funds is reported with governmental activities.

Changes in net position of governmental activities		<u><u>\$ 100,499,539</u></u>
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COUNTY OF SOLANO, CALIFORNIA
Statement of Net Position
Proprietary Funds
June 30, 2023

	Non-Major Enterprise Fund Nut Tree Airport	Governmental Activities - Internal Service Funds
ASSETS		
Current assets		
Cash and investments	\$ 2,586,085	\$ 46,159,304
Accounts receivable	60,061	90,349
Due from other agencies	28,206	264,586
Due from other funds	88,635	1,125,674
Other assets	83,420	9,130,817
Total current assets	2,846,407	56,770,730
Noncurrent assets		
Lease receivables	1,137,554	-
Capital assets, not being depreciated	9,419,732	-
Capital assets, being depreciated	7,513,186	13,971,333
Right-to-use lease assets, being amortized	39,154	-
Right-to-use SBITA, being amortized	-	4,613,517
Total noncurrent assets	18,109,626	18,584,850
Total assets	20,956,033	75,355,580
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pensions	138,623	7,192,314
Deferred outflows related to OPEB	15,183	452,482
Total deferred outflows of resources	153,806	7,644,796
LIABILITIES		
Current liabilities		
Outstanding warrants	19,066	385,484
Payables	105,070	2,576,529
Due to other funds	6,679	68,759
Other liabilities	62,359	-
Current portion of lease liabilities	18,240	-
Current portion of SBITA	-	1,755,350
Current portion of long-term obligations	149,256	8,433,165
Total current liabilities	360,670	13,219,287
Noncurrent liabilities		
Notes payable	-	5,399,372
Net pension liability	587,822	15,336,306
Net OPEB liability	12,437	374,090
Noncurrent portion of long-term obligations	2,044,213	14,514,337
Noncurrent portion of lease liabilities	21,985	-
Noncurrent portion of SBITA	-	1,719,075
Advances from other funds	2,307,391	7,725,662
Total noncurrent liabilities	4,973,848	45,068,842
Total liabilities	5,334,518	58,288,129
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to leases	1,072,532	-
Deferred inflows related to pensions	10,885	1,543,330
Deferred inflows related to OPEB	5,260	149,529
Total deferred inflows of resources	1,088,677	1,692,859
NET POSITION		
Net investment in capital assets	14,792,223	15,110,425
Unrestricted	(105,579)	7,908,963
Total net position	\$ 14,686,644	\$ 23,019,388

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2023

	Non-Major Enterprise Fund Nut Tree Airport	Governmental Activities - Internal Service Funds
OPERATING REVENUES		
Charges for sales and services	\$ 1,889,181	\$ 60,787,476
OPERATING EXPENSES		
Personnel services	425,264	13,450,856
Maintenance	84,321	1,649,059
Materials and supplies	676,304	2,244,671
Depreciation	525,040	3,175,614
Amortization	18,071	1,636,254
Insurance	36,076	21,393,809
Utilities and others	576,066	17,175,769
Total operating expenses	2,341,142	60,726,032
Operating loss	(451,961)	61,444
NONOPERATING REVENUES (EXPENSES)		
Intergovernmental	14,316	354,357
Investment earnings	53,607	648,370
Interest expense	(104,993)	(4,324)
SBITA interest expense	-	(50,688)
Property taxes	580,670	-
Other revenue	43,579	1,393,680
Gain from sale of capital assets	-	243,697
Total nonoperating revenues	587,179	2,585,092
Income before transfers and capital contributions	135,218	2,646,536
Capital contributions	57,445	671,015
Transfers in	6,460	594,965
Transfers out	(11,757)	(191,917)
Changes in net position	187,366	3,720,599
Total net position - beginning	14,499,278	19,298,789
Total net position - ending	\$ 14,686,644	\$ 23,019,388

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2023

	Non -Major Enterprise Fund Nut Tree Airport	Governmental Activities - Internal Service Funds
Cash flows from operating activities:		
Receipts from customers	\$ 2,622,754	\$ 1,369,899
Receipts from interfund services provided	2,380	60,943,170
Payments to suppliers	(2,019,479)	(49,441,836)
Payments to employees	(405,154)	(13,268,174)
Payments for interfund services used	(319,045)	(3,222,968)
Net cash provided by (used for) operating activities	(118,544)	(3,619,909)
Cash flows from noncapital financing activities:		
Transfers in	6,460	594,965
Transfers out	(11,757)	(191,917)
Property taxes received	580,670	-
Changes in due to/from other funds, net	(64,351)	(1,156,113)
Advances from other funds	-	3,212,240
Intergovernmental revenues received	14,316	354,357
Net cash provided by noncapital financing activities	525,338	2,813,532
Cash flows from capital and related financing activities:		
Proceeds from capital debt	-	7,686,411
Cash capital contributions	57,445	671,015
Interest paid	(104,993)	(55,012)
Debt principal paid	(143,761)	(200,358)
Repayments on advances from other funds	(99,109)	-
Acquisition of capital assets	(96,789)	(4,092,051)
Proceeds from sale of capital assets	-	243,697
Net cash used for capital and related financing activities	(387,207)	4,253,702
Cash flows from investing activities:		
Investment income received	53,607	648,370
Net increase in cash and investments	73,194	4,095,695
Cash and investments - beginning	2,512,891	42,063,609
Cash and investments - ending	\$ 2,586,085	\$ 46,159,304
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating (loss)	(451,961)	61,444
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation/amortization	543,111	4,811,868
Other nonoperating revenue	43,579	1,393,680
Pension expense	(23,753)	81,749
OPEB expense	(3,475)	(113,011)
Changes in assets and liabilities:		
(Increase) decrease in receivables, net	(40,250)	332,883
(Increase) decrease in due from other agencies	797,646	(200,970)
(Increase) decrease in other assets	(39,363)	(8,390,748)
(Increase) decrease in lease receivables	111,628	-
Increase (decrease) in outstanding warrants	8,126	(221,439)
Increase (decrease) in payables	(933,672)	(250,538)
Increase (decrease) in due to other agencies	-	(52)
Increase (decrease) in accrued compensated absences	47,338	213,944
Increase (decrease) in other liabilities	(848)	(1,338,719)
Increase (decrease) in deferred inflows of leases	(176,650)	-
Total adjustments	333,417	(3,681,353)
Net cash provided by (used for) operating activities	\$ (118,544)	\$ (3,619,909)
Noncash investing, capital and financing activities:		
Acquisition of SBITA	-	(5,169,148)
Increase (decrease) in SBITA	-	3,474,425

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2023

	<u>Investment Trust</u>	<u>Private Purpose Trust</u>	<u>External Investment Pool</u>	<u>Other</u>
ASSETS				
Cash and investments	\$ 1,167,750,047	\$ 10,161,078	\$ 80,054,658	\$ 68,794,741
Accounts receivable and other assets	-	25,713	-	208,875
Due from other governments	-	32,479	-	4,672,869
Prepaid items	-	2,150	-	-
Property tax receivable	-	-	-	38,900,525
Property of estates	-	6,562,360	-	-
Long-term receivables	-	-	-	580,934
Total assets	<u>1,167,750,047</u>	<u>16,783,780</u>	<u>80,054,658</u>	<u>113,157,944</u>
LIABILITIES				
Payables and other liabilities	-	175,802	-	37,341,633
Interest payable	-	-	-	373,340
Due to other governments	-	7,325	-	-
Total liabilities	<u>-</u>	<u>183,127</u>	<u>-</u>	<u>37,714,973</u>
NET POSITION				
Restricted for:				
Pool participants	1,167,750,047	-	80,054,658	-
Individuals, organization & other governments	-	16,600,653	-	75,442,971
Total net position	<u>\$ 1,167,750,047</u>	<u>\$ 16,600,653</u>	<u>\$ 80,054,658</u>	<u>\$ 75,442,971</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF SOLANO, CALIFORNIA
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2023

	Investment Trust	Private Purpose Trust	Custodial Funds	
			External Investment Pool	Other
ADDITIONS				
Contributions on pooled investments	\$ 1,077,943,586	\$ 4,646,182	\$ 13,097,709	\$ 44,333,694
Property tax collections	-	-	-	931,149,882
Local transportation	-	-	-	25,088,517
All other contributions/additions	-	-	-	14,032
Interest and investment income, net	19,242,929	241,277	1,628,109	1,423,866
Total additions	<u>1,097,186,515</u>	<u>4,887,459</u>	<u>14,725,818</u>	<u>1,002,009,991</u>
DEDUCTIONS				
Distributions from pooled investments	935,171,365	5,731,639	12,920,877	-
Property tax distributions	-	-	-	972,727,710
Local transportation	-	-	-	28,798,935
All other distributions/deductions	3,415	1,748,919	-	11,101,092
Total deductions	<u>935,174,780</u>	<u>7,480,558</u>	<u>12,920,877</u>	<u>1,012,627,737</u>
Changes in Fiduciary net position	162,011,736	(2,593,099)	1,804,941	(10,617,746)
Net position - beginning	<u>1,005,738,311</u>	<u>19,193,752</u>	<u>78,249,717</u>	<u>86,060,717</u>
Net position - ending	<u>\$ 1,167,750,047</u>	<u>\$ 16,600,653</u>	<u>\$ 80,054,658</u>	<u>\$ 75,442,971</u>

The notes to the financial statement are an integral part of this statement.

**COUNTY OF SOLANO, CALIFORNIA
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FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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**COUNTY OF SOLANO, CALIFORNIA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. *Reporting Entity*

Solano County (the County) is a political subdivision of the State of California (the State). An elected, five-member Board of Supervisors (the Board) governs the County. The County defines its reporting entity in accordance with accounting principles generally accepted in the United States of America (GAAP), which provides guidance for determining which governmental activities, organizations, and functions should be included in the reporting entity. The accompanying financial statements present information on the activities of the reporting entity, including all fund types of the County (the primary government) and its component units.

GAAP requires that the component units be separated into blended, fiduciary or discretely presented units for reporting purposes. Although legally separate entities, blended component units are, in substance, part of the County's operations. Therefore, they are reported as part of the primary government. The primary government is financially accountable for these component units. Discretely presented component units are reported in a separate column in the financial statements to emphasize that they are legally separate from the County. Each blended and discretely presented component unit has a June 30 fiscal year-end except for the Solano County Fair, which has a December 31 year-end.

Blended Component Units

Component units blended in the County's financial statements include the Solano County Facilities Corporation, Solano County Housing Authority and the East Vallejo Fire Protection District.

The Solano County Facilities Corporation (SCFC) was established for the purpose of providing financing for the acquisition and construction of properties such as the Fairfield Downtown Project, the Animal Care Renovation/Expansion Project and the County's Energy Conservation Projects. The SCFC acts as an accommodation party in certain tax-exempt financings for the sole (exclusive) benefit of the County. The SCFC's board consists exclusively of all five members of the County's Board of Supervisors. The County has operational responsibility for the SCFC.

The Solano County Housing Authority (SCHA), under an agreement with the U.S. Department of Housing and Urban Development, provides housing assistance through the Section 8 Housing Choice Vouchers program for the unincorporated areas of Solano County and the cities of Dixon and Rio Vista. The County Board of Supervisors serves as the SCHA board. The County has operational responsibility for the SCHA.

The East Vallejo Fire Protection District (EVFPD) provides fire protection services to the citizens of the unincorporated area in Vallejo. The County's Board of Supervisors governs the fire protection district. The County has operational responsibility of the EVFPD.

Discretely Presented Component Units

The Solano County Fair (Fair) is a discretely presented component unit in the County's basic financial statements. The Fair is governed by the Solano County Fair Association (Fair Association) whose members are appointed by the County's Board of Supervisors (the Board). The Board can remove any of the Fair Association members at will (i.e., without reason). The Fair Association is a 501(c) (3) non-profit organization established to conduct the annual County Fair and oversee the day-to-day operations of the County's fairgrounds property. The Fair Association operates under a contract with the County as a self-supporting enterprise fund. The Fair's financial statements are reported for calendar year ending December 31, 2022.

The Workforce Development Board (WDB) is a discretely presented component unit in the County's basic financial statements. The WDB is a private, non-profit 501(c) (3) organization serving as the administrator/operator of primarily federally-funded workforce development grants and programs, and links employers with employees to improve the quality, competitiveness, and productivity of the local workforce. The County Board of Supervisors appoints the WDB Board of Directors to oversee the U.S. Department of Labor Workforce Investment Act (WIA) grants and programs. The Workforce Development Board is reported as a discretely presented component unit as the economic resources of the WDB directly benefit the County and its inclusion is considered necessary to ensure complete financial reporting.

Financial information for individual component units may be obtained at the County Auditor-Controller's Office.

The County Board of Supervisors is responsible for appointing the members of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments. These organizations related to the County consist of the following special districts:

- Districts that provide fire protection services to the citizens of the County include Dixon Fire Protection District, Montezuma Fire Protection District, Suisun Fire Protection District and Vacaville Fire Protection District. A five-member board appointed by the County Board of Supervisors governs each district.
- Districts that provide burial services for all qualifying district residents and their families include Rio Vista Cemetery District, Silveyville Cemetery District, Solano Cemetery District and Vacaville-Elmira Cemetery District. A five-member board appointed by the County Board of Supervisors governs each cemetery district.
- Districts that develop and administer various resource conservation programs within the County include Dixon Resource Conservation District, Suisun Resource Conservation District and Solano Resource Conservation District. The County Board of Supervisors appoints the governing board for each of these districts.

B. Basis of Presentation – Government-wide Financial Statements

The County's financial accounts are maintained in accordance with GAAP and the uniform accounting system for the counties prescribed by the State Controller in compliance with the Government Code of the State of California. While separate government-wide and fund financial statements are presented, they are interrelated.

The governmental activities column incorporates data from governmental funds and internal services funds, while business-type activities incorporate data from the government's enterprise funds. Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the County has two discretely presented component units. While neither the Solano County Fair nor Workforce Development Board are considered to be a major component unit, they are nevertheless shown in separate columns in the government-wide financial statements.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. The primary government includes certain indirect costs as part of the program expenses reported for the various functional activities. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

C. Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The *Health & Social Services Fund* is used to account for services to county residents in the areas of health, mental health, substance abuse, social services, employment assistance and public assistance. Restricted revenue sources are primarily state and federal grants, vehicle license fees, sales tax, charges for services and income tax revenues under the Mental Health Services Act (MHSA).

The *Public Safety Fund* is used to account for services to county residents in the areas of legal representation, crime prevention, public protection and probation services. Restricted revenue sources are primarily state and federal grants.

The County reports one non-major enterprise fund:

The Nut Tree Airport fund (Airport) accounts for the operating activities and aviation services for commercial and recreational uses. Revenue sources are primarily charges for services.

Additionally, the government reports the following fund types:

Internal Service Funds account for management information systems, fleet management services and risk management services provided to other departments of the County, or to other governments, on a cost reimbursement basis. Revenue sources are primarily charges for services from County departments.

The *Investments Trust Fund* is used to account for the pooling of resources in an investment portfolio for external county agencies and legally separate participants who are legally required (trust equivalent) to pool their resources with the County or who have a trust agreement with the County to pool their resources.

The *Private Purpose Trust Funds* are used to account for escheat property under the responsibilities of Guardian/Conservator, Administrator, and prisoners' property under the Prisoners Welfare Fund.

The *Custodial Funds* are used to report fiduciary activities that are not required to be reported in pension (and other employee benefits) trust funds, investment trust funds, or private-purpose trust funds. These include property taxes and other custodial funds. The External Investment Pool is used to report fiduciary activities of the external portion of the investment pool for participants that are not required to keep cash in the County Treasury.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 90 days of the end of the current fiscal period, except for property taxes, which the County considers available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments and pollution remediation are recorded only when payment is due.

Secured property taxes, franchise taxes, licenses, grants and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the County receives cash.

Proprietary funds distinguish operating from nonoperating revenues and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the Airport are charges to customers for sales and services. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Assets, Liabilities, Deferred Outflows/Inflows, and Net Position/Fund Balance

1. Cash and Investments

The County pools cash and investments with the County Treasurer except for investments held in trust agreements under direction from the Treasurer. Interest from pooled cash and investments are allocated quarterly to the various funds based on the periodic average daily cash balances of the funds. It is the County's policy and practice to charge interest to funds with a negative cash balance. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the assigned fund that earns the interest.

The County has stated required investments at fair value in the accompanying financial statements. The fair value of investments is based on the independent third-party pricing models, published market prices or quotations from licensed broker/dealer firms. For purposes of the statement of cashflows, proprietary funds consider all highly liquid investments with a remaining maturity of three months or less at the time of acquisition including pooled amounts in the County Treasury to be cash equivalents.

The County categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Pool values participants' shares on a par value. Specifically, the Pool distributes income to participants based on their average balance during the relative period. Gross income is calculated and apportioned to the funds based on (1) realized investment gains and losses, (2) accrual-based interest income earned, and (3) amortization of discounts and premiums on a level yield basis. Administrative expenses are apportioned separately based on the absolute average balance of funds on deposit to account for any funds with a negative average balance. This method differs from the fair value method used to value investments in these financial statements because the amortized cost method is not designed to distribute to participants all unrealized gains and losses in the fair values of the Pool's investments.

The County Treasurer invests all pooled funds of the County and external participants in accordance with the County’s investment policy and the California State Government Code. The County Treasurer reports on a quarterly basis to the Board of Supervisors.

The public school districts as well as fire, cemetery, pest control, parks and recreation, reclamation, and other special districts within the County are allowed to participate and depending upon a variety of factors may be legally required to deposit funds in the Treasurer’s investment pool. Deposits of districts mandated and/or legally required to be held in trust by the County are included in the Investment Trust Fund. Deposits of districts that voluntarily participate in the Treasurer’s investment pool are included in Custodial External Investment Pool Fund.

The County’s cash and investments include \$10,161,078 at June 30, 2023 for Private Purpose Trust Funds. The County provides personal and financial services to individuals who are not able to manage their own affairs. The Public Administrator and Public Guardian administer the funds for individuals who are either deceased or incapacitated. The County also administers funds for adults and juveniles who are incarcerated.

2. *Interfund Receivables and Payables*

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advance to/from other funds” (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Advance to other funds, as reported in the governmental fund financial statements, are offset by a nonspendable fund balance to indicate such amounts are not in spendable form.

3. *Property Tax Levy, Collection and Maximum Rates*

The County is responsible for assessing, collecting and apportioning property taxes. Article XIII A of the California Constitution (Proposition 13) provides that the combined maximum property tax rate on any given property may not exceed one percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100% of market value as defined by Article XIII A and may be adjusted upward by no more than two percent per year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from the tax levy among the counties, cities, school districts and other districts.

The County assesses properties and bills for and collects property taxes as follows:

	Secured	Unsecured
Valuation/lien dates	January 1	January 1
Levy dates	October 1	July 1
Due dates	50% on November 1, 50% on February 1	August 1
Delinquent dates	December 11 (for November) April 11 (for February)	August 31

The term “unsecured” refers to taxes on personal property other than land and buildings. These taxes are enforced by liens on the property being taxed.

The County uses the advance apportionment method for apportioning secured property taxes, commonly referred to as the Teeter Plan, as provided in the State Revenue and Taxation Code Sections 4701-4717.

Under this method, anticipated secured property tax monies are advanced to the various county funds and governmental agencies prior to the collection of such monies from the taxpayers.

4. *Other Assets*

The County reports inventory in the other asset category. The County values inventory at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when purchased rather than when consumed. Also, included in the other assets are prepaid costs which are payments made to vendors for costs that benefit future periods. In governmental funds, other assets include receivables arising from loan subsidy programs.

5. *Long-term and Lease Receivables*

The County reports receivables greater than one year as long-term receivables, including receivables arising from loan subsidy programs.

The County records lease receivables as the present value of future lease payments expected to be received from the lessee during the lease term, reduced by any provision for estimated uncollectible amounts. Lease receivables are subsequently reduced over the life of the lease as cash is received in the applicable reporting period. The present value of lease payments to be received are discounted based on the interest rate the County charges the lessee.

6. *Capital, Right-to-use Lease and Subscription-Based Information Technology Arrangement (SBITA) Assets*

Capital assets, which include property, plant, equipment, intangibles and infrastructure (e.g., roads, bridges and easements), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in proprietary funds. Capital assets are defined by the County as assets with an initial cost of more than \$5,000 and an estimated useful life in excess of three years. Buildings and improvements and intangibles have a capitalization threshold of \$100,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at their acquisition value on the date of donation. In accordance with GASB Statement No. 34, the County has not reported infrastructure assets acquired prior to fiscal year ended June 30, 1980.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Property, plant, equipment, intangibles and depreciable infrastructure assets of the primary government and its component units, are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Bridges	99
Computer equipment	3-7
Office equipment	3-7
Intangibles	3-7
Specialty equipment and vehicles	3-20
Heavy equipment	10-20
Buildings and improvements	10-40
Roads (surface only)	10-20

Right-to-use lease assets, which include property, equipment and buildings and improvements, follow the same capitalization thresholds as capital assets. Right-to-use lease assets are recorded at the amount of the initial measurement of the lease liabilities and modified by any lease payments made to the lessor at or before the commencement of the lease term, less any lease incentives received from the lessor at or before the commencement of lease term, less any lease incentives received from the lessor at or before the commencement of the lease term along with any initial direct costs that are ancillary charges necessary to place the lease asset into service.

Right-to-use lease assets are amortized using the straight-line method over the shorter of the lease term or the useful life of the underlying asset, unless the lease contains a purchase option that the County has determined is reasonably certain of being exercised. The amortization period is the same as the useful life of the underlying lease asset.

Right-to-use subscription-based information technology arrangements (SBITA) provides governments with access to a vendor’s information technology (IT) software and associated tangible capital assets for a subscription payment without granting the government a perpetual license or title to the IT software and associated tangible capital asset. Right-to-use SBITA assets follow the same capitalization thresholds as intangibles of \$100,000. Right-to-use SBITA assets are recognized at the subscription commencement date and represent the County's right to use the underlying IT asset for the subscription term. Right to use SBITA assets are measured at the initial value of the subscription liability plus any payments made to the vendor at the commencement of the subscription term, less any subscription incentives received from the vendor at or before the commencement of the subscription term, plus any capitalizable initial implementation costs necessary to place the subscription asset into service.

Right-to-use SBITA assets are amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying asset. The amortization period is the same as the useful life of the underlying SBITA asset.

7. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow or resources (expense/expenditure) until then. As of June 30, 2023, the County has three items reportable on the Statement of Net Position: the first item relates to the unamortized losses on refunding of debt; the second item relates to deferred outflows of resources related to pensions; and the third item relates to deferred outflows of resources related to OPEB. The losses on refunding result from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or the refunding debt.

In addition to liabilities, the statement of net position and the balance sheet will sometimes report a separate section for deferred inflows of resources. The separate financial statement element represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow or resources (revenue) until that time. The County has three items reportable on the Statement of Net Position: the first item relates to deferred inflows of resources related to pensions; the second item relates to deferred inflows of resources related to OPEB; and the third item relates to deferred inflows of resources related to lease receivables where the County is the lessor. The deferred inflows of resources related to lease receivables is also recorded on the fund statements. The deferred inflows of resources related to leases are recognized as an inflow of resources (revenue) on the effective-interest method over the term of the lease. The County also has deferred inflows of resources related to unavailable revenue reported under the modified accrual basis of accounting in the governmental funds balance sheet. These amounts are deferred and recognized as revenues in the period the amounts are available.

8. *Federal, State and Local Grants*

Governmental fund grants are recorded as revenues in the year they become both measurable and available and when all eligibility requirements imposed by the provider have been met. The County uses a 90-day availability period. Funds received that do not meet this criterion are recorded as unavailable revenue in the governmental funds financial statements under Deferred Inflows of Resources. Proprietary fund grants received for operating assistance are recorded as nonoperating revenues in the year in which the grants are expended and the related grant conditions are met.

9. *Outstanding Warrants*

Outstanding warrants represent the amount of warrants issued but not yet presented to the County for payment. Such amounts are recorded in the individual funds. When payables are processed, expenditures are recorded in the individual funds and a liability for accounts payable is created. When the warrant is issued, the liability for accounts payable is reduced and an outstanding warrant liability is created, pending payment of the warrant.

10. *Due To/Due From Other Agencies*

Included in “Due To/Due From Other Agencies” are amounts owed to/by governmental entities outside the reporting entity.

11. *Unearned Revenue*

Unearned revenue represents financial resources received before eligibility requirements are met. These resources are advances from the State of California and the federal government for costs of various programs administered by the County. As of June 30, 2023, \$69.35 million of unearned revenues is primarily from the Coronavirus State and Local Fiscal Recovery Funds (SLFRF) program.

12. *Compensated Absences*

Vested unused vacation hours may be accumulated and, if not taken, is paid at the date of termination from County employment at the employee’s current pay rate. All leave balances are accrued when earned in the government-wide and proprietary fund financial statements. Expenditures for these amounts are reported in the governmental funds as employees terminate. County policy states that unused sick leave shall not be cashed out at the time of separation from the County; however, upon retirement eligible

employees convert all unused sick leave to a Retirement Health Savings Account. Payments for accrued compensated absences at termination or retirement are paid and liquidated by the governmental funds and proprietary funds.

13. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and long-term obligations are reported as long-term obligations in the applicable governmental activities, business-type activities, or proprietary funds statement of net position. Bond premiums/discounts are amortized over the life of the bonds using the straight-line method.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Lease liabilities represent the County's obligation to make lease payments arising from the lease. Lease liabilities are recognized at the lease commencement date based on the present value of future lease payments expected to be made during the lease term. The present value of lease payments is discounted based on a borrowing rate determined by the County.

SBITA liabilities represent the County's obligation to make payments arising from a subscription-based information technology arrangement. SBITA liabilities are recognized at the agreement commencement date based on the present value of future payments expected to be made during the term of the agreement. The present value of payments is discounted based on a borrowing rate determined by the County.

14. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County of Solano's California Public Employees Retirement System (CalPERS) Plans and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Payments for pension liabilities are liquidated by the governmental funds and proprietary funds.

15. Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB liability and deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Solano County Retiree Healthcare Plan (OPEB Plan) and additions to/deductions from the OPEB Plan's fiduciary net position have been determined on the same basis as they are reported by the OPEB Plan. For this purpose, the OPEB Plan's benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Payments for OPEB liabilities are liquidated by the governmental funds and proprietary funds.

16. *Net Position/Fund Balances*

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

- *Net investment in capital assets* - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt attributable to the acquisition, construction or improvement of these assets including related deferred inflows/outflows of resources, reduce the balance in this category.
- *Restricted Net Position* - This category represents external restrictions imposed by grantors, creditors, contributors and laws or regulations of other governments, and the restrictions imposed by law through enabling legislation for the implementation of various programs.
- *Unrestricted* - This category represents net position resources of the County, not restricted for any project or other purpose.

The government-wide statement of net position reports a restricted component of \$458,079,324, of which \$50,783,287 is restricted by enabling legislation.

In the fund financial statements, governmental funds report fund balance as nonspendable, restricted, committed, assigned or unassigned based primarily on the extent to which the County is bound to honor constraints on how specific amounts can be spent.

Fund balance classifications are described as follows:

- *Nonspendable Fund Balance*: Amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. It includes long-term loans and notes receivable, inventories and prepaid items.
- *Restricted Fund Balance*: Amounts restricted by constraints that are either (a) externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance*: Amounts to be used for specific purposes pursuant to constraints imposed by the Board of Supervisors via an ordinance. These self-imposed constraints must be set in place prior to the end of the fiscal year and can only be changed via ordinance.
- *Assigned fund Balance*: Amounts constrained by the County's intent to use for specific purposes but are neither legally restricted nor committed. The intent can be established at either the highest level of decision-making authority, or by a body or an official designated for that purpose. An assignment of fund balance is more easily removed or modified than fund balance classified as committed and may be established after fiscal year-end.
- *Unassigned Fund Balance*: This classification represents fund balance not assigned to other funds and not restricted, committed or assigned to specific purposes within the General Fund, and is available for financing future budgets. The General Fund is the only fund that reports a positive unassigned fund balance amount.

17. Fund Balance Policy

The Board originally adopted the General Fund Reserve and Other Designations Policy in February 2007. On June 14, 2011, the Board adopted the new Fund Balance Policy which includes the changes to conform to GASB Statement No. 54. This policy addresses the County's unrestricted fund balance (i.e., Committed, Assigned, and Unassigned).

General Fund – Fund Balance Policy -- This policy addresses the County's unrestricted fund balance (i.e., Committed, Assigned, and Unassigned).

Committed Fund Balance – During any Board meeting, the Board of Supervisors may establish a Committed Fund Balance through a resolution approved by a 4/5 vote. The commitment must be established by the end of the fiscal year for a specific purpose and requires the same formal action to be changed or lifted. However, for financial statement purposes, in accordance with GASB Statement No. 54, only those items committed via ordinance are reported as committed fund balance.

Assigned Fund Balance – During any Board meeting, the Board of Supervisors may establish or change an Assigned Fund Balance through a resolution approved by a 3/5 vote. The Board of Supervisors is the only entity delegated to assign fund balance.

General Fund General Reserve Policy – The General Fund General Reserve is subject to constraints imposed by Government Code Section 29086, which limits the Board's access to the reserve during the annual budget process and requires a 4/5 vote by the Board.

The Board's policy is to maintain General Fund General Reserves equal to 10% of the County's total budget, excluding interfund transfers with a minimum of \$20 million maintained at all times. Additionally, the General Fund Contingency policy establishes a level equal to 10% of the General Fund's total budget and is used to mitigate the impact of potential risks.

The General Fund General Reserve is maintained to provide the County with sufficient working capital to support one-time costs, subject to Board approved constraints, for the following purposes:

- When the County faces economic recession/depression and the County must take budget action.
- When the County is impacted by a natural disaster or any other emergency that could result from acts of terrorism, disease epidemic, pandemic, chemical spill, or nuclear contamination whether it is a natural occurring phenomenon or manmade.
- When the County experiences unexpected declines in revenues and/or when unpredicted large one-time expenditures arise.

Subject to Board of Supervisors' constraints, the following is how reserves should be used:

1. Use the General Fund General Reserve to phase into fiscal distress periods gradually, focusing on maintaining the Board's priorities.
2. To the extent possible, use the General Fund General Reserve as the last resort to balance the County Budget.
3. To the extent possible, the spending down of General Fund General Reserve should not exceed \$6 million a year.

In circumstances where the General Fund General Reserve has fallen below the established requirement, the County shall replenish the deficiency within five fiscal years or as soon as economic conditions allow from the following revenue sources: year-end surpluses, non-recurring revenues, budget surpluses, or if legally permissible and with a defensible rationale, from excess resources in other funds.

Countywide Spending Priority Policy

Funding Flow Assumptions – The County’s Spending Priority policy applies to fund balance and revenue sources. In circumstances when multiple fund balance classifications are identified as funding source, the fund balance will be applied in the following order: 1) Restricted, 2) Committed, 3) Assigned and 4) Unassigned.

18. Contingency Policy

On February 13, 2007, the Board adopted the General Fund Contingency policy to establish a level equal to 10% of the General Fund total budget. During the Recommended Budget, the recommendation from staff is to fund the General Fund Contingency with the final amount to be determined by close out of the Budget reconciliation. Appropriations for Contingencies are legal authorizations granted by the Board of Supervisors to be used for one-time unexpected needs that arise outside of the regular budget planning process. Pursuant to Government Code §29130, access to the Appropriation for Contingency requires a 4/5 vote of the Board of Supervisors.

19. Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net position

The governmental funds balance sheet includes reconciliation between total governmental funds-fund balances and net position of governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The details of this \$576,953,466 difference are as follows:

Land, not being depreciated	\$ 158,137,783
Construction in progress	62,798,998
Artwork	857,761
Intangibles, not being amortized	461,593
Infrastructure, net of \$93,840,783 accumulated depreciation	90,718,290
Buildings, net of \$307,285,753 accumulated depreciation	230,434,686
Machinery and equipment, net of \$34,751,766 accumulated depreciation	22,224,044
Intangibles, net of \$6,676,833 accumulated amortization	527,720
Subscription Asset, net of \$836,233 accumulated amortization	1,986,469
Right-to-use lease assets, net of \$2,728,540 accumulated amortization	<u>8,806,122</u>
Net adjustment to increase fund balances-total governmental funds to arrive at net position - governmental activities	<u><u>\$ 576,953,466</u></u>

Another element of reconciliation explains long-term liabilities not due and payable in the current period and, therefore is not reported in the funds. The details of this \$788,152,269 difference are as follows:

Notes payable	\$ 916,787
Certificates of participation	75,815,000
Issuance premium	11,864,790
Pension obligation bonds	9,310,000
Net OPEB liability	11,647,968
Pollution remediation obligation	317,350
Net pension liability	629,398,348
Compensated absences	38,260,500
Lease liabilities	9,092,867
SBITA	<u>1,528,659</u>
Net adjustment to reduce total governmental funds-fund balance to arrive at net position of governmental activities	<u><u>\$ 788,152,269</u></u>

III. DETAILED NOTES ON ALL FUNDS

A. Cash and Investments

The County’s cash and investments at June 30, 2023 were as follows:

	<u>Amount</u>
Cash & Cash Equivalents	<u>\$ 19,434,653</u>
County Investments	
Money Market Mutual Funds	24,901,921
State of California Local Agency Investment Fund (LAIF)	50,672,564
Investment Trust of California Joint Powers Authority Pool (CAL TRUST)	57,364,875
California Asset Management Program (CAMP)	53,718,844
Blackrock Fed Fund	38,650,081
Corporate Notes	104,669,664
Supranational	9,939,742
U.S. Government Agency Notes:	
Federal Farm Credit Bank	170,497,133
Federal Home Loan Bank	707,206,377
Federal Home Loan Mortgage Corporation	260,252,036
Federal National Mortgage Association	166,717,884
U.S. Treasury Securities	305,117,721
Municipal Bonds	95,323,626
Total County Investments	<u>2,045,032,468</u>
Total County Treasury	<u>2,064,467,121</u>
Cash and Investments with Fiscal Agents	
Cash & Cash Equivalents	3,593,058
Money Market Mutual Funds	58,440,364
Corporate Notes	1,989,820
Municipal Bonds	3,125,500
U.S. Government Agency Notes:	
Federal Home Loan Bank	19,582,400
Total Investments with Fiscal Agents	<u>83,138,084</u>
Total Cash and Investments	<u><u>\$ 2,151,198,263</u></u>

Reconciliation to the financial statements:

Government-wide Statement of Net Position:	
Cash and investments	\$ 787,477,761
Cash and investments - restricted	32,527,009
Statement of Fiduciary Net Position:	
External Investment Trust	1,167,750,047
Private Purpose Trust	10,161,078
Custodial, Other	68,794,741
Custodial, External Investment Pool	80,054,658
Component Units:	
Solano County Fair	3,109,249
Workforce Development Board	1,323,720
Total	<u>\$ 2,151,198,263</u>

The Investment Policy states the Solano County Treasurer is to manage the Treasury Pool in accordance with applicable State codes and for the benefit of the pool participants. The Treasurer makes every reasonable effort to maintain the composition of the Treasury Pool within an acceptable risk-return policy. To achieve and maintain this profile, the Treasurer may direct investment purchases or sales to adjust credit risk, interest rate risk, liquidity risk, or other risks inherent in investment pools. The pool is not registered as an investment company with the Securities and Exchange Commission (SEC). The Solano County Treasurer’s Pool is governed by the tenets of Government Code 53600 et seq. In addition to these tenets the portfolio is further restricted to percentages based on book value at the time of purchase.

The County Treasurer manages funds on behalf of the County, local school districts, and various other special districts located within Solano County, and provides extensive reporting regarding the deposits held for both involuntary and voluntary external participants. Monthly and quarterly reports of such are published on the County’s website and the County Treasurer reports on a quarterly basis to the Board of Supervisors. Other funds, which by law or contract must be segregated, are maintained in various other investments under his direction. Cash and investments held by the third-party fiscal agents are legally or contractually restricted for specific purposes.

The County is a voluntary participant in the State of California Local Agency Investment Fund (LAIF). At June 30, 2023, the County’s investment in LAIF is \$50.7 million. LAIF is part of the State of California’s Pooled Money Investment Account (PMIA). PMIA is not SEC-registered but is required to invest according to California State Government Code. LAIF is authorized under Government Code §16429.1 and their investment criteria is established in Government Code §16430. The average maturity of PMIA investments was 260 days as of June 30, 2023. The Local Investment Advisory Board (LIAB) has oversight responsibility for LAIF. The LIAB consists of five members as designated by state statute. The value of the pool shares in LAIF, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the County Treasurer’s portion of the pool. LAIF is not rated.

The County is also a voluntary participant in the Investment Trust of California Joint Powers Authority Pool (CALTRUST). At June 30, 2023, the County’s investment with CALTRUST is \$57.4 million. The Board of Trustees, which is made of experienced local Treasurers and Investment Officers has oversight responsibility for CALTRUST. The value of the pool shares in CALTRUST, which may be withdrawn, is determined on a fair value basis, which may be different than the amortized cost of the County Treasurer’s portion of the pool. CALTRUST is not registered with the SEC and is not rated.

The County is also a voluntary participant in the California Asset Management Program (CAMP). At June 30, 2023, the County's investments with CAMP is \$53.7 million. The weighted average to maturity of CAMP investments was 26 days as of June 30, 2023. The Board of Trustees, which is made up of experienced local government directors and treasurers, has oversight responsibility for CAMP. The Board consists of seven members elected by the participants. The value of the pool shares in CAMP, which may be withdrawn, is determined on an amortized cost basis, which is different than the fair value of the County Treasurer's portion of the pool. CAMP's investment policy does not permit the purchase of asset-backed securities (Government Code 53601 (n)) but does permit the purchase of commercial paper (53601 (h)), which can include asset-backed commercial paper. CAMP is not registered with the SEC and is not rated.

1. *Authorized Investments*

Statutes authorize the County to invest in obligations of U.S. government securities, U.S. Government agencies and instrumentalities, certificates of deposit of nationally or state-chartered banks or savings institutions, commercial paper rated A-1 by Standard and Poor's Corporation or P-1 by Moody's Commercial Paper Record, bankers' acceptances, medium term corporate notes, mortgage pass-through, repurchase agreements, reverse repurchase agreements, municipal bonds, money market mutual funds as permitted by the California Government Code, California State Treasurer's investment pool (LAIF), and shares of beneficial interest issued by Joint Power Authorities that invest in allowable securities such as Investment Trust of California (CALTRUST) and California Asset Management Program (CAMP). Statutes also authorize the County to invest in International Bank for Reconstruction and Development (Supranational), International Finance Corporation, Inter-American Development Bank of dollar denominated senior unsecured unsubordinated rated AA or better.

Segregated funds held in trust, separate and apart from the County's Treasury pool, are invested in accordance with applicable Trust Agreements. The PARS 115 Retirement Trust is governed by Government Code §53216 et seq.

2. *Interest Rate Risk*

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment or a deposit. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy mitigates its exposure to interest rate risk by:

- Structuring the portfolio so securities mature to meet the cash requirements of the pool participants and laddering call dates and maturities.
- Maintaining a portion of the County's investment portfolio in short-term investments (1 year or less to maturity), which have a minimum interest rate risk.

At June 30, 2023, the weighted average to maturity of the Treasurer's Pool was 347 days.

The fair value of the County's investments as of June 30, 2023 is as follows:

	Amount	Investment Maturities Fair Value (in Years)	
		Less than 1	1 to 5
County Investments			
Money Market Mutual Funds	\$ 24,901,921	\$ 24,901,921	\$ -
State of California Local Agency Investment Fund (LAIF)	50,672,564	50,672,564	-
Investment Trust of California Joint Powers Authority Pool (CAL TRUST)	57,364,875	57,364,875	-
California Asset Management Program (CAMP)	53,718,844	53,718,844	-
Blackrock Fed Fund	38,650,081	38,650,081	-
Corporate Notes	104,669,664	61,238,078	43,431,586
Supranational	9,939,742	9,939,742	-
U.S. Government Agency Notes:			
Federal Farm Credit Bank	170,497,133	59,759,127	110,738,006
Federal Home Loan Bank	707,206,377	382,857,569	324,348,808
Federal Home Loan Mortgage Corporation	260,252,036	117,870,331	142,381,705
Federal National Mortgage Association	166,717,884	54,591,358	112,126,526
U.S. Treasury Securities	305,117,721	229,384,127	75,733,594
Municipal Bonds	95,323,626	20,651,732	74,671,894
<i>Total County Investments</i>	<u>2,045,032,468</u>	<u>1,161,600,349</u>	<u>883,432,119</u>
Investments with Fiscal Agents			
Money Market Mutual Funds	58,440,364	58,440,364	-
Corporate Notes	1,989,820	1,989,820	-
Municipal Bonds	3,125,500	3,125,500	-
U.S. Government Agency Notes:			
Federal Home Loan Bank	19,582,400	-	19,582,400
<i>Total Investments with Fiscal Agents</i>	<u>83,138,084</u>	<u>63,555,684</u>	<u>19,582,400</u>
Total Investments	<u>\$ 2,128,170,552</u>	<u>\$ 1,225,156,033</u>	<u>\$ 903,014,519</u>

3. Credit Risk

Credit risk is the risk of loss due to the failure of credit downgrade of an issuer or backer. State law limits investments in commercial paper and corporate bonds to the top two rating issued by nationally recognized statistical rating organizations. The County's investments policy mitigates its exposure to credit risk by:

- Limiting purchases to "investment grade securities".
- Diversifying the portfolio so the failure or downgrade of an individual security will have a minimal impact on the portfolio as a whole.
- Performing ongoing reviews of economic or financial conditions that may impact the credit of a single issuer or a market segment of issues.

County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

- When the County Treasurer deems necessary, an in-depth analysis on the credit quality of an individual issuer within the portfolio will be conducted. Based on the findings, the County Treasurer may elect to retain the securities in question or sell them. At June 30, 2023, the County's credit risks, expressed as a percentage of total investments, are as follows:

Investment Type	Credit Rating S&P	% of Investments
County Investments		
Money Market Mutual Funds	AAA	1.17%
State of California Local Agency Investment Fund (LAIF)	Not Rated	2.38%
Investment Trust of California Joint Powers Authority Pool Money Market	AAA	2.70%
California Asset Management Program (CAMP)	AAA	2.52%
Blackrock Fed Fund	AAA	1.81%
Corporate Notes	A-	1.12%
Corporate Notes	A2	0.23%
Corporate Notes	A+	1.03%
Corporate Notes	AAA	0.52%
Corporate Notes	AA-	0.39%
Corporate Notes	AA+	0.23%
Corporate Notes	AA	1.41%
Supranational	AA	0.47%
U.S. Government Agency Notes:		
Federal Farm Credit Bank	AA+	8.01%
Federal Home Loan Bank	AA+	33.21%
Federal Home Loan Mortgage Corporation	AA+	11.31%
Federal Home Loan Mortgage Corporation	AAA	0.92%
Federal National Mortgage Association	AA+	6.90%
Federal National Mortgage Association	AAA	0.93%
U.S. Treasury Securities	AA+	5.70%
U.S. Treasury Securities	AAA	8.19%
U.S. Treasury Securities	AA	0.45%
Municipal Bonds	AA	1.21%
Municipal Bonds	AA-	1.28%
Municipal Bonds	AA1	0.10%
Municipal Bonds	AAA	1.89%
Investments with Fiscal Agents		
Money Market Mutual Funds	AAA	2.75%
Corporate Notes	AAA	0.05%
Corporate Notes	A+	0.05%
Municipal Bonds	AAA	0.14%
Municipal Bonds	Not Rated	0.01%
Federal Home Loan Bank	AA+	0.92%
		100.00%

4. Concentration of Credit Risk

The County’s investment policy has no limitation on the amount that can be invested in any one issuer beyond what is stipulated by the California Government Code. Investments in any one issuer (other than Money Market Mutual Funds, U.S. Treasury Securities, or external investment pools) that represent 5.00% or more of the total investments of the County are as follows:

<u>Issuer Name</u>	<u>Amount</u>
Federal Home Loan Bank	\$ 707,206,377
Federal Home Loan Mortgage Corporation	260,252,036
Federal Farm Credit Bank	170,497,133
Federal National Mortgage Association	166,717,884

5. Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. The California Government Code and the County’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law. The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institution to secure deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

On February 10, 2015, the Board of Supervisors approved Resolution 2015-21 authorizing the County to adopt the Section 115 PARS Public Agencies Post-Employment Benefits Trust. The initial contribution occurred on August 5, 2015 and investments are made pursuant to California Government Code Section 53216.1.

6. *Treasury Investment Pool*

A summary of the investments held by the Treasurer's Pool as of June 30, 2023 is as follows:

Investment	Fair Value	Cost	Interest Rate Range (%)	Maturity Range (Month/Year)
Treasury Investment Pool				
Money Market Mutual Funds	\$ 24,901,921	\$ 24,901,921	4.94 - 4.97	07/23
State of California Local Agency Investment Fund (LAIF)	50,672,564	50,672,564	0.500	07/23
Investment Trust of California Joint Powers Authority Pool (CAL TRUST)	57,364,875	57,364,875	0.036	07/23
California Asset Management Program (CAMP)	53,718,844	53,718,844	0.021	07/23
Blackrock Fed Fund	38,650,081	38,650,081	0.036	07/23
Corporate Notes	104,669,664	106,319,378	0.375 - 3.875	07/23 - 09/26
Supranational	9,939,742	10,070,557	3.000	07/23 - 10/23
U.S. Government Agency Notes	1,304,673,430	1,320,819,171	.25 - 5.50	07/23 - 11/25
U.S. Treasury Securities	305,117,721	310,288,408	0.125 - 2.125	08/23 - 08/25
Municipal Bonds	95,323,626	97,726,225	0.2 - 5.500	11/23 - 11/27
Total County Investments	2,045,032,468	2,070,532,024		
Investments with Fiscal Agents				
Money Market Mutual Funds	58,440,364	38,465,341	0.050	07/23
Corporate Notes	1,989,820	2,040,185	2.300 - 3.400	8/23 - 3/24
Municipal Bonds	3,125,500	3,200,000	.270 - 2.677	08/23 - 04/24
Federal Home Loan Bank	19,582,400	19,978,535	3.125 - 3.835	06/24 - 6/25
Total Investments with Fiscal Agents	83,138,084	63,684,061		
Total Investments	\$ 2,128,170,552	\$ 2,134,216,085		

7. *Fair Value Measurements*

The County's investment pool categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Investments reflect prices quoted in active markets.
- Level 2: Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active; and,
- Level 3: Investments reflect prices based upon unobservable sources.

Deposits and withdrawals in investment pools, such as LAIF, CAMP, and CALTRUST, are reported on an amortized cost basis of \$1 per share and not fair value. Accordingly, the County's proportionate share in these types of investments is an uncategorized input not defined as a Level 1, Level 2, or Level 3 input.

When available, quoted prices are used to determine fair value. When quoted prices in active markets are available, investments are classified within Level 1 of the fair value hierarchy. For investments classified

County of Solano
Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

The County has the following recurring fair value measurements as of June 30, 2023:

	Fair Value Measurements Using		
	Balance at June 30, 2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
<u>County Investments by Fair Value Level</u>			
Money Market Mutual Funds	\$ 24,901,921	\$ 24,901,921	\$ -
Corporate Notes	104,669,664	-	104,669,664
Supranational	9,939,742	-	9,939,742
U.S. Government Agency Notes:			
Federal Farm Credit Bank	170,497,133	-	170,497,133
Federal Home Loan Bank	707,206,377	-	707,206,377
Federal Home Loan Mortgage Corporation	260,252,036	-	260,252,036
Federal National Mortgage Association	166,717,884	-	166,717,884
U.S. Treasury Securities	305,117,721	305,117,721	-
Municipal Bonds	95,323,626	-	95,323,626
Total Investments Measured at Fair Value	1,844,626,104	330,019,642	1,514,606,462
<u>County Investments not subject to Fair Value Hierarchy</u>			
State of California Local Agency Investment Fund (LAIF)	50,672,564		
California Asset Management Program (CAMP)	53,718,844		
Investment Trust of California Joint Powers Authority Pool (CAL TRUST)	57,364,875		
Blackrock Fed Fund	38,650,081		
Total Investments not subject to Fair Value Hierarchy	200,406,364		
Total County Pooled Investments	2,045,032,468		
<u>Investments with Fiscal Agents by Fair Value Level</u>			
Money Market Mutual Funds	58,440,364	20,077,029	38,363,335
Corporate Notes	1,989,820	-	1,989,820
Municipal Bonds	3,125,500	-	3,125,500
U.S. Government Agency Notes:			
Federal Home Loan Bank	19,582,400	-	19,582,400
Total Investments with Fiscal Agents measured at Fair Value	83,138,084	\$ 20,077,029	\$ 63,061,055
Total Investments	\$ 2,128,170,552		

The following represents a condensed statement of net position and changes in net position for the Treasurer's Pool as of June 30, 2023:

Statement of net position	
Net position held in trust for all pool participants	\$ 2,056,288,435
Equity of internal pool participants	\$ 808,483,730
Equity of external pool participants	1,247,804,705
Total Net Position	<u>\$ 2,056,288,435</u>
Statement of changes in net position	
Net position as of July 1, 2022	\$ 1,858,854,501
Net change in investments by pool participants	197,433,934
Net Position as of June 30, 2023	<u>\$ 2,056,288,435</u>
Add outstanding warrants:	
Primary government	7,926,600
Component Unit:	
Workforce Development Board	252,086
Total held by County Treasury	<u>\$ 2,064,467,121</u>

B. Due To/Due From Other Funds

The composition of the interfund balances as of June 30, 2023 is as follows:

	Due To Other Funds						Total
	General Fund	Health & Social Services	Public Safety	Other Governmental	Nut Tree Airport	Internal Service Funds	
General Fund	\$ -	\$ 2,026,515	\$ 5,186,441	\$ 5,863,662	\$ 6,595	\$ 49,869	\$ 13,133,082
Health & Social Services	1,484,419	-	9,401,500	37,772	-	15,569	10,939,260
Public Safety	480,326	2,859,882	-	79,090	-	-	3,419,298
Other Governmental	50,283	377,389	47,381	14,207	84	3,321	492,665
Nut Tree Airport	88,635	-	-	-	-	-	88,635
Internal Service Funds	101,943	949,442	74,289	-	-	-	1,125,674
Total	<u>\$ 2,205,606</u>	<u>\$ 6,213,228</u>	<u>\$ 14,709,611</u>	<u>\$ 5,994,731</u>	<u>\$ 6,679</u>	<u>\$ 68,759</u>	<u>\$ 29,198,614</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

C. Advance To/From Other Funds

The composition of the Advance to/from other funds as of June 30, 2023 is as follows:

	Advance To				Total
	Health & Social Services	Other Governmental	Nut Tree Airport	Internal Service Funds	
Advance From General Fund	\$ 802,525	\$ 6,164,631	\$ 2,307,391	\$ 7,725,662	\$ 17,000,209

As of June 30, 2023, the outstanding amounts owed to the General Fund by other funds are as follows: Health & Social Services owes \$802,525 to cover costs related to emergency response and initial damages from the Lake-Napa-Unit (LNU) Lightning Complex Fires; the Transportation Fund (Other Governmental Funds) owes \$509,098 to cover costs of Regional Transportation Projects which will be repaid through public facilities fees for transportation projects; the Accumulated Capital Outlay Fund (Other Governmental Funds) owes \$5,655,533 to cover the costs of the Fairgrounds development. The County selected IRG/JLL as the preferred development team. Revenues generated from the completion of this project will be used to repay this advance. For more information, see <https://www.solanocounty.com/solano360/rfq.asp>. The Department of Information Technology (Internal Service Fund) has been advanced \$7,725,662 to-date for the replacement of the current SCIPS (Solano County Integrated Property Tax System) and will be recovered through user charges beginning FY2023-24.

Nut Tree Airport Enterprise Fund

The General Fund has advanced \$2,307,391 to the Nut Tree Airport Enterprise Fund to cover the costs of real property for purposes of airport expansion. Revenues generated from the hangar project are being used to repay this advance. The funds were advanced at an annual variable interest rate equal to the average annual County Treasury pool rate and repayment term of 25 years. The interest for FY2023-24 is based on the estimated County Treasury pool rate and estimated variable rates at 3.0865% beginning FY2024-25. The annual debt service requirements to maturity for advances are as follows:

Year ending June 30	Business-type activities	
	Principal	Interest
2024	\$ 55,907	\$ 87,979
2025	49,776	85,318
2026	53,295	82,542
2027	57,063	79,657
2028	61,098	76,658
2029-2033	376,729	334,013
2034-2038	530,119	239,231
2039-2043	745,964	124,278
2044-2045	377,440	12,209
	<u>\$ 2,307,391</u>	<u>\$ 1,121,885</u>

County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

D. Capital, Right-to-use Lease and SBITA Assets

Capital, right-to-use lease and SBITA asset governmental activity for the fiscal year ended June 30, 2023 is as follows:

Governmental Activities	(Restated) Beginning Balance	Additions	Retirements and Adjustments	Transfers	Ending Balance
Capital assets, not being depreciated:					
Land	\$ 158,137,783	\$ -	\$ -	\$ -	\$ 158,137,783
Construction in progress	37,013,404	32,613,226	(27,124)	(6,800,508)	62,798,998
Artwork	857,761	-	-	-	857,761
Intangibles	2,841,354	1,144,376	-	(3,524,137)	461,593
Total capital assets, not being depreciated	<u>198,850,302</u>	<u>33,757,602</u>	<u>(27,124)</u>	<u>(10,324,645)</u>	<u>222,256,135</u>
Capital assets, being depreciated:					
Buildings	537,007,124	1,994,853	(1,620,918)	994,850	538,375,909
Machinery and equipment	81,788,904	9,062,938	(3,411,037)	-	87,440,805
Infrastructure	178,594,217	159,197	-	5,805,659	184,559,073
Intangibles	13,124,507	-	-	3,524,136	16,648,643
Total capital assets, being depreciated	<u>810,514,752</u>	<u>11,216,988</u>	<u>(5,031,955)</u>	<u>10,324,645</u>	<u>827,024,430</u>
Less accumulated depreciation for:					
Buildings	(292,181,427)	(15,867,445)	188,909	-	(307,859,963)
Machinery and equipment	(52,257,964)	(5,855,525)	3,381,641	-	(54,731,848)
Infrastructure	(89,721,919)	(4,119,615)	-	-	(93,841,534)
Intangibles	(12,374,031)	(340,981)	-	-	(12,715,012)
Total accumulated depreciation	<u>(446,535,341)</u>	<u>(26,183,566)</u>	<u>3,570,550</u>	<u>-</u>	<u>(469,148,357)</u>
Total capital assets, being depreciated	<u>363,979,411</u>	<u>(14,966,578)</u>	<u>(1,461,405)</u>	<u>10,324,645</u>	<u>357,876,073</u>
Right-to-use lease assets, being amortized					
Land	\$ 137,679	\$ -	\$ -	\$ -	\$ 137,679
Buildings and improvements	9,627,716	-	116,900	-	9,744,616
Machinery and equipment	1,776,934	184,119	(308,686)	-	1,652,367
Total right-to-use lease assets, being amortized	<u>11,542,329</u>	<u>184,119</u>	<u>(191,786)</u>	<u>-</u>	<u>11,534,662</u>
Less accumulated amortization for:					
Land	(5,489)	(5,489)	-	-	(10,978)
Buildings and improvements	(902,220)	(1,165,593)	(15,527)	-	(2,083,340)
Machinery and equipment	(416,828)	(437,389)	219,995	-	(634,222)
Total accumulated amortization	<u>(1,324,537)</u>	<u>(1,608,471)</u>	<u>204,468</u>	<u>-</u>	<u>(2,728,540)</u>
Total right-to-use lease assets, being amortized	<u>10,217,792</u>	<u>(1,424,352)</u>	<u>12,682</u>	<u>-</u>	<u>8,806,122</u>
Right-to-use SBITA, being amortized					
Subscription Asset	7,741,260	1,331,213	-	-	9,072,473
Less: accumulated amortization	-	(2,472,487)	-	-	(2,472,487)
Total right-to-use SBITA, being amortized	<u>7,741,260</u>	<u>(1,141,274)</u>	<u>-</u>	<u>-</u>	<u>6,599,986</u>
Total Governmental activities capital assets, net	<u>\$ 580,788,765</u>	<u>\$ 16,225,398</u>	<u>\$ (1,475,847)</u>	<u>\$ -</u>	<u>\$ 595,538,316</u>

County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

Capital and right-to-use lease asset business-type activity for the fiscal year ended June 30, 2023 is as follows:

Business-type Activities	Beginning Balance	Additions	Retirements and Adjustments	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 8,304,351	\$ -	\$ -	\$ 8,304,351
Construction in progress	1,066,035	49,346	-	1,115,381
Total capital assets, not being depreciated	<u>9,370,386</u>	<u>49,346</u>	<u>-</u>	<u>9,419,732</u>
Capital assets, being depreciated				
Buildings and improvements	18,443,228	-	-	18,443,228
Machinery and equipment	136,154	47,443	(35,702)	147,895
Total capital assets, being depreciated	<u>18,579,382</u>	<u>47,443</u>	<u>(35,702)</u>	<u>18,591,123</u>
Less accumulated depreciation for:				
Buildings and improvements	(10,518,342)	(520,764)	-	(11,039,106)
Machinery and equipment	(70,257)	(4,276)	35,702	(38,831)
Total accumulated depreciation	<u>(10,588,599)</u>	<u>(525,040)</u>	<u>35,702</u>	<u>(11,077,937)</u>
Total capital assets, being depreciated	<u>7,990,783</u>	<u>(477,597)</u>	<u>-</u>	<u>7,513,186</u>
Right-to-use lease assets, being amortized				
Machinery and equipment	\$ 75,295	\$ -	\$ -	\$ 75,295
Less: accumulated amortization	(18,071)	(18,070)	-	(36,141)
Total right-to-use lease assets, being amortized	<u>57,224</u>	<u>(18,070)</u>	<u>-</u>	<u>39,154</u>
Total Business-type activities capital assets, net	<u>\$ 17,418,393</u>	<u>\$ (446,321)</u>	<u>\$ -</u>	<u>\$ 16,972,072</u>

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

Governmental activities:

General government	\$ 11,247,556
Public protection	5,980,914
Public ways and facilities	5,007,464
Health services	2,540,533
Public assistance	1,497,343
Education	645,772
Recreation	169,328

Capital assets held by the County's internal service funds are charged to various functions based on their usage of the asset	<u>3,175,614</u>
Total depreciation/amortization expense - governmental activities	<u><u>\$ 30,264,524</u></u>

Business-type activities:

Nut Tree Airport	<u><u>\$ 543,110</u></u>
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County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

Capital and right-to use lease asset activity for the discretely presented component units for the fiscal year ended June 30, 2023 is as follows:

Component Units	Beginning Balance	Additions	Retirements and Adjustments	Ending Balance
Solano County Fair				
Capital assets, not being depreciated:				
Land	\$ 167,085	\$ -	\$ -	\$ 167,085
Construction in Progress	21,513	83,071	(104,584)	-
	188,598	83,071	(104,584)	167,085
Capital assets, being depreciated:				
Buildings	9,792,687	119,808	-	9,912,495
Machinery and equipment	432,080	6,009	-	438,089
Intangibles	6,000	-	-	6,000
Total capital assets, being depreciated:	10,230,767	125,817	-	10,356,584
Less accumulated depreciation for:				
Buildings	(9,691,871)	(41,885)	-	(9,733,756)
Machinery and equipment	(395,850)	(8,997)	-	(404,847)
Intangibles	(1,992)	(400)	-	(2,392)
Total accumulated depreciation	(10,089,713)	(51,282)	-	(10,140,995)
Total capital assets, being depreciated	141,054	74,535	-	215,589
Total Solano County Fair capital assets, net	\$ 329,652	\$ 157,606	\$ (104,584)	\$ 382,674
Workforce Development Board (WDB)				
Capital assets, being depreciated:				
Machinery and equipment	\$ 35,531	\$ -	\$ -	\$ 35,531
Less: accumulated depreciation	(33,257)	(2,274)	-	(35,531)
Total WDB capital assets, being depreciated	2,274	(2,274)	-	-
Right-to-use lease assets, being amortized				
Buildings and improvements	\$ 1,575,289	\$ -	\$ 182,126	\$ 1,757,415
Machinery and equipment	5,181	-	(5,181)	-
Total right-to-use lease assets, being amortized	1,580,470	-	176,945	1,757,415
Less accumulated amortization for:				
Buildings and improvements	(213,022)	(213,020)	-	(426,042)
Machinery and equipment	(5,441)	(5,244)	10,685	-
Total accumulated amortization	(218,463)	(218,264)	10,685	(426,042)
Total right-to-use lease assets, being amortized	1,362,007	(218,264)	187,630	1,331,373
Total WDB capital assets, net	\$ 1,364,281	\$ (220,538)	\$ 187,630	\$ 1,331,373

Depreciation/amortization expense was charged to the discretely presented component units as follows:

Component units:	
Solano County Fair	\$ 51,282
Workforce Investment Board	220,538
Total depreciation expense-component units	<u>\$ 271,820</u>

E. Interfund Transfers

The composition of interfund transfers for the fiscal year ended June 30, 2023 is as follows:

		Transfers Out						
		General Fund	Health & Social Services	Public Safety	Other Governmental	Nut Tree Airport	Internal Service Funds	Total
Transfers In	General Fund	\$ -	\$ 828,889	\$ -	\$ 5,638,498	\$ -	\$ -	\$ 6,467,387
	Health & Social Services	38,771,309	-	12,205	-	-	-	38,783,514
	Public Safety	137,457,425	1,934,397	-	-	-	-	139,391,822
	Other Governmental	22,560,082	2,410,786	3,726,538	2,877,560	11,756	130,322	31,717,044
	Nut Tree Airport	-	6,460	-	-	-	-	6,460
	Internal Service Funds	31,430	258,894	114,596	128,450	-	61,595	594,965
	Total	<u>\$ 198,820,246</u>	<u>\$ 5,439,426</u>	<u>\$ 3,853,339</u>	<u>\$ 8,644,508</u>	<u>\$ 11,756</u>	<u>\$ 191,917</u>	<u>\$ 216,961,192</u>

Transfers are used to (1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them, (2) move receipts identified for debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

General Fund

The General Fund made a net contribution of \$198,820,246 as of June 30, 2023 to offset operating costs of various programs and to meet the maintenance of effort requirements for many grant-funded programs.

Of the amount transferred, Health & Social Services Fund received a net transfer of \$38,771,309 and the Public Safety Fund received a net transfer of \$137,457,425.

Other Governmental Funds received a total of \$22,560,082. Of this amount, \$15,552,917 was transferred to the Accumulated Capital Outlay Fund (Other Governmental Funds) to finance various capital projects; \$6,429,938 was transferred to the 2013, 2017 and 2021 Certificates of Participation Fund (Other Governmental Funds) for the General Fund’s share of principal and interest; \$577,227 was transferred for the departments’ share of the principal and interest payment of the Pension Obligation Bonds (POB).

Health & Social Services (H&SS) Fund

H&SS transferred total funds of \$5,439,426 to various funds primarily due to \$3,402,211 from ARPA spending for the Revenue Replacement Project; \$1,625,981 was transferred for the departments' share of the principal and interest payment of the POB (Other Governmental Funds); \$260,000 was transferred to the Accumulated Capital Outlay Fund (Other Governmental Funds) for the Fume Hood Implementation and Negative Pressure Airflow Projects; \$113,136 was transferred to Fleet Management (Internal Service Funds) for various county vehicles; and \$38,098 was transferred for reimbursements to the General Fund.

Other Governmental Funds

The Pension Obligation Bond Fund (Other Governmental Funds) transferred \$5,638,498 to the General Fund to finance an additional discretionary payment to CalPERS to reduce the County's unfunded liability; Public Facilities Fees Fund (Other Governmental Funds) transferred \$1,301,766 to the 2017 Certificates of Participation Fund (Other Governmental Funds) for its share of the principal and interest payment and \$371,597 to the Transportation Fund (Other Governmental Funds) to partially pay the GF loan; Accumulated Capital Outlay Fund (Other Governmental Funds) transferred \$900,000 to the 2017 Certificates of Participation Fund (Other Governmental Funds) for its share of the principal and interest payment; \$238,482 for the departments' share of the principal and interest payment of the Pension Obligation Bonds Fund (Other Governmental Funds); \$65,714 was transferred to the Accumulated Capital Outlay Fund (Other Governmental Funds) to partially pay maintenance projects; \$128,450 was transferred to the Fleet Management for various county vehicles (Other Governmental Funds).

F. Payable

The composition of payables as of June 30, 2023 is as follows:

	<u>Accounts Payable</u>	<u>Accrued Payroll</u>	<u>Accrued Interest</u>	<u>Total</u>
Governmental activities:				
General Fund	\$ 3,208,416	\$ 1,199,071	\$ -	\$ 4,407,487
Health & Social Services	22,214,822	3,387,282	-	25,602,104
Public Safety	3,360,163	3,424,786	-	6,784,949
Other Governmental Funds	9,549,545	513,207	-	10,062,752
Internal Service Funds	2,305,822	270,707	-	2,576,529
Reconciliation of balances in fund	-	-	869,207	869,207
Total governmental activities	<u>\$ 40,638,768</u>	<u>\$ 8,795,053</u>	<u>\$ 869,207</u>	<u>\$ 50,303,028</u>
Business-type activities:				
Nut Tree Airport	<u>\$ 53,165</u>	<u>\$ 8,790</u>	<u>\$ 43,115</u>	<u>\$ 105,070</u>

G. Leases

Lessee Activities

All leases were recognized as having an inception date of July 1, 2021. The County used a discount rate of 3.00% based on the average rate of the series 2021 Certifications of Participation rates.

Governmental Activities

The County entered into 48 noncancelable leases with various third parties classified as Governmental activities. Current lease activities include the right-to-use assets for telecommunications, office and warehouse spaces, photocopiers and printers, and other equipment. The lease terms include the noncancelable period of the lease and extensions the County is reasonably certain to exercise and vary with each contract. The lease terms range from a period of 2 to 35 years with the final term ending July 31, 2046. The County is required to make annual principal and interest payments between \$145 and \$553,278. Several of the structured leases increase annually based on CPI. The lease liability as of June 30, 2022 was \$10,350,746. As of June 30, 2023, the value of the lease liability was \$9,092,867. The difference represents \$1,441,998 in the reduction of the principal portion of the lease payments made and an addition of new leased assets of \$184,119. As of June 30, 2023, the amount of the right-to-use lease assets net of accumulated amortization was \$8,806,122.

Business-type Activities

Nut Tree Airport entered into one noncancelable lease with Epic Aviation for the right-to-use jet refueler truck. Under the terms of the lease, Nut Tree Airport is required to make annual principal and interest payments of \$19,200 with a beginning lease term of March 17, 2021 through August 31, 2025. The lease liability as of June 30, 2022 was \$57,929. As of June 30, 2023, the value of the lease liability was \$40,225. The difference includes \$17,704 which represents the reduction of the principal portion of the lease payments made in the current year. As of June 30, 2023, the amount of the right-to use lease asset net of accumulated amortization was \$39,154.

Remaining obligations associated with the governmental and business-type activities leases are as follows:

Fiscal Year Ended June 30	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 1,345,310	\$ 256,420	\$ 18,240	\$ 960
2025	1,353,765	215,208	18,797	403
2026	1,334,364	174,389	3,188	12
2027	1,168,289	136,182	-	-
2028	1,125,846	102,270	-	-
2029-2033	2,517,733	158,123	-	-
2034-2038	191,641	23,221	-	-
2039-2043	32,977	6,023	-	-
2044-2047	22,942	1,108	-	-
Total	<u>\$ 9,092,867</u>	<u>\$ 1,072,944</u>	<u>\$ 40,225</u>	<u>\$ 1,375</u>

Component Unit Activities

Workforce Development Board (WDB) entered into two noncancelable leases with various third parties. Current lease activities include the right-to-use office space and photocopier. The lease terms range from a period of 3 to 10 years with the final term ending September 30, 2029. WDB is required to make annual principal and interest payments between \$5,259 and \$234,846. The lease liability as of June 30, 2022 was \$1,580,470. As of June 30, 2023, the value of the lease liability was \$1,385,116. The difference represents \$208,170 in the reduction of the principal portion of the lease payments made in the current year and an addition of \$12,816 of a new leased asset. As of June 30, 2023, the amount of the right-to-use lease assets net of accumulated amortization was \$1,331,373.

Remaining obligations associated with component unit leases are as follows:

Fiscal Year Ended June 30	Component Unit Activities	
	Principal	Interest
2024	\$ 202,979	\$ 38,909
2025	211,074	32,586
2026	217,495	26,165
2027	224,110	19,550
2028	230,896	12,764
2029-2033	298,562	6,013
Total	<u>\$ 1,385,116</u>	<u>\$ 135,987</u>

Lessor Activities

The County has entered into five lease agreements as a lessor for right-to-use buildings and 10 lease agreements as a lessor for land used by several entities. For lessor leases, the County is utilizing an incremental borrowing rate of 3.0%. The lease terms, which include the option to extend, range from a period of 5 to 45 years with the final term ending August 24, 2060.

Governmental Activities

The County has accrued a receivable for eight land leases and three building leases. The County received annual principal payments of \$1,513,769 and interest revenues of \$429,311, totaling \$1,943,080. The lease receivables as of June 30, 2023 were \$13,893,417 and deferred inflows related to these leases were \$13,417,973.

Business-type Activities

Nut Tree Airport has accrued a receivable for two land leases and two building leases. The County received annual principal payments of \$174,966 and interest revenues of \$36,250, totaling \$211,216. The lease receivable as of June 30, 2023 were \$1,137,554 and deferred inflows related to these leases were \$1,072,532.

H. Subscription-Based Information Technology Arrangements (SBITAs)

All SBITAs were recognize as having an inception date of July 1, 2022. The County uses the incremental borrowing rate (IBR) between 0.380% and 3.347% as the discount rate for SBITA.

Governmental Activities

The County has entered into thirteen noncancelable SBITAs with various third parties classified as Governmental activities. The SBITA terms include the noncancelable period of the SBITA and extensions the County is reasonably certain to exercise and vary with each contract. The SBITA terms range from a period of 2 to 6 years with the final term ending June 30, 2027. The County is required to make annual principal and interest payments between \$13,892 and \$1,647,911.

The initial SBITA liability as of July 1, 2022 was recorded in the amount of \$6,431,334. As of June 30, 2023, the value of SBITA liability was \$5,003,084. The difference includes \$864,384 which represents the reduction of the principal portion of the SBITA payments made in the current year in the amount of \$2,559,106 and the recognition of new SBITA liabilities of \$1,130,856. As of June 30, 2023, the amount of the right-to-use SBITA assets net of accumulated amortization was \$6,599,986.

Fiscal Year Ended June 30	Governmental Activities	
	Principal	Interest
2024	\$ 2,218,072	\$ 60,424
2025	2,171,686	36,158
2026	361,465	10,225
2027	251,861	3,794
Total	<u>\$ 5,003,084</u>	<u>\$ 110,601</u>

I. Long-term Obligations

Notes Payable

The County has entered into notes payable arrangements as borrower for financing arrangements.

The annual debt service requirements to maturity for notes payable are as follows:

Year ending June 30	Governmental activities		Business-type activities	
	Notes from Direct Borrowings		Notes from Direct Borrowings	
	Principal	Interest	Principal	Interest
2024	\$ 3,003,468	\$ 122,677	\$ 130,773	\$ 80,143
2025	1,809,248	364,458	135,666	75,250
2026	1,119,445	242,333	140,742	70,173
2027	1,195,008	166,771	146,010	64,905
2028	1,275,671	86,108	151,476	59,440
2029-2033	-	-	846,842	207,737
2034-2036	-	-	588,115	44,634
	<u>\$ 8,402,840</u>	<u>\$ 982,347</u>	<u>\$ 2,139,624</u>	<u>\$ 602,282</u>

Governmental Activities

During FY 2007/08, the County entered into a loan agreement with the Suisun Redevelopment Agency in the amount of \$1,023,890 for its share of construction costs of the Suisun City Library. The loan will be repaid using future public facilities fees collected by the City of Suisun on behalf of the County, plus interest at three (3%) percent per annum. Assembly Bill (AB) X1 26 dissolved all Redevelopment Agencies (RDA) in the State of California effective February 1, 2012. Due to the dissolution of the RDA, the loan is now payable to the City of Suisun Successor Agency. The balance remaining on the loan is \$916,787.

The Department of Information Technology (Internal Service Fund) entered into a financing agreement with Key Government Financing to fund the procurement of Cisco Systems hardware, software licenses and maintenance for the Solano County data center and network service. The balance remaining on the financing agreement is \$7,486,053.

Business-Type Activities

The Nut Tree Airport (Enterprise Fund) entered into two loan agreements with the California Department of Transportation for a State Airport loan. The balance remaining on the loans is \$2,139,623 and is for the construction of Aircraft Hangars at the Nut Tree Airport. The arrangement contains a provision that in an event of default, outstanding amounts become immediately due and payable.

Certificates of Participation

The County issues Certificate of Participation (COP) to provide funds for the acquisition and construction of major capital facilities. Certificate of Participation were issued for governmental activities only.

Annual debt service requirements to maturity for the Certificate of Participation are shown in the following table:

Year ending June 30	Governmental activities			
	COPs		COPs From Direct Placement	
	Principal	Interest	Principal	Interest
2024	6,285,000	3,104,875	405,000	65,214
2025	6,605,000	2,782,625	415,000	51,520
2026	6,955,000	2,443,625	430,000	37,408
2027	7,290,000	2,087,500	445,000	22,796
2028	7,670,000	1,713,500	460,000	7,682
2029-2033	22,175,000	3,851,275	-	-
2034-2038	8,835,000	1,398,925	-	-
2039-2042	7,845,000	345,150	-	-
Total	\$ 73,660,000	\$ 17,727,475	\$ 2,155,000	\$ 184,620

The County’s Certificates of Participation were issued by the Solano County Facilities Corporation (Corporation), a component unit of the County of Solano. The Certificates are secured by annual lease payments payable by the County for use of the facilities constructed or acquired from the Certificates’ proceeds. If the County defaults on its obligations to make lease payments stipulated under the lease agreement, the Trustee, as assignee of the Corporation, may retain the lease agreement and hold the County liable for all lease payments on an annual basis and will have the right to reenter and relet the facilities constructed or acquired from the Certificates’ proceeds. In the event such reletting occurs, the County would be liable for any resulting deficiency in lease payments. Alternatively, the Trustee may terminate the lease agreement with respect to the Project and proceed against the County to recover damages pursuant to law or granted pursuant to the lease agreement.

Pension Obligations Bonds

The County issued Taxable Pension Obligation Bonds (POB) to prepay a partial obligation under its contract with CalPERS for the County's Unfunded Accrued Actuarial Liability (UAAL).

Annual debt service requirements to maturity for Pension Obligation Bonds are as follows:

Year ending June 30	<u>Governmental activities</u>	
	<u>Principal</u>	<u>Interest</u>
2024	4,440,000	498,644
2025	4,870,000	260,837
Total	<u>\$ 9,310,000</u>	<u>\$ 759,481</u>

The County's outstanding 2005 Pension Obligations Bonds related to governmental activities of \$9,310,000 contain a provision that in an event of default, all bonds then outstanding and the interest accrued thereon to be due and payable immediately if the County is unable to make payment.

County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

The composition of the long-term obligations for the governmental activities as of June 30, 2023 is as follows:

<u>Type and description</u>	<u>Maturity</u>	<u>Interest Rates (%)</u>	<u>Original Issue</u>	<u>Outstanding</u>
Notes payable:				
Key Government Financing (DoIT)	August 11, 2027	6.75%	\$ 7,686,411	\$ 7,486,053
City of Suisun Successor Agency	N/A	3.00%	1,023,890	916,787
Total Notes Payable				<u>8,402,840</u>
Certificates of participation:				
2013 Certificates of Participation from Direct Placement				
Serial	November 15, 2022- November 15, 2027	3.34%	5,420,000	2,155,000
2017 Refunding Certificates of Participation				
Serial	November 1, 2022- November 1, 2030	5.00%	72,775,000	44,120,000
Issuance Premium			13,783,788	7,876,450
2021 Certificates of Participation				
Serial	October 1, 2022- October 1, 2041	5.00%	30,000,000	29,540,000
Issuance Premium			4,431,488	3,988,340
Total certificates of participation				<u>87,679,790</u>
Pension Obligation Bonds:				
Series 2005	January 15, 2025	5.36%	42,385,000	9,310,000
Self-insurance liability				19,346,000
Compensated absences				39,775,321
Pollution remediation obligation				317,350
Lease liabilities				9,092,867
SBITA liabilities				5,003,084
Total governmental activities obligations				<u>\$ 178,927,252</u>

County of Solano
Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

The composition of the long-term obligations for the business-type activities as of June 30, 2023 is as follows:

<u>Type and description</u>	<u>Maturity</u>	<u>Outstanding</u>
Nut Tree Airport		
Note from Direct Borrowings	October 19, 2035	\$ 1,522,347
Note from Direct Borrowings	April 27, 2036	<u>617,277</u>
Total notes payable from Direct Borrowings		2,139,624
Lease liabilities		40,225
Compensated absences		<u>53,845</u>
Total Nut Tree Airport		<u>\$ 2,233,694</u>

The composition of the long-term obligations for the County's discretely presented component units as of June 30, 2023 is as follows:

<u>Type and description</u>	<u>Outstanding</u>
Solano County Fair	
Payable to County	\$ 711,565
Compensated absences	62,512
Net pension liability	2,000,173
Net OPEB liability	<u>182,361</u>
Total Solano County Fair	<u>\$ 2,956,611</u>
Workforce Development Board (WDB)	
Lease liabilities	\$ 1,385,116
Compensated absences	<u>169,215</u>
Total Workforce Development Board	<u>\$ 1,554,331</u>

County of Solano
Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

Changes in the County’s long-term obligations for the fiscal year ended June 30, 2023 are as follows:

	(Restated) Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Certificates of participation	\$ 79,140,000	\$ -	\$ (5,480,000)	\$ 73,660,000	\$ 6,285,000
Certificates of participation from Direct Placement	2,545,000	-	(390,000)	2,155,000	405,000
Issuance premium	13,070,921	-	(1,206,131)	11,864,790	1,206,130
Pension obligation bonds	13,360,000	-	(4,050,000)	9,310,000	4,440,000
Notes payable from Direct Borrowings	1,023,890	7,686,411	(307,461)	8,402,840	3,003,468
Self-insurance liability	18,990,000	5,087,102	(4,731,102)	19,346,000	5,895,000
Pollution remediation obligation	463,350	-	(146,000)	317,350	317,350
Compensated absences	36,849,596	19,846,847	(16,921,122)	39,775,321	16,606,922
Lease liabilities	10,350,746	184,119	(1,441,998)	9,092,867	1,345,310
SBITA liabilities	6,431,334	1,130,856	(2,559,106)	5,003,084	2,218,072
Governmental activities long-term liabilities	<u>\$ 182,224,837</u>	<u>\$ 33,935,334</u>	<u>\$ (37,232,919)</u>	<u>\$ 178,927,252</u>	<u>\$ 41,722,252</u>
Business-type activities:					
Note from Direct Borrowings	\$ 2,265,680	\$ -	\$ (126,056)	\$ 2,139,624	\$ 130,773
Compensated absences	6,507	68,066	(20,728)	53,845	18,483
Lease liabilities	57,929	-	(17,704)	40,225	18,240
Business-type activities long-term liabilities	<u>\$ 2,330,116</u>	<u>\$ 68,066</u>	<u>\$ (164,488)</u>	<u>\$ 2,233,694</u>	<u>\$ 167,496</u>

Internal Service Funds predominately serve the governmental funds. Accordingly, \$31,821,299 of the Internal Service Funds’ long-term liabilities is included as part of the above total for governmental activities.

Notes Payable from Direct Borrowings	\$ 7,486,053
Compensated absences	1,514,821
Self Insurance-General liability	2,460,000
Self Insurance-Workers' compensation	16,886,000
SBITA liabilities	3,474,425
Total Liabilities	<u>\$ 31,821,299</u>

Changes in the long-term obligations for component units for the fiscal year ended June 30, 2023 are as follows:

Component units activities:	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Solano County Fair:					
Payable to County	\$ 719,830	\$ -	\$ (8,265)	\$ 711,565	\$ 589,119
Finance purchase	46,295	-	(46,295)	-	-
Compensated absences	61,451	1,061	-	62,512	-
SBA EIDL Loan	25,000	-	(25,000)	-	-
	<u>852,576</u>	<u>1,061</u>	<u>(79,560)</u>	<u>774,077</u>	<u>589,119</u>
Total Solano County Fair	<u>\$ 852,576</u>	<u>\$ 1,061</u>	<u>\$ (79,560)</u>	<u>\$ 774,077</u>	<u>\$ 589,119</u>
Workforce Development Board (WDB):	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Lease liabilities	\$ 1,580,470	\$ 12,816	\$ (208,170)	\$ 1,385,116	\$ 202,979
Compensated absences	176,398	-	(7,183)	169,215	169,215
	<u>1,756,868</u>	<u>12,816</u>	<u>(215,353)</u>	<u>1,554,331</u>	<u>372,194</u>
Total Workforce Development Board	<u>\$ 1,756,868</u>	<u>\$ 12,816</u>	<u>\$ (215,353)</u>	<u>\$ 1,554,331</u>	<u>\$ 372,194</u>

Legal Debt Margin

The County is subject to a legal debt limit statutorily computed at 5.0 percent of assessed valuation of taxable property of the County. As of June 30, 2023, the County's total debt limit was \$3,485,928,463, and the total outstanding debt applicable to the limit was \$9,310,000 which is 0.27 percent of the total debt limit.

J. Pollution Remediation Obligations

The County has been named as the primary responsible party for pollution remediation for the Former Hall of Records located at 701 Texas Street, Fairfield, CA 94533. Remediation is required for sub-surface soil and groundwater contamination. The pollution remediation obligation for this site is expected to be \$317,350, which is a weighted average of estimates for the range of cleanup outlays. The Former Hall of Records site is required to be remediated until eligible for closure by California Regional Water Quality Control Board.

County of Solano
Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

K. Fund Balances

Fund balances for all major and nonmajor governmental funds as of June 30, 2023 are classified as follows:

	General Fund	Health & Social Services	Public Safety	Other Govern- mental	Total
Nonspendable:					
Inventory	\$ 726	\$ -	\$ -	\$ 193,763	\$ 194,489
Long-term receivable	647,975	-	-	-	647,975
Advances	17,000,209	-	-	-	17,000,209
Prepaid items	115,357	946,867	390,776	-	1,453,000
Subtotal	<u>17,764,267</u>	<u>946,867</u>	<u>390,776</u>	<u>193,763</u>	<u>19,295,673</u>
Restricted for:					
Future pension contribution	32,527,009	-	-	-	32,527,009
District Attorney programs	-	-	3,401,266	-	3,401,266
Civil Process operation	-	-	1,127,037	-	1,127,037
Asset Seizure	-	-	194,887	-	194,887
Criminal justice & court facilities	-	-	33,318	-	33,318
Courts and justice system	-	-	114,641	-	114,641
Livescan	-	-	788,289	-	788,289
Law Enforcement programs	-	-	1,246,501	-	1,246,501
2011 Realignment for Health & Public Safety programs	-	-	69,026,818	-	69,026,818
Capital projects	-	-	-	24,724,689	24,724,689
Public Facilities Fees for capital projects	-	-	-	50,783,287	50,783,287
Library services & programs	-	-	-	37,700,726	37,700,726
Public works & road maintenance	-	-	-	13,827,834	13,827,834
MHSA Act programs	-	29,796,472	-	-	29,796,472
First 5 Children & Families Commission	-	-	-	18,580,284	18,580,284
Mental & public health services for IGT	-	31,529,929	-	-	31,529,929
1991 Realignment for health & public assistance programs	-	76,043,222	-	-	76,043,222
Homeowner's Assistance Program	-	-	-	5,066,076	5,066,076
Micrographics, modernization & recorder's programs	-	-	-	11,260,881	11,260,881
East Vallejo Fire Protection District	-	-	-	12,610	12,610
Wildlife habitat & environmental education	-	-	-	37,974	37,974
Lighting districts	-	-	-	877,689	877,689
Debt Service	-	-	-	742,234	742,234
Subtotal	<u>32,527,009</u>	<u>137,369,623</u>	<u>75,932,757</u>	<u>163,614,284</u>	<u>409,443,673</u>
Committed for:					
Capital projects - Public Art	-	-	-	44,277	44,277
Green Valley open space	963,000	-	-	-	963,000
Subtotal	<u>963,000</u>	<u>-</u>	<u>-</u>	<u>44,277</u>	<u>1,007,277</u>
Assigned:					
Imprest Cash	3,660	-	-	-	3,660
Professional and contracted services	1,080,457	-	-	-	1,080,457
Undisbursed approved loans	2,741,942	-	-	-	2,741,942
FY 2023/24 budget shortfall	53,195,344	-	-	-	53,195,344
Property Tax System Replacement	2,274,337	-	-	-	2,274,337
Employers PERS rate increase	29,357,804	-	-	-	29,357,804
Low/moderate income housing projects	1,351,689	-	-	-	1,351,689
Future capital renewal projects	31,519,136	-	-	-	31,519,136
Accrued leave payoff	4,662,039	-	-	-	4,662,039
Capital projects	-	-	-	43,065,773	43,065,773
Parks & recreation	-	-	-	998,638	998,638
ARPA interest	-	1,986,743	-	-	1,986,743
Debt Service	-	-	-	7,462,856	7,462,856
Subtotal	<u>126,186,408</u>	<u>1,986,743</u>	<u>-</u>	<u>51,527,267</u>	<u>179,700,418</u>
Unassigned:					
General fund	45,207,689	-	-	-	45,207,689
TOTAL:	<u>\$ 222,648,373</u>	<u>\$ 140,303,233</u>	<u>\$ 76,323,533</u>	<u>\$ 215,379,591</u>	<u>\$ 654,654,730</u>

Fund Balance Assignments – Undisbursed Approved Loans

- On September 30, 2008, the Board approved a General Fund loan for \$2,000,000 to the Accumulated Capital Outlay Capital Projects Fund for the purpose of the Visioning Project for the Solano County Fairgrounds Development. An additional \$6,200,000 was approved in the subsequent fiscal years (FY 2009/10 - \$2,400,000, FY 2013/14 - \$500,000, FY 2015/16 - \$2,100,000 and FY 2017/18 - \$1,200,000) bringing the total loan to \$8,200,000. As of June 30, 2023, the undisbursed balance of the approved loans was \$2,544,467.
- On April 4, 2017, the Board approved a General Fund loan for \$10,000,000 to DOIT through the creation of a designated reserve fund for the replacement of the SCIPS system. As of June 30, 2023, the undisbursed balance of the approved loan was \$2,274,337.
- On September 1, 2020, the Board approved a General Fund loan for \$2,000,000 to the County Disaster Fund from the General Fund Contingency to pay for costs related to emergency response and initial damages from the Lake-Napa-Unit (LNU) Lightning Complex Fires. As of June 30, 2023, the undisbursed balance of the approved loan was \$197,475.

L. Tax Abatements

The County provides tax abatements through the Williamson Act Program. The contracts are made and entered into pursuant to the California Land Conservation Act of 1965 as amended. Under the Williamson Act Program, local governments enter into contracts with private landowners for the purpose of restricting specific parcels of land to agricultural or related open space use. Private land within locally designated agricultural preserve areas is eligible for enrollment under contract.

Under the provisions of these contracts, land parcels are assessed for property tax purposes at a rate consistent with their actual use, rather than potential market value of the property. The minimum contract term is ten years and automatically renews until a cancellation process is initiated. Cancellation of the contract and the cancellation fee therefore shall be governed by Division I, Title 5, Chapter 7, Article 5 of the State of California Government Code. For the fiscal year ended June 30, 2023, tax abatements under the Williamson Act Program were \$7,777,452.

IV. OTHER INFORMATION

A. General Information About the Pension Plans

1. Plan Descriptions

The County's defined benefit pension plans, the County's Safety and Miscellaneous Plans, provide retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The County's Safety and Miscellaneous Plans (Plans) are part of the Public Agency portion of the California Public Employees' Retirement System (CalPERS), an agent multiple-employer plan administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. The Solano County Fair and the Solano County Superior Court are included as part of the County's Miscellaneous Plan. However, for financial reporting purpose, the liabilities and related pension amounts for the Solano County Superior Court have been excluded from the County's amounts, while Solano County Fair is reported separately from the County's amounts. The footnote disclosure for Solano County Fair is presented consistent with the

County’s fiscal year-end, which differs from the financial statement presentation of liabilities and pension amounts of Solano County Fair’s calendar year-end financials. A menu of benefit provisions as well as other requirements is established by State statutes within the Public Employees’ Retirement Law. The County selects optional benefit provisions from the benefit menu by contract with CalPERS and adopts those benefits through County ordinance. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website at www.calpers.ca.gov.

A summary of the defined benefit pension plans at June 30, 2023 are as follows:

Miscellaneous Plan	Governmental	Business-Type	Component Unit Solano	
	Activities	Activities	County Fair	Total
Net pension liability	\$ 497,938,741	\$ 587,822	\$ 2,000,173	\$ 500,526,736
Deferred outflows of resources	157,571,749	138,623	410,321	158,120,693
Deferred inflows of resources	9,162,363	10,885	24,381	9,197,629
Pension expense	63,386,477	46,226	195,884	63,628,587

Safety Plan	Governmental	Business-Type	Component Unit Solano	
	Activities	Activities	County Fair	Total
Net pension liability	\$ 146,795,913	\$ -	\$ -	\$ 146,795,913
Deferred outflows of resources	64,001,738	-	-	64,001,738
Deferred inflows of resources	3,873,675	-	-	3,873,675
Pension expense	20,372,452	-	-	20,372,452

Total	Governmental	Business-Type	Component Unit Solano	
	Activities	Activities	County Fair	Total
Net pension liability	\$ 644,734,654	\$ 587,822	\$ 2,000,173	\$ 647,322,649
Deferred outflows of resources	221,573,487	138,623	410,321	222,122,431
Deferred inflows of resources	13,036,038	10,885	24,381	13,071,304
Pension expense	83,758,929	46,226	195,884	84,001,039

2. *Benefits Provided*

CalPERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

The Plans' provisions and benefits in effect at June 30, 2023 are summarized as follows:

	Miscellaneous		
	Prior to	On or after	On or after
Hire Date	May 4, 2012	May 4, 2012	Jan. 1, 2013
Benefit Formula	2.7% @ 55	2.0% @ 60	2.0% @ 62
Benefit Vesting Schedule	5 years of service	5 years of service	5 years of service
Benefit Payments	monthly for life	monthly for life	monthly for life
Retirement Age	55	60	62
Monthly Benefits, as % of eligible			
Compensation	2.00% - 2.70%	1.09% - 2.42%	1.00% - 2.50%
Required Employee Contribution Rates	8.00%	7.00%	6.75%
Required Employer Contribution Rates	25.27%	25.27%	25.27%
Status	Closed	Open	Open
	Safety - Sheriff		
	Prior to	On or after	On or after
Hire Date	Jan. 17, 2011	Jan. 17, 2011	Jan. 1, 2013
Benefit Formula	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit Vesting Schedule	5 years of service	5 years of service	5 years of service
Benefit Payments	monthly for life	monthly for life	monthly for life
Retirement Age	50	55	57
Monthly Benefits, as % of Eligible			
Compensation	3.00%	2.40% - 3.00%	2.00% - 2.70%
Required Employee Contribution Rates	9.00%	9.00%	12.75%
Required Employer Contribution Rates	32.55%	32.55%	32.55%
Status	Closed	Open	Open
	Safety - County Peace Officer		
	Prior to	On or after	On or after
Hire Date	May 4, 2012	May 4, 2012	Jan. 1, 2013
Benefit Formula	2.0% @ 50	2.0% @ 55	2.0% @ 57
Benefit Vesting Schedule	5 years of service	5 years of service	5 years of service
Benefit Payments	monthly for life	monthly for life	monthly for life
Retirement Age	50	55	57
Monthly Benefits, as % of Eligible			
Compensation	2.00% - 2.70%	1.43% - 2.00%	1.43% - 2.00%
Required Employee Contribution Rates	9.00%	7.00%	10.00%
Required Employer Contribution Rates	32.55%	32.55%	32.55%
Status	Closed	Open	Open

3. Employees Covered

At June 30, 2023, the following employees were covered by the benefit terms for the Miscellaneous and Safety Plans. Under the Miscellaneous Plan, the data includes Court and Fair employees. Currently, there are no reports available to exclude Court and Fair employees from the data.

	<u>Miscellaneous</u>	<u>Safety</u>
Inactive employees or beneficiaries currently receiving benefits	3,352	671
Inactive employees entitled to but not yet receiving benefits	1,965	268
Active employees	<u>2,447</u>	<u>551</u>
Total	<u><u>7,764</u></u>	<u><u>1,490</u></u>

4. Contributions

Section 20814 of the California Public Employees' Retirement Law requires the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Active plan members in the Miscellaneous and Safety Plans are required to contribute 8% and 9% respectively of their annual covered salary. The County is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The required employer contribution rate for the fiscal year ended June 30, 2023 (after the measurement date) was 29.86% for the Miscellaneous and 37.82% for Safety employees. The required employer contribution amounts for the fiscal year ended June 30, 2023 were \$56,735,329 and \$27,046,069 under the Miscellaneous (excluding Courts) and Safety Plans, respectively. The required employer contribution amounts for the fiscal year ended June 30, 2023 for Solano County Fair was \$141,945.

5. Net Pension Liability

The County's net pension liability for each Plan is measured as the total pension liability less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2022, using an annual actuarial valuation as of June 30, 2021 rolled forward to June 30, 2022. A summary of principal assumptions and methods used to determine the net pension liability is shown on the next page.

Actuarial Assumptions

The total pension liability at the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation Date	June 30, 2021	June 30, 2021
Measurement Date	June 30, 2022	June 30, 2022
Actuarial Cost Method	Entry-Age Normal	
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Payroll Growth	2.80%	2.80%
Projected Salary Increase	Varies by Entry Age and Service	
Mortality	Derived using CalPERS' Membership Data for All Funds	

The mortality table used was developed based on CalPERS' specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

Changes of Assumptions: Effective with the June 30, 2021 valuation date (June 30, 2022 measurement date), the discount rate was reduced from 7.15% to 6.90%.

All other actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period from 1997 to 2015, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS considered both short-term and long-term market return expectations. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points.

The expected real rates of return by asset class are as follows:

<u>Asset Class ⁽¹⁾</u>	<u>Assumed Asset Allocation</u>	<u>Real Return ^(1,2)</u>
Global Equity - Cap-weighted	30.0%	4.54%
Global Equity - Non-Cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	27.00%
Mortgage-backed Securities	5.0%	50.00%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Assets	15.0%	3.21%
Leverage	-5.0%	-0.59%
	<u>100.0%</u>	

(1) An expected inflation rate of 2.30% used for this period.

(2) Figures are based on the 2021 Asset Liability Management study.

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability

The changes in the Net Pension Liability for each Plan of the Primary Government (excluding Courts) for the measurement date June 30, 2022 are as follows:

	Miscellaneous		
	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2022	\$ 1,677,706,759	\$ 1,406,461,192	\$ 271,245,567
Changes in the year:			
Service cost	34,143,766	-	34,143,766
Interest on total pension liability	116,965,363	-	116,965,363
Changes in assumptions	50,500,354	-	50,500,354
Differences between expected and actual experience	(12,939,009)	-	(12,939,009)
Contributions from the employer	-	55,023,365	(55,023,365)
Contributions from employees	-	13,654,133	(13,654,133)
Projected Earnings on Investments	-	96,529,724	(96,529,724)
Differences between Projected and Actual Earnings on Plan Investments	-	(202,938,130)	202,938,130
Benefit payments, including refunds of employee contributions	(90,379,963)	(90,379,963)	-
Administrative Expense	-	(879,614)	879,614
Net Changes	98,290,511	(128,990,485)	227,280,996
Balance at June 30, 2023	\$ 1,775,997,270	\$ 1,277,470,707	\$ 498,526,563
	Safety		
	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Balance at June 30, 2022	\$ 583,209,381	\$ 514,072,689	\$ 69,136,692
Changes in the year:			
Service cost	14,625,075	-	14,625,075
Interest on total pension liability	40,713,461	-	40,713,461
Changes in assumptions	15,542,527	-	15,542,527
Differences between expected and actual experience	(1,107,612)	-	(1,107,612)
Contributions from the employer	-	25,910,780	(25,910,780)
Contributions from employees	-	5,324,478	(5,324,478)
Projected Earnings on Investments	-	35,487,304	(35,487,304)
Differences between Projected and Actual Earnings on Plan Investments	-	(74,288,095)	74,288,095
Benefit payments, including refunds of employee contributions	(29,813,331)	(29,813,331)	-
Administrative Expense	-	(320,237)	320,237
Net Changes	39,960,120	(37,699,101)	77,659,221
Balance at June 30, 2023	\$ 623,169,501	\$ 476,373,588	\$ 146,795,913
Total for Miscellaneous & Safety	\$ 2,399,166,771	\$ 1,753,844,295	\$ 645,322,476

County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

The changes in the Net Pension Liability for Solano County Fair for the measurement date June 30, 2022 are as follows:

	Solano County Fair		
	Total Pension Liability	Increase (Decrease) Plan Fiduciary Net Position	Net Pension Liability/(Asset)
Other Miscellaneous Income/Expense	\$ 6,745,087	\$ 5,396,226	\$ 1,348,861
Changes in the year:			
Service cost	97,845	-	97,845
Interest on total pension liability	335,183	-	335,183
Changes in assumptions	144,717	-	144,717
Differences between expected and actual experience	(37,079)	-	(37,079)
Contributions from the employer	-	157,678	(157,678)
Contributions from employees	-	39,128	(39,128)
Projected Earnings on Investments	-	276,622	(276,622)
Differences between Projected and Actual Earnings on Plan Investments	-	(581,553)	581,553
Benefit payments, including refunds of employee contributions	(258,999)	(258,999)	-
Administrative Expense	-	(2,521)	2,521
Net Changes	281,667	(369,645)	651,312
Contributions from the employer	\$ 7,026,754	\$ 5,026,581	\$ 2,000,173

Sensitivity of the Net Pension Liability to Change in the Discount Rate

The following presents the net pension liability of the County for each Plan of the Primary Government (excluding Courts), calculated using the discount rate for each Plan, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	<u>Miscellaneous</u>	<u>Safety</u>	<u>Total</u>
1% Decrease	5.90%	5.90%	5.90%
Net Pension Liability	\$ 731,147,497	\$ 233,800,972	\$ 964,948,469
Current Discount Rate	6.90%	6.90%	6.90%
Net Pension Liability	\$ 498,526,563	\$ 146,795,913	\$ 645,322,476
1% Increase	7.90%	7.90%	7.90%
Net Pension Liability	\$ 310,224,336	\$ 75,527,896	\$ 385,752,232

The following presents the net pension liability of Solano County Fair, calculated using the discount rate for each Plan, as well as what the County’s net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

<u>Solano County Fair</u>	
1% Decrease	5.90%
Net Pension Liability	2,095,223
Current Discount Rate	6.90%
Net Pension Liability	2,000,173
1% Increase	7.90%
Net Pension Liability	888,999

Pension Plan Fiduciary Net Position

Detailed information about each pension plan’s fiduciary net position is available in the separately issued CalPERS financial reports.

6. Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the fiscal year ended June 30, 2023, the County recognized total pension expense of \$83,805,155 of the Primary Government (excluding Courts), of which \$63,432,703 is for the Miscellaneous Plan and \$20,372,452 is for the Safety Plan. At June 30, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Miscellaneous Plan		Safety Plan		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of Assumptions	\$ 35,197,216	\$ -	\$ 12,163,717	\$ -	\$ 47,360,933	\$ -
Differences between expected and actual experience	1,505,690	(9,173,248)	872,437	(3,873,675)	2,378,127	(13,046,923)
Pension contributions subsequent to measurement date	56,735,329	-	27,046,069	-	83,781,398	-
Net differences between Projected and Actual Earnings on Pension Plan Investments	64,272,137	-	23,919,515	-	88,191,652	-
Total	\$ 157,710,372	\$ (9,173,248)	\$ 64,001,738	\$ (3,873,675)	\$ 221,712,110	\$ (13,046,923)

County of Solano

Notes to the Financial Statements for the Fiscal Year Ended June 30, 2023

The amounts of \$56,735,329 and \$27,046,069 for the Miscellaneous (excluding Courts) and Safety Plans, respectively, reported as deferred outflows of resources related to pension will be recognized as a reduction of the pension liability in the fiscal year ended June 30, 2024. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as shown in the following table:

Year Ending June 30,	Miscellaneous	Safety	Total
2024	\$ 22,533,077	\$ 6,662,236	\$ 29,195,313
2025	20,916,865	5,657,260	26,574,125
2026	7,764,228	4,022,064	11,786,292
2027	40,587,625	16,740,434	57,328,059
Total	<u>\$ 91,801,795</u>	<u>\$ 33,081,994</u>	<u>\$ 124,883,789</u>

For the fiscal year ended June 30, 2023, Solano County Fair recognized total pension expense of \$195,884. At June 30, 2023, Solano County Fair reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Solano County Fair	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Change of Assumptions	\$ 93,549	\$ -
Differences between expected and actual experience	4,002	(24,381)
Pension contributions subsequent to measurement date	141,945	-
Net differences between Projected and Actual Earnings on Pension Plan Investments	170,825	-
Total	<u>\$ 410,321</u>	<u>\$ (24,381)</u>

The amount of \$141,945 reported as deferred outflows of resources related to pension will be recognized as a reduction of the pension liability in the fiscal year ended June 30, 2024. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as shown in the following table:

Year Ending June 30,	Solano County Fair
2024	59,890
2025	55,594
2026	20,636
2027	107,875
	<u>\$ 243,995</u>

B. Post Employment Health Care Benefits

1. Plan Description

The County participates in an agent multiple-employer defined benefit healthcare plan administered by CalPERS. The plan provides postemployment healthcare benefits to eligible retirees by contributing a minimum of \$151 per month towards medical insurance benefits. This benefit is provided based on the Board of Supervisor’s election to participate under the Public Employees’ Medical and Hospital Care Act (PEMHCA) [Government Code Section 22750]. The County’s Board may elect to pay more than the minimum contribution; however, the County’s Board has elected to pay the minimum contribution of \$151 per month per eligible retiree. The County has not executed a formal plan document that provides for these benefits and the plan does not have a name. The Solano County Fair is included as part of the County’s plan, but is reported separate for financial reporting purposes. Solano County Fair’s portion of the liability is reported consistent with their audited statements and for financial reporting purposes, an adjustment is made to reflect Solano County Fair’s proportionate share of deferred inflow of resources related to OPEB to properly reflect the plan balances at June 30, 2023.

In addition, the County established an irrevocable trust to pre-fund the other postemployment benefits with the Public Agency Retirement Services (PARS). The PARS financial statements and additional reports can be obtained from the PARS website at <http://www.PARS.org>.

A summary of the postemployment healthcare benefits at June 30, 2023 are as follows:

Total	Component Unit			Total
	Governmental Activities	Business-Type Activities	Solano County Fair	
Net OPEB liability	\$ 12,022,058	\$ 12,437	\$ 182,361	\$ 12,216,856
Deferred outflows of resources	14,361,748	15,183	50,215	14,427,146
Deferred inflows of resources	4,908,040	5,260	23,852	4,937,152
OPEB expense	3,627,046	3,855	20,485	3,651,386

2. Employees Covered

As of January 1, 2021, actuarial valuation, the following current and former employees were covered by the benefit terms:

Inactives currently receiving benefits	933
Inactives entitled to benefit payments	1,588
Active employees	2,843
Total	5,364

3. Contributions

The County’s minimum required contribution is set by Government Code 22892. Contribution requirements in excess of the minimum for plan members and the County are established and may be amended by the Board of Supervisors and the employee associations. Currently, plan members are required to pay the balance of the premiums.

The County establishes the annual contribution based on an actuarially determined amount. Contributions to the OPEB plan from the County were \$6,943,220 for the year ended June 30, 2023. Employees are not required to contribute to the OPEB plan.

4. Net OPEB Liability

The County's net OPEB liability was measured as of June 30, 2022 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation dated January 1, 2021 that was rolled forward to determine the June 30, 2022 total OPEB liability, based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal Cost Method
Actuarial Assumptions:	
Valuation Date	January 1, 2021
Discount Rate	5.50%
Inflation	2.75%
Investment Rate of Return	5.50%
Healthcare Trend	Non-Medicare - 7.0% for 2022, decreasing to an ultimate rate of 4.0% in 2076 and later years
	Medicare - 6.1% for 2022, decreasing to an ultimate rate of 4.0% in 2076 and later years
Mortality Improvement	Mortality projected fully generational with Scale MP-2020
Salary Increases	3.00%
Healthcare Participation	50%

The long-term expected rate of return on plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities	60.0%	4.56%
Fixed income	35.0%	0.78%
Cash	5.0%	-0.50%
Total	100.0%	

Discount Rate

The discount rate used to measure the total OPEB liability was 5.50%. The projection of cash flows used to determine the discount rate assumed that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make projected all OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Changes in the Net OPEB Liability

The changes in the net OPEB liability for the Primary Government for the measurement date of June 30, 2022 are as follows:

	Changes in Net OPEB Liability		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2022	\$ 69,006,931	\$ 66,174,701	\$ 2,832,230
Changes for the year:			
Service Cost Incurred	3,160,393	-	3,160,393
Interest on Total OPEB Liability	3,887,099	-	3,887,099
Contribution - ER County	-	6,248,020	(6,248,020)
Projected Earnings on Investments	-	3,727,889	(3,727,889)
Differences between Projected and Actual Earnings on Plan Investments	-	(12,022,154)	12,022,154
Benefit Payments	(2,985,580)	(2,985,580)	-
Administrative Expenses	-	(108,528)	108,528
Current Year Changes:	4,061,912	(5,140,353)	9,202,265
Balance at June 30, 2023	<u>\$ 73,068,843</u>	<u>\$ 61,034,348</u>	<u>\$ 12,034,495</u>

The changes in the net OPEB liability for Solano County Fair for the measurement date of June 30, 2022 are as follows:

	Solano County Fair Changes in Net OPEB Liability		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
Balance at June 30, 2022	\$ 1,045,675	\$ 950,963	\$ 94,712
Changes for the year:			
Service Cost Incurred	47,890	-	47,890
Interest on Total OPEB Liability	58,902	-	58,902
Contribution - ER County	-	94,677	(94,677)
Projected Earnings on Investments	-	56,489	(56,489)
Differences between Projected and Actual Earnings on Plan Investments	-	(130,378)	130,378
Benefit Payments	(45,241)	(45,241)	-
Administrative Expenses	-	(1,645)	1,645
Current Year Changes:	61,551	(26,098)	87,649
Balance at June 30, 2023	<u>\$ 1,107,226</u>	<u>\$ 924,865</u>	<u>\$ 182,361</u>

Sensitivity of the Net OPEB Liability to Change in the Discount Rate and Healthcare Trend Rate

The following presents the net OPEB liability of the Primary Government, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

Changes in the Discount Rate	4.50%	5.50%	6.50%
	<u>(1% Decrease)</u>	<u>Current Rate</u>	<u>(1% Increase)</u>
Net OPEB Liability	\$ 21,900,974	\$ 12,034,495	\$ 3,904,043
Changes in the Healthcare Trend Rate			
	<u>(1% Decrease)</u>	<u>Current Rate</u>	<u>(1% Increase)</u>
Net OPEB Liability	\$ 1,823,470	\$ 12,034,495	\$ 24,818,476

The following presents the net OPEB liability of Solano County Fair, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

Changes in the Discount Rate	4.50%	5.50%	6.50%
	<u>(1% Decrease)</u>	<u>Current Rate</u>	<u>(1% Increase)</u>
Net OPEB Liability	\$ 331,870	\$ 182,361	\$ 59,159
Changes in the Healthcare Trend Rate			
	<u>(1% Decrease)</u>	<u>Current Rate</u>	<u>(1% Increase)</u>
Net OPEB Liability	\$ 27,631	\$ 182,361	\$ 376,079

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2023, the Primary Government recognized OPEB expense of \$3,630,901. At June 30, 2023, the Primary Government reported deferred outflows and deferred inflows of resources related to OPEB from the sources shown in the following table:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 4,556,062
Changes in assumptions	3,069,969	357,238
Net differences between projected and actual earnings on OPEB plan investments	4,363,742	-
Employer contribution made subsequent to the measurement date	6,943,220	-
Total	<u>\$ 14,376,931</u>	<u>\$ 4,913,300</u>

The \$6,943,220 reported as deferred outflows of resources related to contributions after the measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2024. Other amounts reported as deferred outflows of resources related to OPEB will be recognized as expense as shown in the following table:

Fiscal Year Ending June 30,	
2024	\$ 216,047
2025	252,662
2026	53,304
2027	2,018,989
2028	(10,293)
Thereafter	(10,298)
Total	<u>\$ 2,520,411</u>

For the fiscal year ended June 30, 2023, Solano County Fair recognized OPEB expense of \$155,999 (\$20,485 FY 2022/23 expense and \$135,514 prior year corrections). At June 30, 2023, Solano County Fair reported deferred outflows and deferred inflows of resources related to OPEB from the sources shown in the following table:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 22,090
Changes in assumptions	14,772	1,762
Net differences between projected and actual earnings on OPEB plan investments	35,443	-
Total	<u>\$ 50,215</u>	<u>\$ 23,852</u>

Deferred outflows of resources related to OPEB will be recognized as expense as shown in the following table:

Fiscal Year Ending June 30,	
2024	\$ 2,260
2025	2,643
2026	558
2027	21,118
2028	(108)
Thereafter	(108)
Total	<u>\$ 26,363</u>

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued PARS financial report. PARS reports can be obtained from the PARS website at <http://www.PARS.org>.

C. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries insurance. Premiums are paid through the Risk Management Internal Service Fund. The County participates in various programs organized by Public Risk Innovation Solutions, and Management (PRISM), a joint powers authority created to provide insurance programs for its 53-member counties. Each county has a representative on the Joint Powers Board, which governs management, financing and budgeting of PRISM activities. The purpose of the pool is to spread the adverse effects of losses among the member agencies. The County pays an annual basic premium for excess coverage and is assessed an annual risk premium based on an actuarial review that estimates each of the program's participant's ultimate liabilities. Should actual losses among participants be greater than anticipated, the County will be assessed its pro rata share of that deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its pro rata share of the excess. The County paid premiums totaling \$14,825,401 during the fiscal year ended June 30, 2023 for the General Liability, Pollution Programs, Special Liability, Cyber Liability, Medical Malpractice, Excess Worker's Compensation, Property, Master Crime, Aviation and Watercraft Insurance Programs, and Equipment Maintenance Management Programs. The County administers and manages the General Liability Program through PRISM.

Since July 1, 2003, the County has elected to self-insure the County's workers' compensation program and continues to participate in excess coverage subject to statutory limits. Based on the current trends of the claims filed, the County is expecting a payout of \$4,882,000 in the next fiscal year. The governmental and proprietary funds contributed amounts to the Risk Management Internal Service Fund based on actuarially determined estimates of the settlements. Such estimates are generally based upon a 75% confidence level. As of June 30, 2023, the accrued loss contingency for the County's workers' compensation program was \$16,886,000 and is reported as a liability in the Risk Management Internal Service Fund.

The general liability coverage is expecting a payout of \$1,013,000 in the next fiscal year. The governmental and proprietary funds contributed amounts to the Risk Management Internal Service Fund based on actuarially determined estimates of the settlements. Such estimates are generally based upon an 85% confidence level. As of June 30, 2023, the accrued loss contingency for the County's general liability insurance was \$2,460,000 and is reported as a liability in the Risk Management Internal Service Fund.

Insurance and claims expenses are recorded in the Risk Management Internal Service Fund. Insurance expenses represent changes in the estimate of the amounts needed to pay workers' compensation and general liability claims, as well as premiums paid to PRISM for the property, general liability, and excess workers' compensation programs. Revenues for the Risk Management Internal Service Fund are represented by charges to other County funds based on each fund's allocated share of the insurance expenses. Settled claims have not exceeded coverage in any of the past three fiscal years nor has there been a reduction of insurance coverage.

Changes in the Risk Management Internal Service Fund’s accrued loss contingency amount for worker’s compensation for the fiscal years ended June 30, 2023 and 2022 were:

Fiscal Year Ended	Beginning Liability	Current Year Claims and Changes in Estimates	Claim Payments	Ending Liability
June 30, 2022	\$ 17,731,000	\$ 4,071,314	\$ (4,701,314)	\$ 17,101,000
June 30, 2023	17,101,000	4,353,529	(4,568,529)	16,886,000

Changes in the Risk Management Internal Service Fund’s accrued loss contingency amount for general liability for the fiscal years ended June 30, 2023 and 2022 were:

Fiscal Year Ended	Beginning Liability	Current Year Claims and Changes in Estimates	Claim Payments	Ending Liability
June 30, 2022	\$ 1,174,000	\$ 952,063	\$ (237,063)	\$ 1,889,000
June 30, 2023	1,889,000	733,573	(162,573)	2,460,000

Changes in the Risk Management Internal Service Fund’s accrued loss contingency amount for the total of worker’s compensation and general liability for the fiscal years ended June 30, 2023 was:

Fiscal Year Ended	Beginning Liability	Current Year Claims and Changes in Estimates	Claim Payments	Ending Liability
June 30, 2023	\$ 18,990,000	\$ 5,087,102	\$ (4,731,102)	\$ 19,346,000

The claims liabilities above, reported in the Self Insurance Internal Service fund at June 30, 2023, are based on requirements of *GASB Statements No. 10, Accounting and Financial Reporting for Risk Financing and related Insurance issues* and *GASB Statement No. 30, Risk Financing Omnibus*, which require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of loss can be reasonably estimated. These accruals represent estimates of amounts to be paid for reported claims, and incurred but unreported claims based upon experience, modified for current trends and information based upon a 75% confidence level for Workers’ compensation and 85% confidence level for general liability insurance. Workers’ compensation is carried at present value using a discount rate of 1.5%.

D. Contingencies and Commitments

The County is exposed to various types of claims and litigation arising from its normal operations. The ultimate outcome of these matters is not presently determinable. However, in County management’s opinion, these matters should not have a significant adverse effect on the County’s financial position.

Amounts received or receivable under grants are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, or expenditures which may be disallowed by the grantor cannot be determined at this time although the County’s management expects such amounts, if any, to be immaterial.

E. Restatement

As of July 1, 2022, the County adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. The implementation of this standard establishes a definition for subscription-based information technology arrangements (SBITAs) and provides uniform guidance for accounting and financial reporting for transactions that meet that definition. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. The standard requires a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. Beginning net position was restated to retroactively adopt the provisions of GASB Statement No. 96 as follows:

	Governmental Activities
Net Position, July 1, 2022	\$ 605,823,998
Restatement:	
Recognition of right-to-use SBITA asset	7,741,260
Recognition of SBITA liability	(6,431,334)
Restatement	1,333,519
Net Position, July 1, 2022, restated	<u>\$ 607,157,517</u>

F. New Effective Accounting Pronouncements

The Governmental Accounting Standards Board (GASB) releases new accounting and financial reporting standards which may have a significant impact on the County’s financial reporting process. The County implemented the following standards during the fiscal year June 30, 2023:

Statement No. 96 – Subscription-Based Information Technology Arrangements

As of July 1, 2022, the County adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITAs)*. The implementation of this standard establishes a definition for subscription-based information technology arrangements (SBITAs) and provides uniform guidance for accounting and financial reporting for transactions that meet that definition. Establishing the capitalization criteria for implementation costs also will reduce diversity and improve comparability in financial reporting by governments. The standard requires a government to report a subscription asset and subscription liability for a SBITA and to disclose essential information about the arrangement. The Solano County Fair shall implement the standard for the calendar year ended December 31, 2023.

Statement No. 91 – Conduit Debt Obligations

The objective of this Statement is to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. There is no impact to the County's financial statements with this pronouncement.

Statement No. 94 – Public-Private and Public-Public Partnerships and Availability Payment Arrangements

The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). The requirements of this Statement will improve financial reporting by establishing the definitions of PPPs and APAs and providing uniform guidance on accounting and financial reporting for transactions that meet those definitions. That uniform guidance will provide more relevant and reliable information for financial statement users and create greater consistency in practice. This Statement will enhance the decision usefulness of a government's financial statements by requiring governments to report assets and liabilities related to PPPs consistently and disclose important information about PPP transactions. The required disclosures will allow users to understand the scale and important aspects of a government's PPPs and evaluate a government's future obligations and assets resulting from PPPs. There is no impact to the County's financial statements with this pronouncement.

G. Future Implementation of New Governmental Accounting Standards

The County has not evaluated the impact of these future governmental accounting standards on the financial statements.

Statement No. 99 – Omnibus 2022

The objectives of this Statement are to enhance comparability in account and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements of this Statement are effective as follows:

- The requirements related to extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 34, as amended, and terminology updates related to Statement 53 and Statement 63 are effective upon issuance.
- The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter.
- The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

Statement No. 100 – Accounting Changes and Error Corrections

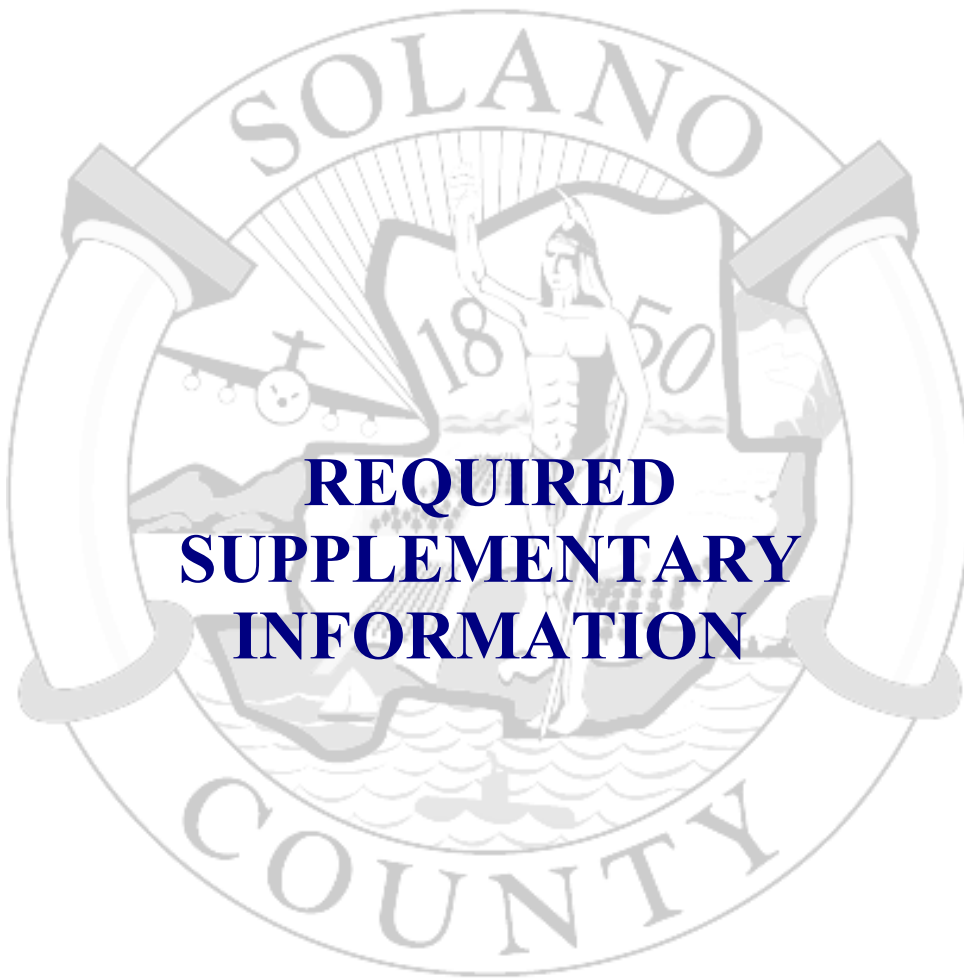
The primary objective of this Statement is to enhance the accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent and comparable information for making decisions or assessing accountability. The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter.

Statement No. 101 – Compensated Absences

The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter.

Statement No. 102 – Certain Risk Disclosures

The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter.



**REQUIRED
SUPPLEMENTARY
INFORMATION**

REQUIRED SUPPLEMENTARY INFORMATION (Unaudited)

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COUNTY OF SOLANO, CALIFORNIA
Schedule of Changes in Net Pension Liability and Related Ratios
Miscellaneous Plan
Last 10 Years*

Measurement Period	2023 June 30, 2022	2022 June 30, 2021	2021 June 30, 2020	2020 ¹ June 30, 2019	2019 June 30, 2018
TOTAL PENSION LIABILITY					
Service Cost	\$ 34,143,766	\$ 31,530,196	\$ 30,651,158	\$ 31,556,201	\$ 31,339,011
Interest on Total Pension Liability	116,965,363	114,811,888	109,812,288	106,034,702	100,069,014
Changes of Assumptions	50,500,354	-	(1,711,907)	19,202,357	7,700,799
Difference Between Expected and Actual Experience	(12,939,009)	3,665,829	-	-	(11,143,722)
Benefit Payments, including Refunds of Employee Contributions	(90,379,963)	(85,865,227)	(80,780,282)	(75,387,229)	(69,623,381)
Net Change in Total Pension Liability	98,290,511	64,142,686	57,971,257	81,406,031	58,341,721
Total Pension Liability - Beginning	1,677,706,759	1,620,309,160	1,562,337,903	1,480,931,872	1,416,469,745
Total Pension Liability - Ending (a)	\$ 1,775,997,270	\$ 1,684,451,846	\$ 1,620,309,160	\$ 1,562,337,903	\$ 1,474,811,466
PLAN FIDUCIARY NET POSITION					
Contributions - Employer	\$ 55,023,365	\$ 53,358,592	\$ 45,039,127	\$ 39,319,645	\$ 35,276,481
Contributions - Employee	13,654,133	13,733,066	13,865,493	12,971,904	13,804,604
Net Investment Income	(106,408,406)	264,697,768	56,274,321	71,290,713	86,230,731
Benefit Payments, including Refunds of Employee Contributions	(90,379,963)	(85,865,227)	(80,780,282)	(75,387,229)	(69,623,381)
Plan to Plan Resource Movement	-	11,887	-	-	(2,522)
Administrative Expense	(879,614)	(1,172,475)	(1,599,605)	(778,222)	(1,598,229)
Other Miscellaneous Income/(Expense)	-	-	(183,130)	2,531	(3,035,062)
Net Change in Fiduciary Net Position	(128,990,485)	244,763,611	32,615,924	47,419,342	61,052,622
Plan Fiduciary Net Position - Beginning	1,406,461,192	1,167,093,807	1,134,477,883	1,087,058,541	1,021,305,109
Plan Net Pension Liability - Ending (b)	\$ 1,277,470,707	\$ 1,411,857,418	\$ 1,167,093,807	\$ 1,134,477,883	\$ 1,082,357,731
Plan Net Pension Liability - Ending (a) - (b)	\$ 498,526,563	\$ 272,594,428	\$ 453,215,353	\$ 427,860,020	\$ 392,453,735
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability					
	71.93%	83.82%	72.03%	72.61%	73.39%
Covered Payroll	\$189,371,964	\$186,148,036	\$179,905,660	\$174,256,937	\$178,054,195
Net Pension Liability as a Percentage of Covered Payroll	263.25%	146.44%	251.92%	245.53%	220.41%

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

¹From fiscal years 2020-2022, the amounts related to the Solano County Fair's allocation of the total pension liability, fiduciary net position, and net pension liability of the Miscellaneous Plan were included in the County's Miscellaneous Plan schedules. Beginning fiscal year 2023, the Miscellaneous Plan only includes the Primary Government's allocations. Consequently, beginning balances do not agree with the respective prior year balances.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Changes in Net Pension Liability and Related Ratios
Miscellaneous Plan
Last 10 Years*

2018 June 30, 2017	2017 June 30, 2016	2016 June 30, 2015	2015 June 30, 2014	Measurement Period
				TOTAL PENSION LIABILITY
\$ 30,465,163	\$ 26,597,957	\$ 25,949,824	\$ 26,543,827	Service Cost
96,116,643	93,230,847	88,521,350	84,956,858	Interest on Total Pension Liability
(13,049,934)	(1,808,781)	(7,306,473)	-	Changes of Assumptions
77,264,422	-	(20,933,833)	-	Difference Between Expected and Actual Experience
(63,777,074)	(61,315,965)	(57,335,586)	(54,271,372)	Benefit Payments, including Refunds of Employee Contributions
127,019,220	56,704,058	28,895,282	57,229,313	Net Change in Total Pension Liability
1,289,450,525	1,232,746,467	1,203,851,185	1,146,621,872	Total Pension Liability - Beginning
\$ 1,416,469,745	\$ 1,289,450,525	\$ 1,232,746,467	\$ 1,203,851,185	Total Pension Liability - Ending (a)
				PLAN FIDUCIARY NET POSITION
\$ 30,445,740	\$ 27,604,856	\$ 25,507,454	\$ 23,810,683	Contributions - Employer
12,375,624	11,825,251	11,837,309	11,281,036	Contributions - Employee
106,013,640	4,909,328	21,082,446	142,910,199	Net Investment Income
(63,777,074)	(61,315,965)	(57,335,586)	(54,271,372)	Benefit Payments, including Refunds of Employee Contributions
(1,612)	(6,177)	(13,435)	-	Plan to Plan Resource Movement
(1,392,465)	(584,538)	(1,072,603)	-	Administrative Expense
-	-	-	-	Other Miscellaneous Income/(Expense)
83,663,853	(17,567,245)	5,585	123,730,546	Net Change in Fiduciary Net Position
937,641,256	955,208,501	955,202,916	831,472,370	Plan Fiduciary Net Position - Beginning
\$ 1,021,305,109	\$ 937,641,256	\$ 955,208,501	\$ 955,202,916	Plan Net Pension Liability - Ending (b)
\$ 395,164,636	\$ 351,809,269	\$ 277,537,966	\$ 248,648,269	Plan Net Pension Liability - Ending (a) - (b)
72.10%	72.72%	77.49%	79.35%	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
\$165,410,846	\$ 152,372,109	\$ 147,542,730	\$ 141,877,315	Covered Payroll
238.90%	230.89%	188.11%	175.26%	Net Pension Liability as a Percentage of Covered Payroll

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

¹From fiscal years 2020-2022, the amounts related to the Solano County Fair's allocation of the total pension liability, fiduciary net position, and net pension liability of the Miscellaneous Plan were included in the County's Miscellaneous Plan schedules. Beginning fiscal year 2023, the Miscellaneous Plan only includes the Primary Government's allocations. Consequently, beginning balances do not agree with the respective prior year balances.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Plan Contributions - Miscellaneous Plan
Miscellaneous Plan
Last 10 Years*

	2023	2022	2021	2020 ¹	2019
Actuarially Determined Contribution	\$ 56,735,329	\$ 51,927,972	\$ 49,730,761	\$ 45,516,412	\$ 39,199,281
Contributions in Relation to the Actuarially Determined Contribution	<u>\$ (56,735,329)</u>	<u>\$ (54,595,309)</u>	<u>(53,488,951)</u>	<u>(45,516,412)</u>	<u>(39,199,281)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>(\$2,667,337)</u>	<u>(\$3,758,190)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$200,314,566	\$189,371,964	\$186,148,036	\$179,905,660	\$174,256,937
Contributions as a Percentage of Covered Payroll	28.32%	29.08%	28.73%	25.30%	22.50%

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¹From fiscal years 2020-2022, the amounts related to the Solano County Fair's allocation of the total pension liability, fiduciary net position, and net pension liability of the Miscellaneous Plan were included in the County's Miscellaneous Plan schedules. Beginning fiscal year 2023, the Miscellaneous Plan only includes the Primary Government's allocations. Consequently, beginning balances do not agree with the respective prior year balances.

Notes to Schedule

Actuarially determined contribution rates are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported.

Valuation Date	June 30, 2020
Actuarial Cost Method	Entry-Age Normal
Investment Rate of Return	7.00%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	Varies by Entry Age and Service
Asset Valuation Method	Fair Value of Assets
Remaining Amortization	21 years
Mortality	The post-retirement mortality rates above include 15 years of projected on-going mortality improvement using 90 percent of Scale MP 2016 published by the Society of Actuaries.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Plan Contributions - Miscellaneous Plan
Miscellaneous Plan
Last 10 Years*

2018	2017	2016	2015	
\$ 36,695,748	\$ 30,393,519	\$ 27,418,792	\$ 25,573,456	Actuarially Determined Contribution
(36,695,748)	(30,393,519)	(27,418,792)	(25,573,456)	Contributions in Relation to the Actuarially Determined Contribution
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	Contribution Deficiency (Excess)
\$178,054,195	\$165,410,846	\$152,372,109	\$147,542,730	Covered Payroll
20.61%	18.37%	17.99%	17.33%	Contributions as a Percentage of Covered Payroll

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

¹From fiscal years 2020-2022, the amounts related to the Solano County Fair's allocation of the total pension liability, fiduciary net position, and net pension liability of the Miscellaneous Plan were included in the County's Miscellaneous Plan schedules. Beginning fiscal year 2023, the Miscellaneous Plan only includes the Primary Government's allocations. Consequently, beginning balances do not agree with the respective prior year balances.

Notes to Schedule

Actuarially determined contribution rates are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported.

Valuation Date	June 30, 2020
Actuarial Cost Method	Entry-Age Normal
Investment Rate of Return	7.00%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	Varies by Entry Age and Service
Asset Valuation Method	Fair Value of Assets
Remaining Amortization	21 years
Mortality	

The post-retirement mortality rates above include 15 years of projected on-going mortality improvement using 90 percent of Scale MP 2016 published by the Society of Actuaries.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Changes in Net Pension Liability and Related Ratios
During the Measurement Period
Safety Plan
Last 10 Years*

Measurement Period	2023 June 30, 2022	2022 June 30, 2021	2021 June 30, 2020	2020 June 30, 2019	2019 June 30, 2018
TOTAL PENSION LIABILITY					
Service Cost	\$ 14,625,075	\$ 13,616,647	\$ 13,101,685	\$ 13,381,529	\$ 13,380,473
Interest on Total Pension Liability	40,713,461	39,364,614	37,931,728	36,046,179	34,057,612
Changes of Assumptions	15,542,527	-	-	-	(1,977,401)
Difference Between Expected and Actual Experience	(1,107,612)	(5,154,596)	1,237,059	2,504,892	526,689
Benefit Payments, including Refunds of Employee Contributions	(29,813,331)	(27,035,210)	(25,156,648)	(23,150,396)	(21,112,371)
Net Change in Total Pension Liability	39,960,120	20,791,455	27,113,824	28,782,204	24,875,002
Total Pension Liability - Beginning	583,209,381	562,417,926	535,304,102	506,521,898	481,646,896
Total Pension Liability - Ending (a)	\$ 623,169,501	\$ 583,209,381	\$ 562,417,926	\$ 535,304,102	\$ 506,521,898
PLAN FIDUCIARY NET POSITION					
Contributions - Employer	\$ 25,910,780	\$ 21,465,566	\$ 16,447,086	\$ 20,686,756	\$ 20,464,334
Contributions - Employee	5,324,478	5,121,440	4,852,610	4,707,776	4,905,469
Net Investment Income	(38,800,791)	95,506,936	20,115,937	24,939,706	29,206,761
Benefit Payments, including Refunds of Employee Contributions	(29,813,331)	(27,035,210)	(25,156,648)	(23,150,396)	(21,112,371)
Net Plan to Plan Resource Movement	-	(12,758)	-	-	(859)
Administrative Expense	(320,237)	(419,001)	(569,197)	(268,921)	(537,504)
Other Miscellaneous Income/(Expense)	-	-	-	859	(1,020,729)
Net Change in Fiduciary Net Position	(37,699,101)	94,626,973	15,689,788	26,915,780	31,905,101
Plan Fiduciary Net Position - Beginning	514,072,689	419,445,716	403,755,928	376,840,148	344,935,047
Plan Fiduciary Net Position - Ending (b)	\$ 476,373,588	\$ 514,072,689	\$ 419,445,716	\$ 403,755,928	\$ 376,840,148
Plan Net Pension Liability - Ending (a) - (b)	\$ 146,795,913	\$ 69,136,692	\$ 142,972,210	\$ 131,548,174	\$ 129,681,750
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability					
Covered Payroll	\$ 54,446,874	\$ 53,361,938	\$ 51,130,473	\$ 50,203,393	\$ 53,193,839
Net Pension Liability as a Percentage of Covered Payroll	269.61%	129.56%	279.62%	262.03%	243.79%

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Changes in Net Pension Liability and Related Ratios
During the Measurement Period
Safety Plan
Last 10 Years*

2018	2017	2016	2015	Measurement Period
June 30, 2017	June 30, 2016	June 30, 2015	June 30, 2014	
				TOTAL PENSION LIABILITY
\$ 12,580,220	\$ 10,827,733	\$ 10,094,060	\$ 10,196,391	Service Cost
32,379,339	31,097,434	29,459,459	27,987,355	Interest on Total Pension Liability
27,423,158	-	(7,334,339)	-	Changes of Assumptions
(4,755,139)	(393,904)	(1,931,477)	-	Difference Between Expected and Actual Experience
(19,760,867)	(18,467,052)	(17,762,970)	(16,118,095)	Benefit Payments, including Refunds of Employee Contributions
47,866,711	23,064,211	12,524,733	22,065,651	Net Change in Total Pension Liability
433,780,185	410,715,974	398,191,241	376,125,590	Total Pension Liability - Beginning
\$ 481,646,896	\$ 433,780,185	\$ 410,715,974	\$ 398,191,241	Total Pension Liability - Ending (a)
				PLAN FIDUCIARY NET POSITION
\$ 11,424,329	\$ 9,796,398	\$ 9,478,293	\$ 8,448,188	Contributions - Employer
4,557,332	4,171,041	4,127,101	4,529,358	Contributions - Employee
35,448,366	1,654,032	6,889,853	46,982,051	Net Investment Income
(19,760,867)	(18,467,052)	(17,762,970)	(16,118,095)	Benefit Payments, including Refunds of Employee Contributions
(4,885)	694	-	-	Net Plan to Plan Resource Movement
(463,207)	(193,056)	(356,395)	-	Administrative Expense
-	-	-	-	Other Miscellaneous Income/(Expense)
31,201,068	(3,037,943)	2,375,882	43,841,502	Net Change in Fiduciary Net Position
313,733,979	316,771,922	314,396,040	270,554,538	Plan Fiduciary Net Position - Beginning
\$ 344,935,047	\$ 313,733,979	\$ 316,771,922	\$ 314,396,040	Plan Fiduciary Net Position - Ending (b)
				Plan Net Pension Liability - Ending (a) - (b)
\$ 136,711,849	\$ 120,046,206	\$ 93,944,052	\$ 83,795,201	
				Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
71.62%	72.33%	77.13%	78.96%	Covered Payroll
\$ 49,896,817	\$ 46,124,828	\$ 42,326,654	\$ 40,585,880	Net Pension Liability as a Percentage of Covered Payroll
273.99%	260.26%	221.95%	206.46%	

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Plan Contributions - Safety Plan
Safety Plan
Last 10 Years*

	2023	2022	2021	2020	2019
Actuarially Determined Contribution	\$ 21,407,571	\$ 20,538,955	\$ 18,529,287	\$ 15,915,104	\$ 14,514,064
Contributions in Relation to the Actuarially Determined Contribution	<u>(27,046,069)</u>	<u>(26,378,171)</u>	<u>(21,282,869)</u>	<u>(15,915,104)</u>	<u>(20,514,064)</u>
Contribution Deficiency (Excess)	<u>\$ (5,638,498)</u>	<u>\$ (5,839,216)</u>	<u>\$ (2,753,582)</u>	<u>\$ -</u>	<u>\$ (6,000,000)</u>
Covered Payroll	\$ 57,608,240	\$ 54,446,874	\$ 53,361,938	\$ 51,130,473	\$ 50,203,393
Contributions as a Percentage of Covered Payroll	46.95%	48.45%	39.88%	31.13%	40.86%

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

Notes to Schedule

Actuarially determined contribution rates are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported.

Valuation Date	June 30, 2020
Actuarial Cost Method	Entry-Age Normal
Investment Rate of Return	7.00%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	Varies by Entry Age and Service
Asset Valuation Method	Fair Value of Assets
Remaining Amortization	21 years
Mortality	The post-retirement mortality rates above include 15 years of projected on-going mortality improvement using 90 percent of Scale MP 2016 published by the Society of Actuaries.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Plan Contributions - Safety Plan
Safety Plan
Last 10 Years*

2018	2017	2016	2015	
\$ 14,440,771	\$ 11,423,907	\$ 9,779,487	\$ 9,489,646	Actuarially Determined Contribution
(21,025,379)	(11,423,907)	(9,779,487)	(9,489,646)	Contributions in Relation to the Actuarially Determined Contribution
<u>\$ (6,584,608)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	Contribution Deficiency (Excess)
\$ 53,193,839	\$ 49,896,817	\$ 46,124,828	\$ 42,326,654	Covered Payroll
39.53%	22.90%	21.20%	22.42%	Contributions as a Percentage of Covered Payroll

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

Notes to Schedule

Actuarially determined contribution rates are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported.

Valuation Date	June 30, 2020
Actuarial Cost Method	Entry-Age Normal
Investment Rate of Return	7.00%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	Varies by Entry Age and Service
Asset Valuation Method	Fair Value of Assets
Remaining Amortization	21 years
Mortality	The post-retirement mortality rates above include 15 years of projected on-going mortality improvement using 90 percent of Scale MP 2016 published by the Society of Actuaries.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Changes in Net OPEB Liability and Related Ratios
Last 10 Years*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020¹</u>	<u>2019</u>
Measurement Period	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
TOTAL OPEB LIABILITY					
Service Cost	3,160,393	2,842,282	2,759,497	2,872,000	2,740,000
Interest on Total OPEB Liability	3,887,099	4,052,167	3,820,946	3,803,000	3,560,000
Changes of Assumptions	-	4,112,989	-	(735,000)	-
Difference Between Actual and Expected Experience	-	(4,196,202)	-	(2,935,000)	-
Benefit Payments	<u>(2,985,580)</u>	<u>(2,904,926)</u>	<u>(2,714,147)</u>	<u>(2,472,000)</u>	<u>(2,298,000)</u>
Net Change in Total OPEB Liability	4,061,912	3,906,310	3,866,296	533,000	4,002,000
Total OPEB Liability - Beginning	<u>69,006,931</u>	<u>66,146,296</u>	<u>62,280,000</u>	<u>61,747,000</u>	<u>57,745,000</u>
Total OPEB Liability - Ending (a)	<u>\$ 73,068,843</u>	<u>\$ 70,052,606</u>	<u>\$ 66,146,296</u>	<u>\$ 62,280,000</u>	<u>\$ 61,747,000</u>
PLAN FIDUCIARY NET POSITION					
Contributions - Employer	6,248,020	6,237,798	5,934,000	5,712,000	5,603,000
Net Investment Income	(8,294,265)	12,656,134	1,858,669	2,709,000	2,403,000
Benefit Payments, Including Refunds of Employee Contributions	(2,985,580)	(2,904,926)	(2,714,147)	(2,472,000)	(2,298,000)
Administrative Expense	<u>(108,528)</u>	<u>(98,854)</u>	<u>(88,010)</u>	<u>(78,000)</u>	<u>(62,000)</u>
Net Change in Fiduciary Net Position	(5,140,353)	15,890,152	4,990,512	5,871,000	5,646,000
Plan Fiduciary Net Position - Beginning	<u>66,174,701</u>	<u>51,235,512</u>	<u>46,245,000</u>	<u>40,374,000</u>	<u>34,728,000</u>
Plan Fiduciary Net Position - Ending (b)	<u>\$ 61,034,348</u>	<u>\$ 67,125,664</u>	<u>\$ 51,235,512</u>	<u>\$ 46,245,000</u>	<u>\$ 40,374,000</u>
Plan Net OPEB Liability - Ending (a) - (b)	<u>\$ 12,034,495</u>	<u>\$ 2,926,942</u>	<u>\$ 14,910,784</u>	<u>\$ 16,035,000</u>	<u>\$ 21,373,000</u>
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	83.5%	95.8%	77.5%	74.3%	65.4%
Covered Employee Payroll	\$ 243,746,615	\$ 239,933,313	\$ 230,896,000	\$ 233,606,000	\$ 222,856,000
Net OPEB Liability as a Percentage of Covered Employee Payroll	4.9%	1.2%	6.5%	6.9%	9.6%

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

¹Beginning fiscal year 2023, the Miscellaneous Plan only includes the Primary Government's allocations.

COUNTY OF SOLANO, CALIFORNIA
Schedule of Plan Contributions - OPEB
Last 10 Years*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Actuarially Determined Contribution	\$ 3,605,000	\$ 3,741,000	\$ 4,490,000	\$ 4,352,000	\$ 4,790,000
Contributions in Relation to the Actuarially Determined Contribution	<u>(6,943,220)</u>	<u>(6,342,697)</u>	<u>(6,237,798)</u>	<u>(5,934,000)</u>	<u>(5,712,000)</u>
Contribution Deficiency (Excess)	<u>\$ (3,338,220)</u>	<u>\$ (2,601,697)</u>	<u>\$ (1,747,798)</u>	<u>\$ (1,582,000)</u>	<u>\$ (922,000)</u>
Covered Employee Payroll	\$ 259,939,700	\$ 243,746,615	\$ 239,933,313	\$ 230,896,000	\$ 233,606,000
Contributions as a Percentage of Covered Employee Payroll	2.7%	2.6%	2.6%	2.6%	2.4%

* Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

Notes to Schedule

Valuation Date	January 1, 2021
Actuarial Cost Method	Entry Age Normal Cost Method
Amortization Method	Level % of pay
Amortization Period	Approximately 13 years remaining as of June 30, 2022
Asset Valuation Method	Investment gains and losses spread over 5-year rolling period
Discount Rate	6.00%
Inflation	2.75%
Healthcare Trend	Non-Medicare - 7.0% for 2022, decreasing to an ultimate rate of 4.0% in 2076 and later years Medicare - 6.1% for 2022, decreasing to an ultimate rate of 4.0% in 2076 and later years
Mortality	CalPERS 1997-2015 Experience Study
Mortality Improvement	Scale MP 2020 for post retirement mortality
Salary Increases	3.00%
Healthcare Participation	50%

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Adopted</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
Taxes	\$ 217,258,030	\$ 217,258,030	\$ 227,568,677	\$ 10,310,647
Licenses, permits and franchises	9,216,031	9,238,781	10,133,927	895,146
Fines, forfeitures and penalties	1,001,800	1,001,800	1,278,459	276,659
Use of money and property	1,963,773	1,980,777	6,410,181	4,429,404
Intergovernmental	9,408,865	10,541,389	10,809,088	267,699
Charges for services	55,943,012	56,754,501	54,485,090	(2,269,411)
Miscellaneous	2,133,263	2,431,905	2,373,857	(58,048)
Total revenues	<u>296,924,774</u>	<u>299,207,183</u>	<u>313,059,279</u>	<u>13,852,096</u>
EXPENDITURES				
Current:				
General government				
BOS-District 1	614,376	645,240	642,258	2,982
BOS-District 2	591,782	601,202	583,354	17,848
BOS-District 3	624,054	624,054	606,332	17,722
BOS-District 4	632,190	666,814	653,767	13,047
BOS-District 5	632,192	655,895	618,945	36,950
BOS-Administration	283,084	283,084	163,816	119,268
Administration	5,298,736	5,341,338	4,983,442	357,896
General Revenue	600,000	600,000	279,432	320,568
Employee Development & Recognition	913,638	957,773	732,252	225,521
General Services	24,299,011	25,591,023	23,448,856	2,142,167
Assessor	8,854,361	8,938,328	8,160,708	777,620
Auditor-Controller	6,537,402	6,606,277	6,297,942	308,335
Tax Collector/County Clerk	2,757,428	2,778,958	2,463,075	315,883
Treasurer	1,233,193	1,239,652	1,227,346	12,306
County Counsel	5,401,719	5,786,309	5,763,577	22,732
Delta Water Activities	1,049,603	1,035,759	845,720	190,039
Human Resources	5,895,506	6,104,501	4,750,612	1,353,889
Registrar of Voters	6,738,022	6,697,609	6,242,130	455,479
Real Estate Services	761,136	865,499	735,397	130,102
Promotion	267,909	267,909	69,760	198,149
General Expenditures	9,387,325	9,466,930	6,856,924	2,610,006
Surveyor/Engineer	140,921	170,921	149,472	21,449
Total general government	<u>83,513,588</u>	<u>85,925,075</u>	<u>76,275,117</u>	<u>9,649,958</u>
Public protection				
Grand Jury	168,672	168,672	161,264	7,408
Agricultural Commissioner	5,934,136	6,699,502	5,622,340	1,077,162
Animal Care Services	5,022,470	5,116,187	4,596,079	520,108
Recorder	2,273,085	2,301,074	2,148,247	152,827
Resource Management	15,733,950	15,901,354	13,854,105	2,047,249
General Expenditures	-	5,652,734	5,638,498	14,236
Office of Family Violence Prevention	1,039,210	1,746,159	1,494,213	251,946
Total public protection	<u>30,171,523</u>	<u>37,585,682</u>	<u>33,514,746</u>	<u>4,070,936</u>
Public assistance				
Indigent Burial General Relief	36,348	38,373	38,373	-
Veterans Services	1,131,723	1,144,641	1,050,340	94,301
Total public assistance	<u>1,168,071</u>	<u>1,183,014</u>	<u>1,088,713</u>	<u>94,301</u>
Education and recreation				
Cooperative Extension Service	317,637	317,637	316,136	1,501
Non-departmental				
Contingencies	14,000,000	14,000,000	-	14,000,000
Debt service:				
Lease principal	1,441,998	1,441,998	1,441,998	-
Lease interest	295,069	295,069	295,069	-
SBITA principal	433,200	433,200	433,200	-
SBITA interest	5,269	5,269	5,269	-
Total debt service	<u>2,175,536</u>	<u>2,175,536</u>	<u>2,175,536</u>	<u>-</u>
Capital outlay:				
Lease	184,119	184,119	184,119	-
SBITA	717,286	717,286	717,286	-
Equipment	87,186	183,368	101,186	82,182
Total capital outlay	<u>988,591</u>	<u>1,084,773</u>	<u>1,002,591</u>	<u>82,182</u>
Total expenditures	<u>132,334,946</u>	<u>142,271,717</u>	<u>114,372,839</u>	<u>27,898,878</u>
Excess of revenues over expenditures	<u>164,589,828</u>	<u>156,935,466</u>	<u>198,686,440</u>	<u>41,750,974</u>
OTHER FINANCING SOURCES (USES)				
Leases issued	-	-	184,119	184,119
SBITA issued	-	-	717,286	717,286
Transfers in	80,000	6,523,526	6,467,387	(56,139)
Transfers out	(207,805,000)	(212,330,998)	(198,820,246)	13,510,752
Sale of capital assets	80,000	80,000	143,362	63,362
Total other financing sources (uses)	<u>(207,645,000)</u>	<u>(205,727,472)</u>	<u>(191,308,092)</u>	<u>14,419,380</u>
Changes in fund balance	(43,055,172)	(48,792,006)	7,378,348	56,170,354
Fund balance - beginning	215,270,025	215,270,025	215,270,025	-
Fund balance - ending	<u>\$ 172,214,853</u>	<u>\$ 166,478,019</u>	<u>\$ 222,648,373</u>	<u>\$ 56,170,354</u>

The note to the required supplementary information is an integral part of this schedule.

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Health and Social Services Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Adopted</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
Taxes				
Licenses, permits and franchises	\$ 23,000	\$ 23,000	\$ 26,844	\$ 3,844
Fines, forfeitures and penalties	294,438	294,438	290,762	(3,676)
Use of money and property	144,640	125,383	3,236,175	3,110,792
Intergovernmental	369,251,588	454,099,657	377,884,109	(76,215,548)
Charges for services	27,277,296	27,277,296	18,459,540	(8,817,756)
Miscellaneous	3,990,126	4,489,126	5,501,974	1,012,848
Total revenues	<u>400,981,088</u>	<u>486,308,900</u>	<u>405,399,404</u>	<u>(80,909,496)</u>
EXPENDITURES				
Current:				
General government				
In Home Supportive Services-PA	20,290,027	20,290,027	18,975,962	1,314,065
In Home Supportive Services	901,045	909,657	848,152	61,505
Family Health Services	32,602,714	32,886,961	27,323,290	5,563,671
Behavioral Health	116,045,474	118,416,106	109,130,382	9,285,724
Health Services	57,112,860	56,820,725	46,549,478	10,271,247
Tobacco Prevention & Education	609,906	612,059	471,779	140,280
Total health services	<u>227,562,026</u>	<u>229,935,535</u>	<u>203,299,043</u>	<u>26,636,492</u>
Public assistance				
County Disaster	2,721,975	3,388,232	1,299,113	2,089,119
Administration	1,706,469	2,156,186	2,035,052	121,134
Social Services	135,145,006	142,145,734	135,222,086	6,923,648
AAA for Napa/Solano	5,912,795	7,753,544	4,866,319	2,887,225
Assistance Programs	58,686,463	65,821,057	65,194,820	626,237
ARPA - County SLFRF	12,349,455	72,636,417	11,584,340	61,052,077
Total public assistance	<u>216,522,163</u>	<u>293,901,170</u>	<u>220,201,730</u>	<u>73,699,440</u>
Debt Service				
SBITA principal	92,333	92,333	92,333	-
Capital outlay:				
Equipment	426,162	433,751	251,588	182,163
SBITA	445,305	445,305	445,305	-
Total capital outlay	<u>871,467</u>	<u>879,056</u>	<u>696,893</u>	<u>(182,163)</u>
Total expenditures	<u>445,047,989</u>	<u>524,808,094</u>	<u>424,289,999</u>	<u>100,518,095</u>
Deficiency of revenues under expenditures	<u>(44,066,901)</u>	<u>(38,499,194)</u>	<u>(18,890,595)</u>	<u>19,608,599</u>
OTHER FINANCING SOURCES (USES)				
SBITA issued	-	-	445,305	445,305
Transfers in	46,560,263	52,661,494	38,783,514	(13,877,980)
Transfers out	(10,229,035)	(21,905,144)	(5,439,426)	16,465,718
Total other financing sources (uses)	<u>36,331,228</u>	<u>30,756,350</u>	<u>33,789,393</u>	<u>3,033,043</u>
Changes in fund balance	(7,735,673)	(7,742,844)	14,898,798	22,641,642
Fund balance - beginning	125,404,435	125,404,435	125,404,435	-
Fund balance - ending	<u>\$ 117,668,762</u>	<u>\$ 117,661,591</u>	<u>\$ 140,303,233</u>	<u>\$ 22,641,642</u>

The note to the required supplementary information is an integral part of this schedule.

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Public Safety Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Adopted</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
Licenses, permits and franchises	\$ 112,840	\$ 112,840	\$ 137,614	\$ 24,774
Fines, forfeitures and penalties	1,684,939	1,698,973	2,945,517	1,246,544
Use of money and property	19,654	30,171	(218,117)	(248,288)
Intergovernmental	102,578,261	106,151,063	126,846,345	20,695,282
Charges for services	15,775,307	15,845,659	16,524,984	679,325
Miscellaneous	1,172,026	1,464,345	1,665,621	201,276
Total revenues	<u>121,343,027</u>	<u>125,303,051</u>	<u>147,901,964</u>	<u>22,598,913</u>
EXPENDITURES				
Current:				
Public protection				
Department of Child Support Services	13,321,791	13,477,107	11,997,141	1,479,966
County Coordinators Grant Prog	-	175,000	48,432	126,568
CA Fire Prevention Grants Prog	-	678,907	354,344	324,563
CA Wildfire Mitigation Grants	-	1,159,039	1,154,983	4,056
EMPG Grants	129,718	406,769	224,905	181,864
Flood Emergency Response Grant	70,897	70,897	52,827	18,070
Urban Areas Sec Initiative	-	18,670	2,819	15,851
Homeland Security Grants	506,243	855,684	144,679	711,005
Surrendered Abandoned Vessel Exchange Grant	-	100,000	12,080	87,920
District Attorney	32,836,178	33,189,417	30,951,645	2,237,772
Public Defender	17,951,124	18,133,503	16,846,001	1,287,502
Conflict Public Defender	5,958,876	6,002,475	5,417,024	585,451
Sheriff	137,097,084	138,619,893	135,040,074	3,579,819
Probation	51,080,554	51,861,131	48,564,760	3,296,371
Other Public Defense	3,808,543	3,809,835	3,020,639	789,196
CMF Cases	411,741	557,634	557,634	-
Administration	167,746	200,640	192,028	8,612
Public Protection Other Special Revenue	675,817	785,032	652,436	132,596
Total public protection	<u>264,016,312</u>	<u>270,101,633</u>	<u>255,234,451</u>	<u>14,867,182</u>
Non-departmental				
Contingencies	3,765,730	3,032,508	-	3,032,508
Debt service:				
Principal	24,000	44,655	-	44,655
SBITA principal	200,059	200,059	200,059	-
SBITA interest	8,820	8,820	8,820	-
Total debt service	<u>232,879</u>	<u>253,534</u>	<u>208,879</u>	<u>(44,655)</u>
Capital Outlay				
Buildings and improvements	314,516	497,943	346,066	151,877
Equipment	3,092,702	5,050,266	3,370,496	1,679,770
Intangibles	540,000	540,000	-	540,000
SBITA	950,338	950,338	950,338	-
Total capital outlay	<u>4,897,556</u>	<u>7,038,547</u>	<u>4,666,900</u>	<u>2,371,647</u>
Total expenditures	<u>272,912,477</u>	<u>280,426,222</u>	<u>260,110,230</u>	<u>20,315,992</u>
Deficiency of revenues under expenditures	<u>(151,569,450)</u>	<u>(155,123,171)</u>	<u>(112,208,266)</u>	<u>42,914,905</u>
OTHER FINANCING SOURCES (USES)				
SBITA issued	-	-	950,338	950,338
Transfers in	149,906,612	151,657,900	139,391,822	(12,266,078)
Transfers out	(3,454,859)	(4,548,804)	(3,853,339)	695,465
Total other financing sources (uses)	<u>146,451,753</u>	<u>147,109,096</u>	<u>136,488,821</u>	<u>(10,620,275)</u>
Changes in fund balance	(5,117,697)	(8,014,075)	24,280,555	32,294,630
Fund balance - beginning	52,042,978	52,042,978	52,042,978	-
Fund balance - ending	<u>\$ 46,925,281</u>	<u>\$ 44,028,903</u>	<u>\$ 76,323,533</u>	<u>\$ 32,294,630</u>

The note to the required supplementary information is an integral part of this schedule.

**COUNTY OF SOLANO, CALIFORNIA
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Budgetary Information

In accordance with the provisions of Sections 29000 through 29144 of the California Governmental Code and other statutory provisions, commonly known as the County Budget Act, the County prepares and legally adopts a balanced budget each fiscal year by July 1.

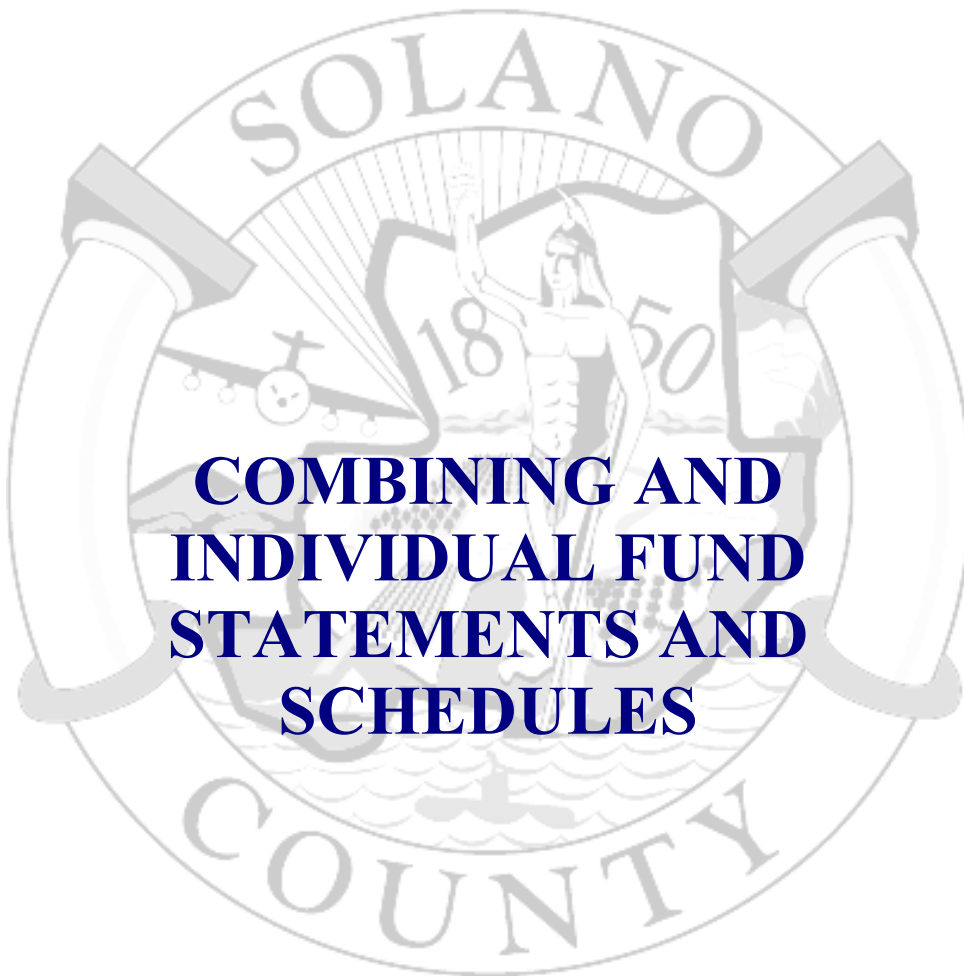
An operating budget prepared on the modified accrual basis is adopted each fiscal year for the general, special revenue, capital projects and debt service funds. Public hearings are conducted on the proposed budget to review all appropriations and sources of financing. Any shortfall in revenues requires an equal reduction in appropriations.

Expenditures are controlled at the object level for all departments within the County except for capital outlay expenditures, which are controlled at the sub object level. The legal level of budgetary control is at the department level. This is the level at which expenditures may not legally exceed appropriations. The Board must approve supplemental appropriations generally financed by unanticipated revenues during the year, and any other amendments or transfers.

Pursuant to the Board of Supervisors' Budget Policy, amendments or transfers of appropriations between object levels within a department may be authorized by the County Administrator's Office provided the total appropriation of the department is not changed. Therefore, final budget amounts in the accompanying required supplementary information are reported as amended. Individual budget amendments during the fiscal year ended June 30, 2023, were not material in relation to the original appropriations.

The County uses an encumbrance system as an extension of budgetary accounting for the general, special revenue and capital projects funds to assist in controlling appropriations. Under this system, purchase orders, contracts and other commitments are recorded in order to reserve that portion of applicable appropriations. Outstanding encumbrances at year-end are automatically reappropriated the following year. Unencumbered and unexpended appropriations lapse at year-end.

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Other Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. This encompasses legal restrictions imposed by parties outside the government as well as those imposed by the governing body.

Capital Projects Fund

The capital projects fund (Accumulated Capital Outlay Fund) is used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Debt Service Funds

Debt service funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest. Debt service payments that do not involve the advance accumulation of resources, such as leases and SBITA's, are accounted for in the general fund or a special revenue fund.

COUNTY OF SOLANO, CALIFORNIA
Combining Balance Sheet
Other Governmental Funds
June 30, 2023

	<u>Special Revenue Funds</u>	<u>Accumulated Capital Outlay Fund</u>	<u>Debt Service Funds</u>	<u>Total Other Governmental Funds</u>
ASSETS				
Cash and investments	\$ 138,733,787	\$ 73,681,525	\$ 12,828,130	\$ 225,243,442
Accounts receivable	160,024	-	200,135	360,159
Due from other agencies	5,894,681	6,928,936	130,003	12,953,620
Due from other funds	343,539	48,896	100,230	492,665
Due from component unit	-	-	711,565	711,565
Other assets	3,070,158	-	-	3,070,158
Total assets	<u>\$ 148,202,189</u>	<u>\$ 80,659,357</u>	<u>\$ 13,970,063</u>	<u>\$ 242,831,609</u>
LIABILITIES				
Outstanding warrants	\$ 658,441	\$ 719	\$ -	\$ 659,160
Payables	4,336,190	5,726,562	-	10,062,752
Due to other funds	214,889	14,869	5,764,973	5,994,731
Other liabilities	809,828	1,426,935	-	2,236,763
Due to other agencies	2,075,769	-	-	2,075,769
Unearned revenue	35	-	-	35
Advance from other funds	509,098	5,655,533	-	6,164,631
Total liabilities	<u>8,604,250</u>	<u>12,824,618</u>	<u>5,764,973</u>	<u>27,193,841</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	<u>258,177</u>	<u>-</u>	<u>-</u>	<u>258,177</u>
FUND BALANCES				
Nonspendable	193,763	-	-	193,763
Restricted	138,147,361	24,724,689	742,234	163,614,284
Committed	-	44,277	-	44,277
Assigned	998,638	43,065,773	7,462,856	51,527,267
Total fund balances	<u>139,339,762</u>	<u>67,834,739</u>	<u>8,205,090</u>	<u>215,379,591</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 148,202,189</u>	<u>\$ 80,659,357</u>	<u>\$ 13,970,063</u>	<u>\$ 242,831,609</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
For the Fiscal Year Ended June 30, 2023

	Special Revenue Funds	Accumulated Capital Outlay Fund	Debt Service Funds	Total Other Governmental Funds
REVENUES				
Taxes	\$ 23,701,824	\$ 3,940,389	\$ -	\$ 27,642,213
Licenses, permits and franchises	370,918	-	-	370,918
Fines, forfeitures and penalties	4,495	-	-	4,495
Use of money and property	2,369,511	1,295,019	412,370	4,076,900
Intergovernmental	34,355,850	6,708,566	417,211	41,481,627
Charges for services	18,179,584	38,037	2,907,934	21,125,555
Miscellaneous	817,844	-	7,406,728	8,224,572
Total revenues	<u>79,800,026</u>	<u>11,982,011</u>	<u>11,144,243</u>	<u>102,926,280</u>
EXPENDITURES				
Current:				
General government	523,728	3,786,961	512,938	4,823,627
Public protection	4,406,330	-	-	4,406,330
Public ways and facilities	16,778,790	-	-	16,778,790
Health services	5,346,034	-	-	5,346,034
Public assistance	1,557,318	-	-	1,557,318
Education and recreation	25,071,457	-	-	25,071,457
Debt service:				
Principal	107,100	-	9,920,000	10,027,100
Interest and other charges	225,568	-	4,717,566	4,943,134
SBITA principal	138,792	-	-	138,792
SBITA interest	6,606	-	-	6,606
Capital outlay - SBITA	709,773	-	-	709,773
Capital outlay	8,567,355	26,584,417	-	35,151,772
Total expenditures	<u>63,438,851</u>	<u>30,371,378</u>	<u>15,150,504</u>	<u>108,960,733</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,361,175</u>	<u>(18,389,367)</u>	<u>(4,006,261)</u>	<u>(6,034,453)</u>
OTHER FINANCING SOURCES				
SBITA issued	709,773	-	-	709,773
Transfers in	3,125,455	17,149,885	11,441,704	31,717,044
Transfers out	(2,106,010)	(900,000)	(5,638,498)	(8,644,508)
Sale of capital assets	107,500	-	-	107,500
Total other financing sources	<u>1,836,718</u>	<u>16,249,885</u>	<u>5,803,206</u>	<u>23,889,809</u>
Changes in fund balances	18,197,893	(2,139,482)	1,796,945	17,855,356
Fund balances - beginning	<u>121,141,869</u>	<u>69,974,221</u>	<u>6,408,145</u>	<u>197,524,235</u>
Fund balances - ending	<u>\$ 139,339,762</u>	<u>\$ 67,834,739</u>	<u>\$ 8,205,090</u>	<u>\$ 215,379,591</u>

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Nonmajor Special Revenue Funds

Public Facilities Fees Fund – This fund is used to account for the collection of impact fees imposed on all new construction within all incorporated and unincorporated areas of the County.

Library Fund – This fund is used to account for the County’s library services. Solano County Library offers professional, innovative, cost-effective service by providing library materials, resources, information, entertainment and life long learning opportunities to enrich the lives of the people of Solano County. This fund is primarily funded through taxes and charges for services.

Transportation Fund – This fund is used to provide transportation facilities and services for the benefit and convenience of the traveling public by providing a roadway system that is safe, well maintained, efficient and without congestion. The fund is primarily funded through state and federal grants.

First 5 Solano Fund – This fund is used to promote, support and improve early childhood development by fostering and partnering with community resources and programs that support healthy and safe children, families and community. The fund is state funded through Proposition 10, the California Children and Families First Act passed by voters in 1998.

Home Loan Program Fund – This fund is used to provide low interest loans and grants designed to correct health and safety hazards in deteriorated housing and extend the useful life of affordable housing units. The fund is federal and state funded through a Redevelopment Settlement, a Home Loan Program and a Community Development Block Grant (CDBG).

Micrographics & Modernization Fund – This fund is used to account for the modernization, maintenance and continual improvements to provide modern and efficient records management systems at the County Recorder’s office. The fund is funded through the collection of charges for services and recording fees.

Other Special Revenue Funds – These funds are classified together and account for various activities and programs including Parks and Recreation, Fish/Wildlife Propagation, Consolidated Street Lighting and housing assistance through the Section 8 Housing Choice Voucher program for the unincorporated areas of Solano County, Southeast Vallejo Redevelopment Settlement Agreement, and East Vallejo Fire Protection District. Revenues are derived from property taxes, fine, forfeitures and penalties, State grants, Federal pass-through grants and charges for services.

COUNTY OF SOLANO, CALIFORNIA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023

	Public Facilities Fees	Library	Transportation	First 5 Solano
ASSETS				
Cash and investments	\$ 50,469,916	\$ 38,140,492	\$ 15,006,684	\$ 18,764,034
Accounts receivable	-	10,353	135,413	-
Due from other agencies	2,028,828	1,129,585	2,147,681	588,587
Due from other funds	-	-	27,537	316,002
Other assets	-	80	193,763	-
Total assets	<u>\$ 52,498,744</u>	<u>\$ 39,280,510</u>	<u>\$ 17,511,078</u>	<u>\$ 19,668,623</u>
LIABILITIES				
Outstanding warrants	\$ -	\$ 117,249	\$ 508,900	\$ 24,641
Payables	-	1,372,781	1,388,773	955,066
Due to other funds	54	89,657	14,705	58,195
Other liabilities	-	-	809,828	-
Due to other agencies	1,715,403	62	-	50,437
Unearned revenue	-	35	-	-
Advance from other funds	-	-	509,098	-
Total liabilities	<u>1,715,457</u>	<u>1,579,784</u>	<u>3,231,304</u>	<u>1,088,339</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue	-	-	258,177	-
FUND BALANCES				
Nonspendable	-	-	193,763	-
Restricted	50,783,287	37,700,726	13,827,834	18,580,284
Assigned	-	-	-	-
Total fund balances	<u>50,783,287</u>	<u>37,700,726</u>	<u>14,021,597</u>	<u>18,580,284</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 52,498,744</u>	<u>\$ 39,280,510</u>	<u>\$ 17,511,078</u>	<u>\$ 19,668,623</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Balance Sheet (Continued)
Nonmajor Special Revenue Funds
June 30, 2023

Home Loan Program	Micrographics & Modernization	Other Special Revenue Funds	Total Nonmajor Special Revenue Funds																																																																																																				
<table border="0" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%;">\$ 2,415,397</td> <td style="width: 25%;">\$ 11,476,099</td> <td style="width: 25%;">\$ 2,461,165</td> <td style="width: 25%;">\$ 138,733,787</td> <td></td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">2,895</td> <td style="text-align: right;">11,363</td> <td style="text-align: right;">160,024</td> <td></td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">5,894,681</td> <td></td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">343,539</td> <td></td> </tr> <tr> <td style="text-align: right; border-top: 1px solid black;">2,873,950</td> <td style="text-align: right; border-top: 1px solid black;">2,365</td> <td style="text-align: right; border-top: 1px solid black;">-</td> <td style="text-align: right; border-top: 1px solid black;">3,070,158</td> <td></td> </tr> <tr> <td style="text-align: right; border-top: 3px double black;">\$ 5,289,347</td> <td style="text-align: right; border-top: 3px double black;">\$ 11,481,359</td> <td style="text-align: right; border-top: 3px double black;">\$ 2,472,528</td> <td style="text-align: right; border-top: 3px double black;">\$ 148,202,189</td> <td></td> </tr> </table>	\$ 2,415,397	\$ 11,476,099	\$ 2,461,165	\$ 138,733,787		-	2,895	11,363	160,024		-	-	-	5,894,681		-	-	-	343,539		2,873,950	2,365	-	3,070,158		\$ 5,289,347	\$ 11,481,359	\$ 2,472,528	\$ 148,202,189		<table border="0" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%;">\$ -</td> <td style="width: 25%;">\$ 1,139</td> <td style="width: 25%;">\$ 6,512</td> <td style="width: 25%;">\$ 658,441</td> <td></td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">132,820</td> <td style="text-align: right;">486,750</td> <td style="text-align: right;">4,336,190</td> <td></td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">52,278</td> <td style="text-align: right;">214,889</td> <td></td> </tr> <tr> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">-</td> <td style="text-align: right;">809,828</td> <td></td> </tr> <tr> <td style="text-align: right; 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COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

	Public Facilities			
	Fees	Library	Transportation	First 5 Solano
REVENUES				
Taxes	\$ -	\$ 20,546,866	\$ 1,249,608	\$ -
Licenses, permits and franchises	-	-	370,918	-
Fines, forfeitures and penalties	-	-	-	-
Use of money and property	930,083	653,025	277,022	260,226
Intergovernmental	-	499,454	21,915,750	8,488,200
Charges for services	7,117,322	7,107,242	2,211,520	570,263
Miscellaneous	-	125,349	95,240	525,042
Total revenues	<u>8,047,405</u>	<u>28,931,936</u>	<u>26,120,058</u>	<u>9,843,731</u>
EXPENDITURES				
Current:				
General government	521,728	-	2,000	-
Public protection	-	-	-	-
Public ways and facilities	-	-	16,714,344	-
Health services	-	-	-	5,346,034
Public assistance	-	-	-	1,557,318
Education and recreation	-	22,919,795	-	-
Debt service:				
Principal	107,100	-	-	-
Interest and other charges	201,244	-	24,324	-
SBITA principal	-	94,117	-	44,675
SBITA interest	-	6,606	-	-
Capital outlay - SBITA	-	546,408	-	163,365
Capital outlay	-	2,468,927	6,066,428	-
Total expenditures	<u>830,072</u>	<u>26,035,853</u>	<u>22,807,096</u>	<u>7,111,392</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,217,333</u>	<u>2,896,083</u>	<u>3,312,962</u>	<u>2,732,339</u>
OTHER FINANCING SOURCES (USES)				
SBITA issued	-	546,408	-	163,365
Transfers in	-	598,472	547,884	1,459,355
Transfers out	(1,673,363)	(180,651)	(124,890)	(11,239)
Sale of capital assets	-	-	107,500	-
Total other financing sources (uses)	<u>(1,673,363)</u>	<u>964,229</u>	<u>530,494</u>	<u>1,611,481</u>
Changes in fund balances	5,543,970	3,860,312	3,843,456	4,343,820
Fund balances - beginning	45,239,317	33,840,414	10,178,141	14,236,464
Fund balances - ending	<u>\$ 50,783,287</u>	<u>\$ 37,700,726</u>	<u>\$ 14,021,597</u>	<u>\$ 18,580,284</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

Home Loan Program	Micrographics & Modernization	Other Special Revenue Funds	Total Nonmajor Special Revenue Funds	
\$ -	\$ -	\$ 1,905,350	\$ 23,701,824	REVENUES
-	-	-	370,918	Taxes
-	-	4,495	4,495	Licenses, permits and franchises
47,603	149,766	51,786	2,369,511	Fines, forfeitures and penalties
-	-	3,452,446	34,355,850	Use of money and property
-	432,067	741,170	18,179,584	Intergovernmental
-	-	72,213	817,844	Charges for services
47,603	581,833	6,227,460	79,800,026	Miscellaneous
				Total revenues
				EXPENDITURES
				Current:
-	-	-	523,728	General government
24,385	360,477	4,021,468	4,406,330	Public protection
-	-	64,446	16,778,790	Public ways and facilities
-	-	-	5,346,034	Health and sanitation
-	-	-	1,557,318	Public assistance
-	-	2,151,662	25,071,457	Education and recreation
				Debt service:
-	-	-	107,100	Principal
-	-	-	225,568	Interest and other charges
-	-	-	138,792	SBITA principal
-	-	-	6,606	SBITA interest
-	-	-	709,773	Capital outlay - SBITA
-	-	32,000	8,567,355	Capital outlay
24,385	360,477	6,269,576	63,438,851	Total expenditures
23,218	221,356	(42,116)	16,361,175	Excess (deficiency) of revenues over (under) expenditures
				OTHER FINANCING SOURCES (USES)
-	-	-	709,773	SBITA issued
-	-	519,744	3,125,455	Transfers in
-	-	(115,867)	(2,106,010)	Transfers out
-	-	-	107,500	Sale of capital assets
-	-	403,877	1,836,718	Total other financing sources (uses)
23,218	221,356	361,761	18,197,893	Changes in fund balances
5,042,865	11,039,525	1,565,143	121,141,869	Fund balances - beginning
\$ 5,066,083	\$ 11,260,881	\$ 1,926,904	\$ 139,339,762	Fund balances - ending

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Public Facilities Fees Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ 115,680	\$ 115,680	\$ 930,083	\$ 814,403
Charges for services	5,667,500	5,667,500	7,117,322	1,449,822
Total revenues	<u>5,783,180</u>	<u>5,783,180</u>	<u>8,047,405</u>	<u>2,264,225</u>
EXPENDITURES				
Current:				
General government				
Public facilities fees	546,704	546,704	521,728	24,976
Non-departmental				
Contingencies	49,580,256	48,999,315	-	48,999,315
Debt service:				
Principal	-	107,100	107,100	-
Interest and other charges	99,000	201,244	201,244	-
Total expenditures	<u>50,225,960</u>	<u>49,854,363</u>	<u>830,072</u>	<u>49,024,291</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(44,442,780)</u>	<u>(44,071,183)</u>	<u>7,217,333</u>	<u>51,288,516</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,301,766)	(1,673,363)	(1,673,363)	-
Changes in fund balance	(45,744,546)	(45,744,546)	5,543,970	51,288,516
Fund balance - beginning	45,239,317	45,239,317	45,239,317	-
Fund balance - ending	<u>\$ (505,229)</u>	<u>\$ (505,229)</u>	<u>\$ 50,783,287</u>	<u>\$ 51,288,516</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Library Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 18,739,386	\$ 18,739,386	\$ 20,546,866	\$ 1,807,480
Use of money and property	51,431	51,431	653,025	601,594
Intergovernmental	371,315	371,315	499,454	128,139
Charges for services	7,114,453	7,114,453	7,107,242	(7,211)
Miscellaneous	1,045,840	1,045,840	125,349	(920,491)
Total revenues	<u>27,322,425</u>	<u>27,322,425</u>	<u>28,931,936</u>	<u>1,609,511</u>
EXPENDITURES				
Current:				
Education				
Library	25,209,232	26,028,039	22,739,237	3,288,802
Library - Friends & Foundation	194,265	194,265	152,099	42,166
Library Zone 1	21,508	21,508	18,957	2,551
Library Zone 2	2,833	2,833	857	1,976
Library Zone 6	598	598	498	100
Library Zone 7	12,277	12,277	8,147	4,130
Total education	<u>25,440,713</u>	<u>26,259,520</u>	<u>22,919,795</u>	<u>3,339,725</u>
Non-departmental				
Contingencies	<u>22,395,887</u>	<u>21,494,812</u>	<u>-</u>	<u>21,494,812</u>
Debt service:				
SBITA principal	94,117	94,117	94,117	-
SBITA interest	6,606	6,606	6,606	-
Total debt service	<u>100,723</u>	<u>100,723</u>	<u>100,723</u>	<u>-</u>
Capital outlay:				
Construction in progress	2,180,320	7,357,918	1,547,582	5,810,336
Equipment	1,270,000	1,433,127	921,345	511,782
SBITA	546,408	546,408	546,408	-
Total capital outlay	<u>3,996,728</u>	<u>9,337,453</u>	<u>3,015,335</u>	<u>6,322,118</u>
Total expenditures	<u>51,934,051</u>	<u>57,192,508</u>	<u>26,035,853</u>	<u>31,156,655</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(24,611,626)</u>	<u>(29,870,083)</u>	<u>2,896,083</u>	<u>32,766,166</u>
OTHER FINANCING SOURCES (USES)				
SBITA issued	-	-	546,408	546,408
Transfers in	332,651	586,902	598,472	11,570
Transfers out	(201,443)	(201,443)	(180,651)	20,792
Total other financing sources (uses)	<u>131,208</u>	<u>385,459</u>	<u>964,229</u>	<u>578,770</u>
Changes in fund balance	(24,480,418)	(29,484,624)	3,860,312	33,344,936
Fund balance - beginning	33,840,414	33,840,414	33,840,414	-
Fund balance - ending	<u>\$ 9,359,996</u>	<u>\$ 4,355,790</u>	<u>\$ 37,700,726</u>	<u>\$ 33,344,936</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Transportation Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>	<u>Actual Amounts</u>	
REVENUES				
Taxes	\$ 1,155,664	\$ 1,155,664	\$ 1,249,608	\$ 93,944
Licenses, permits and franchises	300,000	300,000	370,918	70,918
Use of money and property	131,403	135,469	277,022	141,553
Intergovernmental	26,730,465	27,415,465	21,915,750	(5,499,715)
Charges for services	2,099,743	2,130,677	2,211,520	80,843
Miscellaneous	42,500	42,500	95,240	52,740
Total revenues	<u>30,459,775</u>	<u>31,179,775</u>	<u>26,120,058</u>	<u>(5,059,717)</u>
EXPENDITURES				
Current:				
General government				
Survey monument	55,536	55,536	2,000	53,536
Public ways and facilities				
Transportation	16,173,814	19,040,386	16,714,344	2,326,042
Non-departmental				
Contingencies	9,442,860	7,842,960	-	7,842,960
Debt service:				
Interest and other charges	7,556	24,324	24,324	-
Capital outlay:				
Land	99,000	99,000	-	99,000
Construction in progress	6,740,803	9,867,013	4,832,974	5,034,039
Infrastructure	159,197	159,197	159,197	-
Equipment	1,378,500	1,546,523	1,074,257	472,266
Total capital outlay	<u>8,377,500</u>	<u>11,671,733</u>	<u>6,066,428</u>	<u>5,605,305</u>
Total expenditures	<u>34,057,266</u>	<u>38,634,939</u>	<u>22,807,096</u>	<u>15,827,843</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,597,491)</u>	<u>(7,455,164)</u>	<u>3,312,962</u>	<u>10,768,126</u>
OTHER FINANCING SOURCES (USES)				
Issuance of long-term debt	7,556	16,556	-	16,556
Transfers in	37,000	545,528	547,884	2,356
Transfers out	(97,012)	(125,562)	(124,890)	672
Sale of capital assets	195,000	195,000	107,500	(87,500)
Total other financing sources (uses)	<u>142,544</u>	<u>631,522</u>	<u>530,494</u>	<u>(67,916)</u>
Changes in fund balance	(3,454,947)	(6,823,642)	3,843,456	10,667,098
Fund balance - beginning	10,178,141	10,178,141	10,178,141	-
Fund balance - ending	<u>\$ 6,723,194</u>	<u>\$ 3,354,499</u>	<u>\$ 14,021,597</u>	<u>\$ 10,667,098</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
First 5 Solano Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ 53,211	\$ 53,211	\$ 260,226	\$ 207,015
Intergovernmental	3,811,030	3,811,030	8,488,200	4,677,170
Charges for services	678,465	678,465	570,263	(108,202)
Miscellaneous	235,000	735,000	525,042	(209,958)
Total revenues	<u>4,777,706</u>	<u>5,277,706</u>	<u>9,843,731</u>	<u>4,566,025</u>
EXPENDITURES				
Current:				
Health services				
First 5 Solano	<u>7,605,571</u>	<u>7,918,489</u>	<u>5,346,034</u>	<u>2,572,455</u>
Public assistance				
Grants/programs administration	<u>1,664,440</u>	<u>1,913,955</u>	<u>1,557,318</u>	<u>356,637</u>
Non-departmental				
Contingencies	<u>4,213,199</u>	<u>4,213,199</u>	<u>-</u>	<u>4,213,199</u>
Debt service:				
SBITA principal	<u>44,675</u>	<u>44,675</u>	<u>44,675</u>	<u>-</u>
Capital outlay:				
SBITA	<u>163,365</u>	<u>163,365</u>	<u>163,365</u>	<u>-</u>
Total expenditures	<u>13,691,250</u>	<u>14,253,683</u>	<u>7,111,392</u>	<u>7,142,291</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,913,544)</u>	<u>(8,975,977)</u>	<u>2,732,339</u>	<u>11,708,316</u>
OTHER FINANCING SOURCES (USES)				
SBITA issued	-	-	163,365	163,365
Transfers in	1,664,440	1,677,358	1,459,355	(218,003)
Transfers out	(11,784)	(11,784)	(11,239)	545
Total other financing sources (uses)	<u>1,652,656</u>	<u>1,665,574</u>	<u>1,611,481</u>	<u>(54,093)</u>
Changes in fund balance	(7,260,888)	(7,310,403)	4,343,820	11,654,223
Fund balance - beginning	14,236,464	14,236,464	14,236,464	-
Fund balance - ending	<u>\$ 6,975,576</u>	<u>\$ 6,926,061</u>	<u>\$ 18,580,284</u>	<u>\$ 11,654,223</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Home Loan Program Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ 6,903	\$ 6,903	\$ 47,603	\$ 40,700
Total revenues	<u>6,903</u>	<u>6,903</u>	<u>47,603</u>	<u>40,700</u>
EXPENDITURES				
Current:				
Public protection				
Homeacres Loan Program	75,401	75,401	24,385	51,016
Total public protection	<u>75,401</u>	<u>75,401</u>	<u>24,385</u>	<u>51,016</u>
Non-departmental				
Contingencies	2,126,424	2,126,424	-	2,126,424
Total expenditures	<u>2,201,825</u>	<u>2,201,825</u>	<u>24,385</u>	<u>2,177,440</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,194,922)</u>	<u>(2,194,922)</u>	<u>23,218</u>	<u>2,218,140</u>
Changes in fund balance	(2,194,922)	(2,194,922)	23,218	2,218,140
Fund balance - beginning	5,042,865	5,042,865	5,042,865	-
Fund balance - ending	<u>\$ 2,847,943</u>	<u>\$ 2,847,943</u>	<u>\$ 5,066,083</u>	<u>\$ 2,218,140</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Micrographics & Modernization Special Revenue Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ 25,300	\$ 25,300	\$ 149,766	\$ 124,466
Charges for services	900,000	900,000	432,067	(467,933)
Total revenues	<u>925,300</u>	<u>925,300</u>	<u>581,833</u>	<u>(343,467)</u>
EXPENDITURES				
Current:				
Public protection				
Recorder Special Revenue	988,270	988,270	360,477	627,793
Non-departmental				
Contingencies	11,092,205	11,092,205	-	11,092,205
Capital outlay:				
Equipment	10,000	10,000	-	10,000
Total expenditures	<u>12,090,475</u>	<u>12,090,475</u>	<u>360,477</u>	<u>11,729,998</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,165,175)</u>	<u>(11,165,175)</u>	<u>221,356</u>	<u>11,386,531</u>
Changes in fund balance	(11,165,175)	(11,165,175)	221,356	11,386,531
Fund balance - beginning	11,039,525	11,039,525	11,039,525	-
Fund balance - ending	<u>\$ (125,650)</u>	<u>\$ (125,650)</u>	<u>\$ 11,260,881</u>	<u>\$ 11,386,531</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Other Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 1,799,468	\$ 1,827,369	\$ 1,905,350	\$ 77,981
Fines, forfeitures and penalties	4,700	4,700	4,495	(205)
Use of money and property	25,465	13,245	51,786	38,541
Intergovernmental	3,715,108	3,715,108	3,452,446	(262,662)
Charges for services	624,500	696,660	741,170	44,510
Miscellaneous	36,972	53,928	72,213	18,285
Total revenues	<u>6,206,213</u>	<u>6,311,010</u>	<u>6,227,460</u>	<u>(83,550)</u>
EXPENDITURES				
Current:				
Public protection				
Housing Authority of Solano County	3,700,000	3,700,000	3,252,924	447,076
East Vallejo Fire Protection District	725,054	759,851	759,851	-
Fish/Wildlife Propagation	11,384	11,384	8,693	2,691
Total public protection	<u>4,436,438</u>	<u>4,471,235</u>	<u>4,021,468</u>	<u>449,767</u>
Public ways and facilities				
County Consolidated Service Area	218,703	84,371	64,446	19,925
Education and recreation				
Parks & Recreation	2,185,029	2,270,554	2,151,662	118,892
Non-departmental				
Contingencies	719,123	719,123	-	719,123
Capital outlay:				
Equipment	32,000	32,000	32,000	-
Total expenditures	<u>7,591,293</u>	<u>7,577,283</u>	<u>6,269,576</u>	<u>1,307,707</u>
Deficiency of revenues under expenditures	<u>(1,385,080)</u>	<u>(1,266,273)</u>	<u>(42,116)</u>	<u>(1,391,257)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	625,000	642,525	519,744	(122,781)
Transfers out	(114,537)	(116,537)	(115,867)	670
Total other financing sources (uses)	<u>510,463</u>	<u>525,988</u>	<u>403,877</u>	<u>(122,111)</u>
Changes in fund balance	(874,617)	(740,285)	361,761	1,102,046
Fund balance - beginning	1,565,143	1,565,143	1,565,143	-
Fund balance - ending	<u>\$ 690,526</u>	<u>\$ 824,858</u>	<u>\$ 1,926,904</u>	<u>\$ 1,102,046</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Accumulated Capital Outlay Capital Projects Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Taxes	\$ 3,787,136	\$ 3,787,136	\$ 3,940,389	\$ 153,253
Use of money and property	658,070	658,070	1,295,019	636,949
Intergovernmental	5,537,991	5,537,991	6,708,566	1,170,575
Charges for services	37,942	37,942	38,037	95
Miscellaneous	4,039,160	4,039,160	-	(4,039,160)
Total revenues	<u>14,060,299</u>	<u>14,060,299</u>	<u>11,982,011</u>	<u>(2,078,288)</u>
EXPENDITURES				
Current:				
General government				
Capital Projects	14,445,078	22,785,665	3,786,961	18,998,704
Non-departmental				
Contingencies	1,767,171	2,988,549	-	2,988,549
Capital outlay:				
Land	-	679,663	-	679,663
Construction in progress	17,256,222	82,176,591	26,205,546	55,971,045
Buildings and improvements	2,045,000	8,335,000	27,870	8,307,130
Equipment	-	1,445,278	351,001	1,094,277
Total capital outlay	<u>19,301,222</u>	<u>92,636,532</u>	<u>26,584,417</u>	<u>66,052,115</u>
Total expenditures	<u>35,513,471</u>	<u>118,410,746</u>	<u>30,371,378</u>	<u>88,039,368</u>
Deficiency of revenues under expenditures	<u>(21,453,172)</u>	<u>(104,350,447)</u>	<u>(18,389,367)</u>	<u>85,961,080</u>
OTHER FINANCING SOURCES (USES)				
Issuance of debt	8,200,000	-	-	-
Transfers in	14,207,199	22,882,992	17,149,885	(5,733,107)
Transfers out	(900,282)	(1,113,747)	(900,000)	213,747
Total other financing sources (uses)	<u>21,506,917</u>	<u>21,769,245</u>	<u>16,249,885</u>	<u>(5,519,360)</u>
Changes in fund balance	53,745	(82,581,202)	(2,139,482)	80,441,720
Fund balance - beginning	69,974,221	69,974,221	69,974,221	-
Fund balance - ending	<u>\$ 70,027,966</u>	<u>\$ (12,606,981)</u>	<u>\$ 67,834,739</u>	<u>\$ 80,441,720</u>

Nonmajor Debt Service Funds

2013 Certificates of Participation Fund - This fund was established for the payment of debt issued for the Animal Care Expansion Project. This payment is funded through the General Fund and from the seven cities within the County.

2017 Certificates of Participation Fund – This fund was established for the payment of the debt for the construction of the Solano County Government Center, Probation facility and improvement of the Cogeneration Plant and Fairfield library.

2021 Certificates of Participation Fund – This fund was established for the payment of the debt for the acquisition, installation, renovation and construction of certain capital improvement for various County Facilities including, but not limited to, the installation of solar energy systems and other energy savings related projects.

Pension Debt Service Fund – This fund was established for the payment of debt used to prepay the County's Unfunded Actuarial Accrued Liability and other pension related activities.

COUNTY OF SOLANO, CALIFORNIA
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2023

	2013	2017	2021		Total Nonmajor
	Certificates of	Certificates of	Certificates of	Pension	Debt Service
	Participation	Participation	Participation		Funds
ASSETS					
Cash and investments	\$ 582	\$ 2,816,753	\$ 738,144	\$ 9,272,651	\$ 12,828,130
Accounts receivable	-	-	-	200,135	200,135
Due from other agencies	129,983	-	-	20	130,003
Due from other funds	-	-	-	100,230	100,230
Due from component unit	-	-	-	711,565	711,565
Total assets	<u>\$ 130,565</u>	<u>\$ 2,816,753</u>	<u>\$ 738,144</u>	<u>\$ 10,284,601</u>	<u>\$ 13,970,063</u>
LIABILITIES					
Due to other funds	<u>\$ 126,475</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,638,498</u>	<u>\$ 5,764,973</u>
FUND BALANCES					
Restricted	4,090	-	738,144	-	742,234
Assigned	-	2,816,753	-	4,646,103	7,462,856
Total fund balances	<u>4,090</u>	<u>2,816,753</u>	<u>738,144</u>	<u>4,646,103</u>	<u>8,205,090</u>
Total liabilities and fund balances	<u>\$ 130,565</u>	<u>\$ 2,816,753</u>	<u>\$ 738,144</u>	<u>\$ 10,284,601</u>	<u>\$ 13,970,063</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2023

	<u>2013</u> <u>Certificates of</u> <u>Participation</u>	<u>2017</u> <u>Certificates of</u> <u>Participation</u>	<u>2021</u> <u>Certificates of</u> <u>Participation</u>	<u>Pension</u>	<u>Total Nonmajor</u> <u>Debt Service</u> <u>Funds</u>
REVENUES					
Use of money and property	\$ (2,449)	\$ 84,694	\$ 742,477	\$ (412,352)	\$ 412,370
Intergovernmental	417,211	-	-	-	417,211
Charges for services	-	2,907,934	-	-	2,907,934
Miscellaneous	-	-	-	7,406,728	7,406,728
Total revenues	<u>414,762</u>	<u>2,992,628</u>	<u>742,477</u>	<u>6,994,376</u>	<u>11,144,243</u>
EXPENDITURES					
Current:					
General government	3,911	15,045	4,332	489,650	512,938
Debt service:					
Principal	390,000	5,020,000	460,000	4,050,000	9,920,000
Interest and other charges	78,490	2,331,500	1,592,014	715,562	4,717,566
Total expenditures	<u>472,401</u>	<u>7,366,545</u>	<u>2,056,346</u>	<u>5,255,212</u>	<u>15,150,504</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(57,639)</u>	<u>(4,373,917)</u>	<u>(1,313,869)</u>	<u>1,739,164</u>	<u>(4,006,261)</u>
OTHER FINANCING SOURCES					
Transfers in	44,970	4,437,114	2,052,013	4,907,607	11,441,704
Transfers out	-	-	-	(5,638,498)	(5,638,498)
Total other financing sources (uses)	<u>44,970</u>	<u>4,437,114</u>	<u>2,052,013</u>	<u>(730,891)</u>	<u>5,803,206</u>
Changes in fund balances	(12,669)	63,197	738,144	1,008,273	1,796,945
Fund balances - beginning	16,759	2,753,556	-	3,637,830	6,408,145
Fund balances - ending	<u>\$ 4,090</u>	<u>\$ 2,816,753</u>	<u>\$ 738,144</u>	<u>\$ 4,646,103</u>	<u>\$ 8,205,090</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
2013 Certificates of Participation Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ (300)	\$ (300)	\$ (2,449)	\$ (2,149)
Intergovernmental revenues	417,211	417,211	417,211	-
Total revenues	<u>416,911</u>	<u>416,911</u>	<u>414,762</u>	<u>(2,149)</u>
EXPENDITURES				
Current:				
General government				
Animal Care Project	4,166	4,166	3,911	255
Debt service:				
Principal	390,000	390,000	390,000	-
Interest and other charges	78,490	78,490	78,490	-
Total debt service	<u>468,490</u>	<u>468,490</u>	<u>468,490</u>	<u>-</u>
Total expenditures	<u>472,656</u>	<u>472,656</u>	<u>472,401</u>	<u>255</u>
Deficiency of revenues under expenditures	<u>(55,745)</u>	<u>(55,745)</u>	<u>(57,639)</u>	<u>(1,894)</u>
OTHER FINANCING SOURCES				
Transfers in	44,970	44,970	44,970	-
Changes in fund balance	(10,775)	(10,775)	(12,669)	(1,894)
Fund balance - beginning	16,759	16,759	16,759	-
Fund balance - ending	<u>\$ 5,984</u>	<u>\$ 5,984</u>	<u>\$ 4,090</u>	<u>\$ (1,894)</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
2017 Certificates of Participation Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ 23,674	\$ 23,674	\$ 84,694	\$ 61,020
Charges for services	2,907,934	2,907,934	2,907,934	-
Total revenues	<u>2,931,608</u>	<u>2,931,608</u>	<u>2,992,628</u>	<u>61,020</u>
EXPENDITURES				
Current:				
General government				
Government Center	17,222	17,222	15,045	2,177
Debt service:				
Principal	5,020,000	5,020,000	5,020,000	-
Interest and other charges	2,331,500	2,331,500	2,331,500	-
Total debt service	<u>7,351,500</u>	<u>7,351,500</u>	<u>7,351,500</u>	<u>-</u>
Total expenditures	<u>7,368,722</u>	<u>7,368,722</u>	<u>7,366,545</u>	<u>2,177</u>
Deficiency of revenues under expenditures	<u>(4,437,114)</u>	<u>(4,437,114)</u>	<u>(4,373,917)</u>	<u>63,197</u>
OTHER FINANCING SOURCES				
Transfers in	4,437,114	4,437,114	4,437,114	-
Changes in fund balance	-	-	63,197	63,197
Fund balance - beginning	2,753,556	2,753,556	2,753,556	-
Fund balance - ending	<u>\$ 2,753,556</u>	<u>\$ 2,753,556</u>	<u>\$ 2,816,753</u>	<u>\$ 63,197</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
2021 Certificates of Participation Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ -	\$ -	\$ 742,477	\$ 742,477
EXPENDITURES				
Current:				
General government				
Energy Conservation Project	7,100	7,100	4,332	2,768
Debt service:				
Principal	460,000	460,000	460,000	-
Interest and other charges	1,592,014	1,592,014	1,592,014	-
Total debt service	2,052,014	2,052,014	2,052,014	-
Total expenditures	2,059,114	2,059,114	2,056,346	2,768
Deficiency of revenues under expenditures	(2,059,114)	(2,059,114)	(1,313,869)	745,245
OTHER FINANCING SOURCES				
Transfers in	2,059,114	2,059,114	2,052,013	(7,101)
Changes in fund balance	-	-	738,144	738,144
Fund balance - beginning	-	-	-	-
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 738,144</u>	<u>\$ 738,144</u>

COUNTY OF SOLANO, CALIFORNIA
Budgetary Comparison Schedule - Budget and Actual
Pension Debt Service Fund
For the Fiscal Year Ended June 30, 2023

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
	<u>Adopted</u>	<u>Final</u>		
REVENUES				
Use of money and property	\$ (172,500)	\$ (597,500)	\$ (412,352)	\$ 185,148
Miscellaneous	3,629,397	5,903,841	7,406,728	1,502,887
Total revenues	<u>3,456,897</u>	<u>5,306,341</u>	<u>6,994,376</u>	<u>1,688,035</u>
EXPENDITURES				
Current:				
General government				
Pension Obligation Bonds Administration	495,278	495,278	489,650	5,628
Debt service:				
Principal	4,050,000	4,050,000	4,050,000	-
Interest and other charges	715,562	715,562	715,562	-
Total debt service	<u>4,765,562</u>	<u>4,765,562</u>	<u>4,765,562</u>	<u>-</u>
Total expenditures	<u>5,260,840</u>	<u>5,260,840</u>	<u>5,255,212</u>	<u>5,628</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,803,943)</u>	<u>45,501</u>	<u>1,739,164</u>	<u>1,693,663</u>
OTHER FINANCING SOURCES				
Transfers in	5,542,766	5,545,977	4,907,607	(638,370)
Transfers out	-	(5,652,734)	(5,638,498)	14,236
Total other financing sources	<u>5,542,766</u>	<u>(106,757)</u>	<u>(730,891)</u>	<u>(624,134)</u>
Changes in fund balance	3,738,823	(61,256)	1,008,273	1,069,529
Fund balance - beginning	3,637,830	3,637,830	3,637,830	-
Fund balance - ending	<u>\$ 7,376,653</u>	<u>\$ 3,576,574</u>	<u>\$ 4,646,103</u>	<u>\$ 1,069,529</u>

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other governmental units, on a cost reimbursement basis.

Fleet Management Fund – This fund is used to account for the rental, purchase, and maintenance of motor vehicles for other county departments.

Risk Management Fund – This fund is used to account for the administration and management of the County's insurance and safety plans.

Information Technology Fund – This fund is used to account for the development, implementation and ongoing support costs for the electronic data processing services to County departments.

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Net Position
Internal Service Funds
June 30, 2023

	<u>Fleet Management</u>	<u>Risk Management</u>	<u>Information Technology</u>	<u>Total Internal Service Funds</u>
ASSETS				
Current assets				
Cash and investments	\$ 6,407,617	\$ 28,674,504	\$ 11,077,183	\$ 46,159,304
Accounts receivable	27,631	62,718	-	90,349
Due from other agencies	104,566	160,020	-	264,586
Due from other funds	-	722,813	402,861	1,125,674
Other assets	522,916	250,000	8,357,901	9,130,817
Total current assets	<u>7,062,730</u>	<u>29,870,055</u>	<u>19,837,945</u>	<u>56,770,730</u>
Noncurrent assets				
Capital assets, being depreciated	7,561,845	-	6,409,488	13,971,333
Right-to-use SBITA, being amortized	-	-	4,613,517	4,613,517
Total noncurrent assets	<u>7,561,845</u>	<u>-</u>	<u>11,023,005</u>	<u>18,584,850</u>
Total assets	<u>14,624,575</u>	<u>29,870,055</u>	<u>30,860,950</u>	<u>75,355,580</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows related to pensions	887,294	593,290	5,711,730	7,192,314
Deferred outflows related to OPEB	44,678	31,491	376,313	452,482
Total deferred outflows of resources	<u>931,972</u>	<u>624,781</u>	<u>6,088,043</u>	<u>7,644,796</u>
LIABILITIES				
Current liabilities				
Outstanding warrants	60,603	46,587	278,294	385,484
Payables	257,263	809,253	1,510,013	2,576,529
Due to other funds	4,347	8,599	55,813	68,759
Current portion of SBITA	-	-	1,755,350	1,755,350
Current portion of long-term obligations	35,289	5,915,170	2,482,706	8,433,165
Total current liabilities	<u>357,502</u>	<u>6,779,609</u>	<u>6,082,176</u>	<u>13,219,287</u>
Noncurrent liabilities				
Advances from other funds	-	-	7,725,662	7,725,662
Notes payable - non-current	-	-	5,399,372	5,399,372
Net pension liability	1,744,467	1,480,218	12,111,620	15,336,306
Net OPEB liability	35,286	24,377	314,427	374,090
Noncurrent portion of SBITA	-	-	1,719,075	1,719,075
Noncurrent portion of long-term obligations	137,645	13,488,308	888,384	14,514,337
Total noncurrent liabilities	<u>1,917,398</u>	<u>14,992,903</u>	<u>28,158,540</u>	<u>45,068,842</u>
Total liabilities	<u>2,274,900</u>	<u>21,772,512</u>	<u>34,240,716</u>	<u>58,288,129</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows related to pensions	161,748	147,198	1,234,384	1,543,330
Deferred inflows related to OPEB	12,049	12,349	125,131	149,529
Total deferred inflows of resources	<u>173,797</u>	<u>159,547</u>	<u>1,359,515</u>	<u>1,692,859</u>
NET POSITION				
Net investment in capital assets	7,561,845	-	7,548,580	15,110,425
Unrestricted	5,546,005	8,562,777	(6,199,819)	7,908,963
Total net position	<u>\$ 13,107,850</u>	<u>\$ 8,562,777</u>	<u>\$ 1,348,761</u>	<u>\$ 23,019,388</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	<u>Fleet Management</u>	<u>Risk Management</u>	<u>Information Technology</u>	<u>Total Internal Service Funds</u>
OPERATING REVENUES				
Internal services	\$ 7,226,206	\$ 22,960,764	\$ 30,600,506	\$ 60,787,476
OPERATING EXPENSES				
Personnel services	1,387,263	1,049,159	11,014,434	13,450,856
Maintenance	851,863	194	797,002	1,649,059
Materials and supplies	1,581,267	14,182	649,222	2,244,671
Depreciation	1,912,387	-	1,263,227	3,175,614
Amortization	-	-	1,636,254	1,636,254
Insurance	94,560	21,107,330	191,919	21,393,809
Rent, utilities and others	651,982	1,912,436	14,611,351	17,175,769
Total operating expenses	<u>6,479,322</u>	<u>24,083,301</u>	<u>30,163,409</u>	<u>60,726,032</u>
Operating income (loss)	<u>746,884</u>	<u>(1,122,537)</u>	<u>437,097</u>	<u>61,444</u>
NONOPERATING REVENUES				
Intergovernmental	95,400	110,077	148,880	354,357
Investment earnings	88,101	500,026	60,243	648,370
Interest expense	-	-	(4,324)	(4,324)
SBITA interest expense	-	-	(50,688)	(50,688)
Other revenue	199,904	711,055	482,721	1,393,680
Gain (loss) from sale of capital assets	243,235	-	462	243,697
Total nonoperating revenues	<u>626,640</u>	<u>1,321,158</u>	<u>637,294</u>	<u>2,585,092</u>
Income (loss) before transfers	1,373,524	198,621	1,074,391	2,646,536
Capital contributions	-	-	671,015	671,015
Transfers in	470,737	14,425	109,803	594,965
Transfers out	(12,588)	(9,769)	(169,560)	(191,917)
Changes in net position	1,831,673	203,277	1,685,649	3,720,599
Total net position (deficit) - beginning, restated	11,276,177	8,359,500	(336,888)	19,298,789
Total net position (deficit) - ending	<u>\$ 13,107,850</u>	<u>\$ 8,562,777</u>	<u>\$ 1,348,761</u>	<u>\$ 23,019,388</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	<u>Fleet Management</u>	<u>Risk Management</u>	<u>Information Technology</u>	<u>Total Internal Service Funds</u>
Cash flows from operating activities:				
Receipts from customers	\$ 829,222	\$ -	\$ 540,677	\$ 1,369,899
Receipts from interfund services provided	6,678,142	23,540,944	30,724,084	60,943,170
Payments to suppliers	(2,545,040)	(21,626,613)	(25,270,183)	(49,441,836)
Payments to employees	(1,422,014)	(1,050,990)	(10,795,170)	(13,268,174)
Payments for interfund services used	(572,331)	(514,303)	(2,136,334)	(3,222,968)
Net cash provided by (used for) operating activities	<u>2,967,979</u>	<u>349,038</u>	<u>(6,936,926)</u>	<u>(3,619,909)</u>
Cash flows from noncapital financing activities:				
Transfers out	(12,588)	(9,769)	(169,560)	(191,917)
Increase(decrease) in due to/from other funds-net	15,397	(720,681)	(450,829)	(1,156,113)
Payment on advances from other funds	-	-	3,212,240	3,212,240
Intergovernmental revenues received	95,400	110,077	148,880	354,357
Transfers In	470,737	14,425	109,803	594,965
Net cash provided by (used for) noncapital financing activities	<u>568,946</u>	<u>(605,948)</u>	<u>2,850,534</u>	<u>2,813,532</u>
Cash flows from capital and related financing activities:				
Proceeds from capital debt	-	-	7,686,411	7,686,411
Cash capital contributions	-	-	671,015	671,015
Interest paid	-	-	(55,012)	(55,012)
Debt principal paid	-	-	(200,358)	(200,358)
Acquisition of capital assets	(2,007,855)	-	(2,084,196)	(4,092,051)
Proceeds from sale of capital assets	243,235	-	462	243,697
Net cash provided by (used for) capital and related financing activities	<u>(1,764,620)</u>	<u>-</u>	<u>6,018,322</u>	<u>4,253,702</u>
Cash flows from investing activities:				
Investment income received	88,101	500,026	60,243	648,370
Net cash provided by investing activities	<u>88,101</u>	<u>500,026</u>	<u>60,243</u>	<u>648,370</u>
Net increase (decrease) in cash and cash equivalents	1,860,406	243,116	1,992,173	4,095,695
Cash and cash equivalents - beginning	4,547,211	28,431,388	9,085,010	42,063,609
Cash and cash equivalents - ending	<u>\$ 6,407,617</u>	<u>\$ 28,674,504</u>	<u>\$ 11,077,183</u>	<u>\$ 46,159,304</u>
Reconciliation of operating loss to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ 746,884	\$ (1,122,537)	\$ 437,097	\$ 61,444
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	1,912,387	-	1,263,227	3,175,614
Amortization	-	-	1,636,254	1,636,254
Other nonoperating revenue	199,904	711,055	482,721	1,393,680
Pension expense	8,009	5,716	68,024	81,749
OPEB expense	(10,909)	(9,134)	(92,968)	(113,011)
Changes in assets and liabilities:				
(Increase) decrease in receivables, net	185,820	(34,471)	181,534	332,883
(Increase) decrease in due from other agencies	(104,566)	(96,404)	-	(200,970)
(Increase) decrease in other assets	(32,847)	-	(8,357,901)	(8,390,748)
Increase (decrease) in outstanding warrants	32,930	(15,224)	(239,145)	(221,439)
Increase (decrease) in payables	62,218	552,449	(865,205)	(250,538)
Increase (decrease) in due to other agencies	-	-	(52)	(52)
Increase/(decrease) in accrued compensated absences	(31,851)	1,587	244,208	213,944
Decrease in other liabilities	-	356,001	(1,694,720)	(1,338,719)
Total adjustments	<u>2,221,095</u>	<u>1,471,575</u>	<u>(7,374,023)</u>	<u>(3,681,353)</u>
Net cash provided by (used for) operating activities	<u>\$ 2,967,979</u>	<u>\$ 349,038</u>	<u>\$ (6,936,926)</u>	<u>\$ (3,619,909)</u>
Noncash investing, capital, and financing activities				
Acquisition of SBITA	-	-	(5,169,148)	(5,169,148)
Increase (decrease) in SBITA	-	-	3,474,425	3,474,425

Fiduciary Funds

Other Custodial Funds

Other Custodial Funds are used to account for assets held on behalf of governmental agencies outside of the County in a fiduciary capacity and do not meet criteria for being held in trust funds, investment trust funds, or private-purpose trust funds.

Other custodial funds include property tax collection and impound funds, local transportation and other custodial funds.

Property Tax Collection Fund – This fund is used to account for property tax collections awaiting apportionment to governmental agencies outside of the County.

Local Transportation Fund – This fund is used to account for the quarter of one percent sales tax collected by the State Board of Equalization and deposited with the county of origin for local transportation support. The Metropolitan Transportation Commission, the regional agency responsible for administration of these monies, directs their use and distribution.

Property Tax Impound Fund – This fund is used to account for impound of taxes to minimize the exposure of significant monetary impact to other governmental agencies.

All Other Custodial Funds – This fund is used to account for assets held for other governmental agencies by the County in a fiduciary capacity.

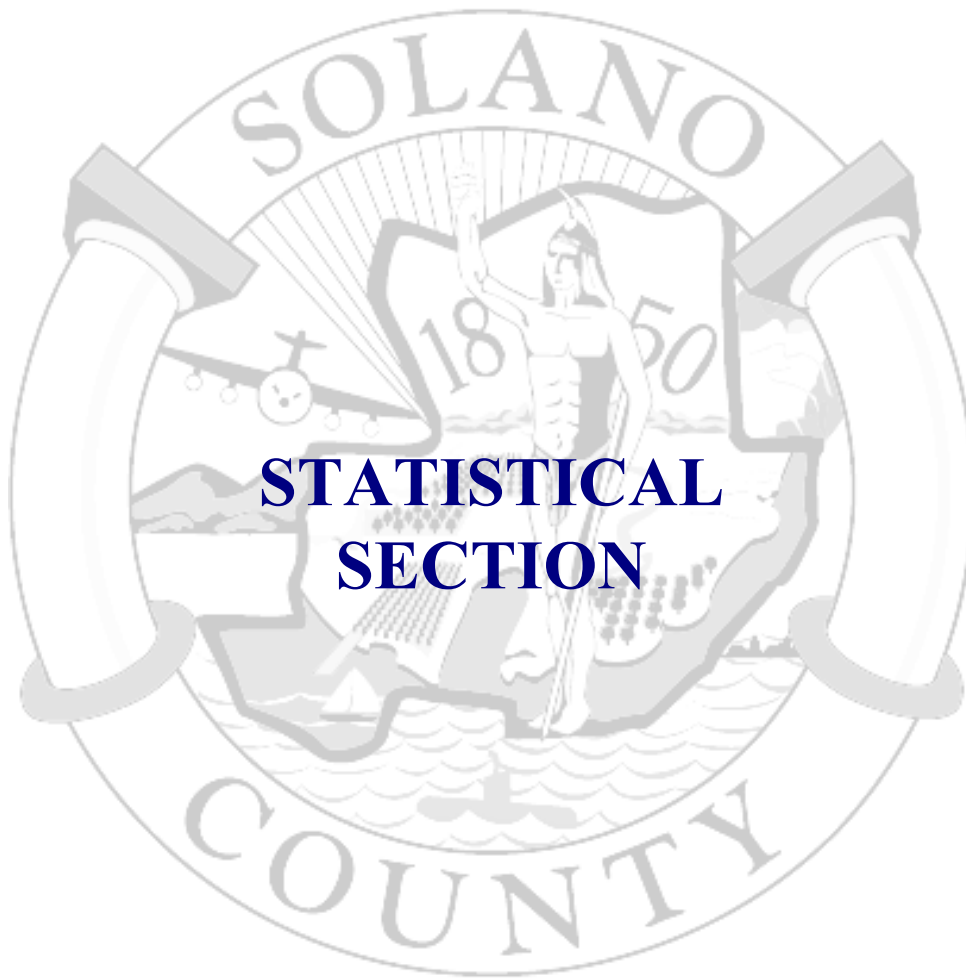
COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Fiduciary Net Position
Other Custodial Funds
June 30, 2023

	<u>Property Tax Collection</u>	<u>Local Transportation</u>	<u>Property Tax Impound</u>	<u>Other</u>	<u>Total</u>
ASSETS					
Cash and investments	\$ 11,002,352	\$ 50,598,959	\$ 7,178,531	\$ 14,899	\$ 68,794,741
Accounts receivable and other assets	203,252	-	-	5,623	208,875
Due from other governments	4,647,263	-	-	25,606	4,672,869
Property tax receivable	38,900,525	-	-	-	38,900,525
Long-term receivables	580,934	-	-	-	580,934
Total assets	<u>55,334,326</u>	<u>50,598,959</u>	<u>7,178,531</u>	<u>46,128</u>	<u>113,157,944</u>
LIABILITIES					
Payables and other liabilities	36,777,483	367,113	-	197,037	37,341,633
Interest Payable	-	-	-	373,340	373,340
Total liabilities	<u>36,777,483</u>	<u>367,113</u>	<u>-</u>	<u>570,377</u>	<u>37,714,973</u>
NET POSITION					
Restricted for:					
Individuals, organization & other governments	18,556,843	50,231,846	7,178,531	(524,249)	75,442,971
Total net position	<u>\$ 18,556,843</u>	<u>\$ 50,231,846</u>	<u>\$ 7,178,531</u>	<u>\$ (524,249)</u>	<u>\$ 75,442,971</u>

COUNTY OF SOLANO, CALIFORNIA
Combining Statement of Changes in Fiduciary Net Position
Other Custodial Funds
For the Fiscal Year Ended June 30, 2023

	Property Tax Collection	Local Transportation	Property Tax Impound	Other	Total
ADDITIONS					
Contributions on pooled investments	\$ -	\$ -	\$ -	\$ 44,333,694	\$ 44,333,694
Property tax collections	927,675,963	-	3,473,919	-	931,149,882
Local transportation	-	25,088,517	-	-	25,088,517
All other contributions/additions	-	-	-	14,032	14,032
Interest and investment income, net	237,227	1,092,797	118,016	(24,174)	1,423,866
Total additions	<u>927,913,190</u>	<u>26,181,314</u>	<u>3,591,935</u>	<u>44,323,552</u>	<u>1,002,009,991</u>
DEDUCTIONS					
Property tax distributions	928,614,552	-	-	44,113,158	972,727,710
Local transportation	-	28,798,935	-	-	28,798,935
All other distributions/deductions	16,712,934	(5,843,061)	-	231,219	11,101,092
Total deductions	<u>945,327,486</u>	<u>22,955,874</u>	<u>-</u>	<u>44,344,377</u>	<u>1,012,627,737</u>
Changes in net position	(17,414,296)	3,225,440	3,591,935	(20,825)	(10,617,746)
Net position (deficit) - beginning	35,971,139	47,006,406	3,586,596	(503,424)	86,060,717
Net position - ending	<u>\$ 18,556,843</u>	<u>\$ 50,231,846</u>	<u>\$ 7,178,531</u>	<u>\$ (524,249)</u>	<u>\$ 75,442,971</u>

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STATISTICAL SECTION

This part of the County of Solano’s Annual Comprehensive Financial Report provides supplemental information for the benefit of the readers. This section presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the County’s overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends Information <i>These schedules contain trend information to help the reader understand how the County’s financial performance and well-being have changed over time.</i>	166
Revenue Capacity Information <i>These schedules contain information to help the reader assess the County’s most significant local revenue source, the property tax.</i>	174
Debt Capacity Information <i>These schedules present information to help the reader assess the affordability of the County’s current levels of outstanding debt and the County’s ability to issue additional debt in the future.</i>	178
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County’s financial activities take place.</i>	182
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County’s financial report relates to the services the County provides and the activities it performs.</i>	184

COUNTY OF SOLANO, CALIFORNIA
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
Governmental activities					
Net investment in capital assets	\$ 513,421,939	\$ 494,457,001	\$ 484,977,193	\$ 481,312,570	\$ 477,673,000
Restricted	458,079,324	393,017,540	298,371,161	250,489,348	254,067,156
Unrestricted	(263,844,207)	(281,650,543)	(322,106,941)	(335,802,184)	(304,332,682)
Total governmental activities net position	<u>\$ 707,657,056</u>	<u>\$ 605,823,998</u>	<u>\$ 461,241,413</u>	<u>\$ 395,999,734</u>	<u>\$ 427,407,474</u>
Business-type activities					
Net investment in capital assets	\$ 14,792,223	\$ 15,094,783	\$ 14,574,402	\$ 14,961,629	\$ 15,017,861
Unrestricted	(105,579)	(595,505)	(1,091,248)	(1,391,820)	(1,384,151)
Total business-type activities net position	<u>\$ 14,686,644</u>	<u>\$ 14,499,278</u>	<u>\$ 13,483,154</u>	<u>\$ 13,569,809</u>	<u>\$ 13,633,710</u>
Primary government					
Net investment in capital assets	\$ 513,421,939	\$ 509,551,784	\$ 499,551,595	\$ 496,274,199	\$ 492,690,861
Restricted	458,079,324	393,017,540	298,371,161	250,489,348	254,067,156
Unrestricted	(263,844,207)	(282,246,048)	(323,198,189)	(337,194,004)	(305,716,833)
Total primary government net position	<u>\$ 707,657,056</u>	<u>\$ 620,323,276</u>	<u>\$ 474,724,567</u>	<u>\$ 409,569,543</u>	<u>\$ 441,041,184</u>

¹ Includes the restatement of \$505 million (reduction) as a result of GASB 68 implementation.

² Includes the restatement of \$16 million (reduction) as a result of GASB 75 implementation.

³ Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Net Position by Component (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)

		Fiscal Year					
2018	2017	2016	2015	2014			
\$ 473,434,362	\$ 465,703,178	\$ 463,522,036	\$ 462,894,048	\$ 451,748,610	Governmental activities		
223,639,162 ³	212,643,958	200,295,296	122,151,480	120,830,163	Net investment in capital assets		
(295,951,573) ³	(287,817,986)	(295,628,894)	(284,103,120)	194,952,606	Restricted		
<u>\$ 401,121,951</u>	<u>\$ 390,529,150</u>	<u>\$ 368,188,438</u>	<u>\$ 300,942,408</u>	<u>\$ 767,531,379</u>	Unrestricted		
					Total governmental activities net position		
\$ 13,653,777	\$ 13,933,225	\$ 13,830,857	\$ 13,786,608	\$ 14,944,288	Business-type activities		
(288,725)	48,914	120,373	(125,922)	(2,133,423)	Net investment in capital assets		
<u>\$ 13,365,052</u>	<u>\$ 13,982,139</u>	<u>\$ 13,951,230</u>	<u>\$ 13,660,686</u>	<u>\$ 12,810,865</u>	Unrestricted		
					Total business-type activities net position		
\$ 487,088,139	\$ 479,636,403	\$ 477,352,893	\$ 476,680,656	\$ 466,692,898	Primary government		
223,639,162	212,643,958	200,295,296	122,151,480	120,830,163	Net investment in capital assets		
(296,240,298) ²	(287,769,072) ¹	(295,508,521)	(284,229,042)	192,819,183	Restricted		
<u>\$ 414,487,003</u>	<u>\$ 404,511,289</u>	<u>\$ 382,139,668</u>	<u>\$ 314,603,094</u>	<u>\$ 780,342,244</u>	Unrestricted		
					Total primary government net position		

¹ Includes the restatement of \$505 million (reduction) as a result of GASB 68 implementation.

² Includes the restatement of \$16 million (reduction) as a result of GASB 75 implementation.

³ Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
Expenses					
Governmental activities:					
General government	\$ 92,887,422	\$ 78,538,636	\$ 84,019,126	\$ 77,400,983	\$ 79,056,546
Public protection	277,097,523	234,404,054	251,384,379	256,573,399	230,141,732
Public ways and facilities	20,820,165	19,052,576	23,540,793	17,395,553	21,057,877
Health services	204,371,644	176,286,044	186,606,805	188,075,259	173,753,194
Public assistance	216,743,857	177,610,975	183,131,786	168,263,482	154,082,791
Education and recreation	24,578,091	20,517,502	21,394,961	21,746,756	20,198,264
Interest /Principal on long-term debt	4,375,537	5,060,564	3,901,678	4,331,445	5,275,669
Total governmental activities expenses	<u>840,874,239</u>	<u>711,470,351</u>	<u>753,979,528</u>	<u>733,786,877</u>	<u>683,566,073</u>
Business-type activities:					
Nut Tree Airport	2,446,135	2,029,070	2,126,156	2,128,535	2,115,088
Total primary government expenses	<u>\$ 843,320,374</u>	<u>\$ 713,499,421</u>	<u>\$ 756,105,684</u>	<u>\$ 735,915,412</u>	<u>\$ 685,681,161</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 33,598,491	\$ 34,116,410	\$ 36,875,789	\$ 29,364,221	\$ 31,915,941
Public protection	29,169,813	26,480,649	26,874,939	23,471,599	23,141,178
Public ways and facilities	1,839,757	1,966,328	1,830,557	1,430,799	1,645,603
Health services	17,930,272	18,725,781	19,993,582	20,351,850	24,740,923
Public assistance	646,255	582,860	618,561	698,477	885,779
Education and recreation	7,847,574	6,715,813	5,820,615	5,609,694	5,485,544
Operating grants and contributions	557,425,293	513,863,648	486,897,893	398,728,555	395,493,586
Capital grants and contributions	5,821,229	4,082,962	1,122,543	840,449	7,441,552
Total governmental activities program revenues	<u>654,278,684</u>	<u>606,534,451</u>	<u>580,034,479</u>	<u>480,495,644</u>	<u>490,750,106</u>
Business-type activities					
Charges for services:					
Nut Tree Airport	1,889,181	1,393,378	1,238,692	1,255,357	1,298,285
Operating grants and contributions	10,031	42,015	25,650	89,014	10,097
Capital grants and contributions	57,445	833,148	38,149	26,851	389,265
Total business-type activities	<u>1,956,657</u>	<u>2,268,541</u>	<u>1,302,491</u>	<u>1,371,222</u>	<u>1,697,647</u>
Total primary government program revenues	<u>\$ 656,235,341</u>	<u>\$ 608,802,992</u>	<u>\$ 581,336,970</u>	<u>\$ 481,866,866</u>	<u>\$ 492,447,753</u>
Net (Expenses)/Revenue					
Governmental activities	\$ (186,595,555)	\$ (104,935,900)	\$ (173,945,049)	\$ (253,291,233)	\$ (192,815,967)
Business-type activities	(489,478)	239,471	(823,665)	(757,313)	(417,441)
Total primary government net expenses	<u>\$ (187,085,033)</u>	<u>\$ (104,696,429)</u>	<u>\$ (174,768,714)</u>	<u>\$ (254,048,546)</u>	<u>\$ (193,233,408)</u>
General Revenues and Other Changes in Net Position					
Governmental activities:					
Property taxes	\$ 241,358,116	\$ 228,822,495	\$ 213,046,738	\$ 191,219,961	\$ 183,109,543
Sales and use tax	2,983,820	3,086,429	3,096,912	2,635,977	2,500,227
Property transfer tax	3,444,137	5,005,784	3,764,994	3,260,399	3,090,546
Intergovernmental not restricted					
for specific programs	4,049,164	4,482,248	6,314,588	3,821,753	3,614,085
Interest & investment earnings	14,913,912	(7,137,589)	693,006	9,975,712	10,863,331
Other	19,673,187	14,670,951	11,462,862	10,768,382	15,397,129
Gain on sale of capital assets	667,462	585,754	565,283	197,857	522,313
Special item - Fouts Springs Asset Impairment	-	-	-	-	-
Transfers	5,296	2,413	2,945	3,452	4,316
Total governmental activities	<u>287,095,094</u>	<u>249,518,485</u>	<u>238,947,328</u>	<u>221,883,493</u>	<u>219,101,490</u>
Business-type activities:					
Property taxes	580,670	554,968	510,454	459,518	441,618
Sales and use tax	-	-	-	-	-
Intergovernmental not restricted					
to specific programs	4,285	5,813	9,599	4,369	4,760
Interest & investment earnings	53,607	(21,777)	5,546	36,620	82,465
Other	43,578	240,062	214,356	196,357	161,572
Gain on sale of capital assets	-	-	-	-	-
Transfers	(5,296)	(2,413)	(2,945)	(3,452)	(4,316)
Total business-type activities	<u>676,844</u>	<u>776,653</u>	<u>737,010</u>	<u>693,412</u>	<u>686,099</u>
Total primary government	<u>\$ 287,771,938</u>	<u>\$ 250,295,138</u>	<u>\$ 239,684,338</u>	<u>\$ 222,576,905</u>	<u>\$ 219,787,589</u>
Change in net position					
Governmental activities	\$ 100,499,539	\$ 144,582,585	\$ 65,002,279	\$ (31,407,740)	\$ 26,285,523
Business-type activities	187,366	1,016,124	(86,655)	(63,901)	268,658
Total primary government	<u>\$ 100,686,905</u>	<u>\$ 145,598,709</u>	<u>\$ 64,915,624</u>	<u>\$ (31,471,641)</u>	<u>\$ 26,554,181</u>

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Changes in Net Position (Continued)
Last Ten Fiscal Years
(accrual basis of accounting)

		Fiscal Year					
<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>			
					Expenses		
					Governmental activities:		
\$ 73,469,037	\$ 67,637,800	\$ 59,995,941	\$ 59,188,293	\$ 60,861,259	General government		
230,654,519	216,932,185	192,709,201	181,113,757	175,087,740	Public protection		
17,220,809	12,289,760	12,263,841	12,830,930	13,212,138	Public ways and facilities		
172,280,422	154,787,811	139,577,649	119,305,842	111,915,241	Health services		
152,732,632	151,158,894	140,560,811	143,509,809	138,041,533	Public assistance		
19,273,900	18,333,677	15,799,451	16,465,853	16,863,034	Education and recreation		
3,347,473	6,478,003	7,131,271	7,903,533	8,240,086	Interest /Principal on long-term debt		
<u>668,978,792</u>	<u>627,618,130</u>	<u>568,038,165</u>	<u>540,318,017</u>	<u>524,221,031</u>	Total governmental activities expenses		
					Business-type activities:		
2,484,267	2,479,874	2,170,007	1,795,347	2,245,311	Nut Tree Airport		
<u>\$ 671,463,059</u>	<u>\$ 630,098,004</u>	<u>\$ 570,208,172</u>	<u>\$ 542,113,364</u>	<u>\$ 526,466,342</u>	Total primary government expenses		
					Program Revenues		
					Governmental activities:		
					Charges for services:		
\$ 27,909,218	\$ 29,632,175	\$ 25,791,827	\$ 23,573,785	\$ 21,330,435	General government		
24,068,536	27,317,906	24,663,484	23,718,639	21,607,698	Public protection		
1,340,628	2,024,545	692,620	1,047,009	893,177	Public ways and facilities		
20,656,053	21,992,676	21,909,984	19,982,063	16,916,414	Health services		
899,050	1,050,335	815,729	777,973	823,854	Public assistance		
5,340,178	5,056,884	4,985,508	4,728,478	4,353,801	Education and recreation		
394,074,363	364,091,668	374,303,152	327,406,268	300,219,598	Operating grants and contributions		
15,947,090	9,003,256	6,479,698	10,087,170	40,408,651	Capital grants and contributions		
<u>490,235,116</u>	<u>460,169,445</u>	<u>459,642,002</u>	<u>411,321,385</u>	<u>406,553,628</u>	Total governmental activities program revenues		
					Business-type activities		
					Charges for services:		
1,275,851	1,217,410	1,337,907	1,155,025	1,779,109	Nut Tree Airport		
10,000	15,353	78,090	26,641	-	Operating grants and contributions		
-	645,268	471,980	873,344	-	Capital grants and contributions		
<u>1,285,851</u>	<u>1,878,031</u>	<u>1,887,977</u>	<u>2,055,010</u>	<u>1,779,109</u>	Total business-type activities		
<u>\$ 491,520,967</u>	<u>\$ 462,047,476</u>	<u>\$ 461,529,979</u>	<u>\$ 413,376,395</u>	<u>\$ 408,332,737</u>	Total primary government program revenues		
					Net (Expenses)/Revenue		
\$ (178,743,676)	\$ (167,448,685)	\$ (108,396,163)	\$ (128,996,632)	\$ (117,667,403)	Governmental activities		
(1,198,416)	(601,843)	(282,030)	259,663	(466,202)	Business-type activities		
<u>\$ (179,942,092)</u>	<u>\$ (168,050,528)</u>	<u>\$ (108,678,193)</u>	<u>\$ (128,736,969)</u>	<u>\$ (118,133,605)</u>	Total primary government net expenses		
					General Revenues and Other Changes in Net Position		
					Governmental activities:		
\$ 176,386,218	\$ 151,646,535	\$ 151,646,535	\$ 144,946,469	\$ 132,737,838	Property taxes ^{1,2}		
2,555,289	2,205,404	2,205,404	1,874,065	2,072,728	Sales and use tax		
3,152,653	3,675,622	3,675,622	3,649,100	1,930,684	Property transfer tax		
					Intergovernmental not restricted		
3,176,226	1,914,486	1,914,486	1,877,564	1,923,733	for specific programs ^{1,2}		
2,632,607	4,090,078	4,090,078	1,514,552	1,580,598	Interest & investment earnings		
17,181,280	13,902,540	13,902,540	13,032,983	15,388,819	Other		
368,222	364,285	364,285	173,424	532,534	Gain on sale of capital assets		
-	(2,170,171)	(2,170,171)	-	-	Special item - Fouts Springs Asset Impairment		
12,248	13,414	13,414	13,504	13,139	Transfers		
<u>205,464,743</u>	<u>175,642,193</u>	<u>175,642,193</u>	<u>167,081,661</u>	<u>156,180,073</u>	Total governmental activities		
					Business-type activities:		
427,871	362,009	362,009	344,987	313,311	Property taxes		
-	3,482	3,482	5,125	-	Sales and use tax		
					Intergovernmental not restricted		
3,834	3,654	3,654	3,667	77,445	for specific programs		
44,673	104,310	104,310	69,818	(12,510)	Interest & investment earnings		
132,133	106,783	106,783	463,606	-	Other		
-	5,750	5,750	84,986	-	Gain on sale of capital assets		
(12,248)	(13,414)	(13,414)	(13,504)	(13,139)	Transfers		
<u>596,263</u>	<u>572,574</u>	<u>572,574</u>	<u>958,685</u>	<u>365,107</u>	Total business-type activities		
<u>\$ 206,061,006</u>	<u>\$ 176,214,767</u>	<u>\$ 176,214,767</u>	<u>\$ 168,040,346</u>	<u>\$ 156,545,180</u>	Total primary government		
					Change in net position		
\$ 26,721,067	\$ 8,193,508	\$ 67,246,030	\$ 38,085,029	\$ 38,512,670	Governmental activities		
(602,153)	(29,269)	290,544	1,218,348	(101,095)	Business-type activities		
<u>\$ 26,118,914</u>	<u>\$ 8,164,239</u>	<u>\$ 67,536,574</u>	<u>\$ 39,303,377</u>	<u>\$ 38,411,575</u>	Total primary government		

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
General Fund					
Nonspendable	\$ 17,764,267	\$ 14,183,977	\$ 12,728,065	\$ 10,406,843	\$ 10,102,058
Restricted	32,527,009	32,021,409	32,217,662	32,142,481	31,105,976
Committed	963,000	-	-	-	-
Assigned	126,186,408	124,143,430	125,105,074	98,182,453	85,111,871
Unassigned	45,207,689	44,921,209	46,908,579	46,629,038	47,285,332
Total General Fund	<u>222,648,373</u>	<u>215,270,025</u>	<u>216,959,380</u>	<u>187,360,815</u>	<u>173,605,237</u>
All Other Governmental Funds					
Nonspendable	1,531,406	721,933	633,627	677,953	545,592
Restricted	376,916,664	330,397,255	256,758,772	207,341,241	216,363,816
Committed	44,277	44,393	44,252	43,830	43,263
Assigned	53,514,010	43,808,067	27,969,687	26,718,947	17,870,047
Total all other governmental funds	<u>432,006,357</u>	<u>374,971,648</u>	<u>285,406,338</u>	<u>234,781,971</u>	<u>234,822,718</u>
Total Governmental Funds	<u>\$ 654,654,730</u>	<u>\$ 590,241,673</u>	<u>\$ 502,365,718</u>	<u>\$ 422,142,786</u>	<u>\$ 408,427,955</u>

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Fund Balances of Governmental Funds (Continued)
Last Ten Fiscal Years
(modified accrual basis of accounting)

		Fiscal Year					
2018	2017	2016	2015	2014			
						General Fund	
\$ 13,975,538	\$ 16,971,649	\$ 20,793,326	\$ 22,924,625	\$ 25,120,243		Nonspendable	
20,313,731	20,183,028	20,169,578	-	-		Restricted	
10,000,000	-	-	-	-		Committed	
74,313,394	77,440,865	56,125,895	71,430,601	60,823,273		Assigned	
45,131,591	46,425,122	56,619,344	56,380,489	48,155,310		Unassigned	
<u>163,734,254</u>	<u>161,020,664</u>	<u>153,708,143</u>	<u>150,735,715</u>	<u>134,098,826</u>		Total General Fund	
						All Other Governmental Funds	
777,599	443,924	463,606	500,195	291,228		Nonspendable	
188,377,079	157,770,543	136,976,702	109,340,358	114,002,959		Restricted	
45,191	49,861	49,887	50,366	55,605		Committed	
19,440,507	13,861,173	17,195,001	10,932,739	11,834,335		Assigned	
<u>208,640,376</u>	<u>172,125,501</u>	<u>151,324,861</u>	<u>112,911,927</u>	<u>115,856,657</u>		Total all other governmental funds	
<u>\$ 372,374,630</u>	<u>\$ 333,146,165</u>	<u>\$ 305,033,004</u>	<u>\$ 263,647,642</u>	<u>\$ 249,955,483</u>		Total Governmental Funds	

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	2023	2022	2021	2020	2019
Revenues					
Taxes	\$ 255,210,890	\$ 243,585,533	\$ 226,252,351	\$ 201,749,753	\$ 194,068,835
Licenses, permits and franchises	10,669,303	9,802,737	9,145,347	8,832,142	8,402,167
Fines, forfeitures and penalties	4,519,233	3,455,957	3,659,441	4,080,824	4,783,007
Use of money and property	13,505,139	(5,280,545)	1,746,752	10,596,768	11,077,677
Intergovernmental	557,021,169	509,972,511	490,622,949	401,135,635	399,399,685
Charges for services	110,595,169	109,295,115	114,947,428	104,896,790	108,203,867
Miscellaneous	17,766,024	12,678,488	10,057,217	9,496,332	13,696,409
Total revenues	969,286,927	883,509,796	856,431,485	740,788,244	739,631,647
Expenditures					
General government	81,098,744	79,385,101	75,831,976	68,779,964	70,449,084
Public protection	293,155,527	273,566,817	252,897,765	243,125,106	237,568,546
Public ways and facilities	16,778,790	16,846,670	18,970,961	13,378,933	17,280,474
Health services	208,645,077	192,538,461	188,036,427	183,330,727	172,336,799
Public assistance	222,847,761	196,771,315	185,021,995	163,126,616	152,889,849
Education and recreation	25,387,593	24,208,654	22,289,692	21,342,902	20,375,647
Debt service:					
Principal	10,027,100	8,840,000	8,443,644	8,747,924	9,057,219
Interest and other charges	4,943,134	3,600,806	4,022,986	4,446,920	4,884,300
Lease principal	1,441,998	1,191,583	-	-	-
Lease interest	295,069	231,231	-	-	-
Debt issuance cost	-	-	-	-	-
SBITA principal	864,384	-	-	-	-
SBITA interest	20,695	-	-	-	-
Capital outlay - lease	184,119	3,895,428	-	-	-
Capital outlay - SBITA	2,822,702	-	-	-	-
Capital outlay	39,221,108	32,875,868	21,113,743	20,784,242	18,710,135
Total expenditures	907,733,801	833,951,934	776,629,189	727,063,334	703,552,053
Excess of revenues over (under) expenditures	61,553,126	49,557,862	79,802,296	13,724,910	36,079,594
Other Financing Sources (Uses)					
Payment to refunded bond escrow agent	-	-	-	-	-
Issuance of refunding bonds	-	-	-	-	-
Issuance of debt	-	30,000,000	-	-	578,785
Premium on debt issuance	-	4,431,488	-	-	-
Leases issued	184,119	3,895,428	-	-	-
SBITA issued	2,822,702	-	-	-	-
Transfers in	216,359,767	204,249,955	178,917,363	168,627,335	171,831,142
Transfers out	(216,757,520)	(204,356,272)	(178,977,892)	(168,793,786)	(172,670,583)
Sale of capital assets	250,862	97,494	241,765	156,372	234,387
Total other financing sources (uses)	2,859,931	38,318,093	181,236	(10,079)	(26,269)
Net change in fund balances	\$ 64,413,057	\$ 87,875,955	\$ 79,983,532	\$ 13,714,831	\$ 36,053,325
Debt service as a percentage of noncapital expenditures	1.72%	1.55%	1.65%	1.87%	2.04%

¹ Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Changes in Fund Balances of Governmental Funds (Continued)
Last Ten Fiscal Years
(modified accrual basis of accounting)

		Fiscal Year				
2018	2017	2016	2015	2014		
					Revenues	
\$ 186,882,358	\$ 171,792,616	\$ 162,324,754	\$ 154,803,301	\$ 141,480,199	Taxes ¹	
8,166,519	8,350,884	7,484,494	6,918,658	6,645,857	Licenses, permits and franchises	
4,116,565	4,290,715	2,900,149	4,657,052	4,544,687	Fines, forfeitures and penalties	
3,441,661	2,152,771	4,806,418	2,245,536	2,317,618	Use of money and property	
409,443,616	376,016,261	373,048,915	332,852,098	341,824,163	Intergovernmental ¹	
99,348,998	100,691,445	95,824,088	85,590,180	74,868,262	Charges for services	
15,153,076	17,303,850	12,612,098	11,334,290	13,743,165	Miscellaneous	
<u>726,552,793</u>	<u>680,598,542</u>	<u>659,000,916</u>	<u>598,401,115</u>	<u>585,423,951</u>	Total revenues	
					Expenditures	
63,263,740	62,211,200	58,206,806	55,248,628	56,452,888	General government	
229,238,542	215,769,297	201,999,957	186,219,711	176,068,476	Public protection	
12,916,965	9,506,002	9,533,830	9,537,130	9,576,875	Public ways and facilities	
169,518,036	155,248,529	145,056,247	123,563,230	113,485,686	Health services	
151,171,061	153,392,023	147,897,111	147,077,648	138,779,333	Public assistance	
19,300,344	18,653,711	16,980,865	17,539,688	17,026,116	Education and recreation	
					Debt service:	
14,525,000	13,670,000	12,480,000	12,110,000	13,006,530	Principal	
6,248,032	6,725,097	7,349,677	7,941,874	8,590,661	Interest and other charges	
-	-	-	-	-	Lease principal	
-	-	-	-	-	Lease interest	
491,679	-	-	-	-	Debt issuance cost	
-	-	-	-	-	SBITA principal	
-	-	-	-	-	SBITA interest	
-	-	-	-	-	Capital outlay - lease	
-	-	-	-	-	Capital outlay - SBITA	
<u>22,328,519</u>	<u>17,432,575</u>	<u>18,392,297</u>	<u>25,673,405</u>	<u>58,333,218</u>	Capital outlay	
<u>689,001,918</u>	<u>652,608,434</u>	<u>617,896,790</u>	<u>584,911,314</u>	<u>591,319,783</u>	Total expenditures	
<u>37,550,875</u>	<u>27,990,108</u>	<u>41,104,126</u>	<u>13,489,801</u>	<u>(5,895,832)</u>	Excess of revenues over (under) expenditures	
					Other Financing Sources (Uses)	
(84,200,000)	-	-	-	-	Payment to refunded bond escrow agent	
72,775,000	-	-	-	-	Issuance of refunding bonds	
-	-	-	-	-	Issuance of debt	
13,783,787	-	-	-	-	Premium on debt issuance	
-	-	-	-	-	Leases issued	
-	-	-	-	-	SBITA issued	
162,322,345	151,241,220	148,952,103	133,092,548	133,504,312	Transfers in	
(163,261,483)	(151,254,665)	(148,891,568)	(133,107,304)	(132,857,615)	Transfers out	
257,941	136,498	220,702	217,114	461,353	Sale of capital assets	
<u>1,677,590</u>	<u>123,053</u>	<u>281,237</u>	<u>202,358</u>	<u>1,108,050</u>	Total other financing sources (uses)	
<u>\$ 39,228,465</u>	<u>\$ 28,113,160</u>	<u>\$ 41,385,363</u>	<u>\$ 13,692,159</u>	<u>\$ (4,787,782)</u>	Net change in fund balances	
3.12%	3.21%	3.31%	3.59%	4.05%	Debt service as a percentage of noncapital expenditures	

¹ Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Assessed Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Property ^{1,2}				Personal Property	Exemptions	Total	Total Direct Tax Rate
	Residential Property	Commercial Property	Manufacturing Property	Other				
2023	\$ 53,271,910,236	\$ 13,409,258,761	\$ 3,929,544,029	\$ -	\$ 3,017,922,212	\$ (3,723,865,970)	\$ 69,904,769,268	1.000000
2022	50,807,834,415	6,044,457,007	6,579,258,061	3,906,348,147	2,869,521,549	(3,400,412,871)	66,807,006,308	1.000000
2021	47,604,280,019	5,813,251,172	6,188,577,063	3,757,243,980	2,625,063,308	(3,683,648,042)	62,304,767,500	1.000000
2020	45,499,261,704	5,683,809,378	5,947,626,492	3,735,533,886	2,712,614,511	(3,085,073,003)	60,493,772,968	1.000000
2019	43,247,877,272	5,505,308,818	5,858,111,302	3,477,980,052	2,768,880,096	(3,236,688,837)	57,621,468,703	1.000000
2018	40,737,000,603	5,269,725,422	5,633,643,655	3,316,105,389	2,803,871,210	(3,155,857,709)	54,604,488,570	1.000000
2017	38,033,597,586	5,082,414,689	5,553,034,273	3,278,441,729	2,882,856,483	(3,076,920,664)	51,753,424,096	1.000000
2016	35,533,946,624	4,888,082,671	5,408,822,689	3,158,766,101	2,912,706,519	(3,079,481,524)	48,822,843,080	1.000000
2015	33,240,963,785	4,705,824,430	5,147,972,000	3,081,166,864	2,895,054,631	(3,047,691,368)	46,023,290,342	1.000000
2014	31,105,277,632	4,513,574,970	5,211,536,512	2,904,002,639	2,949,568,640	(2,961,001,719)	43,722,958,674	1.000000

¹Due to passage of the Proposition 13 (Prop 13) property tax initiative in 1978, the County does not track the estimated value of all properties in the County. Under Prop 13 property is assessed at the 1975 market value with an annual increase limited to 2% on properties not involved in a change of ownership or properties that did not undergo new construction. Newly acquired property is assessed at its new market value (usually the purchase price) and the value of any new construction is added to the existing base value of a parcel. As a result, similar properties can have substantially different assessed values based on the date of purchase. Additionally, Prop 13 limits the property tax rate to 1% of assessed value, plus the rate necessary to fund local voter-approved bonds and special assessments.

²Effective FY2023 - the reporting of this data has changed in the new Property Tax System.

Source: County of Solano - DOIT

COUNTY OF SOLANO, CALIFORNIA
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

Fiscal Year	County Direct Rates¹		Overlapping Rates¹		Total
	Countywide Tax	Local Special Districts	Schools	Cities	
2023	1.000000	1.908000	0.963956	0.035262	3.907218
2022	1.000000	1.908000	0.974743	0.035578	3.918321
2021	1.000000	1.908000	0.863507	0.035541	3.807048
2020	1.000000	1.908000	0.795133	0.036589	3.739722
2019	1.000000	1.921394	0.770434	0.038373	3.730201
2018	1.000000	1.842928	0.788571	0.038505	3.670004
2017	1.000000	1.809103	0.692983	0.038762	3.540848
2016	1.000000	1.800027	0.667934	0.039121	3.507082
2015	1.000000	1.806519	0.634907	0.042645	3.484071
2014	1.000000	1.809495	0.608805	0.044218	3.462518

Note:

¹ County Direct Rates are ad valorem taxes levied by the County and authorized by Article 13A of the Constitution of the State of California. Overlapping rates are taxes levied to service voter-approved debt of overlapping jurisdictions such as local special districts, schools or cities.

Source: County of Solano Auditor-Controller's Property Tax Division

COUNTY OF SOLANO, CALIFORNIA
Principal Property Tax Payers
June 30, 2023 and June 30, 2014

Taxpayer	June 30, 2023			June 30, 2014		
	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Pacific Gas & Electric Company	\$ 979,919,069	1	1.40%	\$ 574,216,476	3	1.31%
Valero Refining Company - Calif	872,645,600	2	1.25%	957,468,957	2	2.19%
Genentech Inc	801,390,817	3	1.15%	978,376,669	1	2.24%
Anheuser-Busch, Inc.	327,822,393	4	0.47%	256,704,332	5	0.59%
Star-West Solano, LLC	200,797,493	5	0.29%	173,699,526	9	0.40%
Invitation Homes Inc	167,655,006	6	0.24%			
PW Fund A LP	178,307,910	7	0.26%			
The Nimitz Group	97,388,497	8	0.14%			
Northbay HealthCare Group	185,030,456	9	0.26%			
ICON Owner Pool 1 SF N-B P LLC	148,837,064	10	0.21%			
Shiloh Wind Project II, LLC				259,314,920	4	0.59%
Shiloh III Wind Project				205,716,183	8	0.47%
Alza Corporation				237,792,006	7	0.54%
Solano 3 Wind, LLC				244,406,651	6	0.56%
Shiloh IV Wind Project, LLC				151,810,590	10	0.35%
Totals	<u>\$ 3,959,794,305</u>		<u>4.26%</u>	<u>\$ 4,039,506,310</u>		<u>9.24%</u>

Sources: County of Solano Treasurer - Tax Collector - County Clerk

COUNTY OF SOLANO, CALIFORNIA
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Original Levy	Adjustments	Adjusted Levy¹	Collected in First Period		Collections in Subsequent Periods	Total Collections	
				Amount	% of Original Levy		Amount	% of Adjusted Levy
2023	\$ 747,512,416	\$ 3,483,371	\$ 750,995,788	\$ 750,536,612	100.4%	\$ -	\$ 750,536,612	99.9%
2022	730,759,787	(1,606,251)	729,153,536	713,478,186	97.6%	4,546,913	718,025,099	98.5%
2021	695,362,634	(4,109,911)	691,252,723	679,574,519	97.7%	5,922,090	685,496,609	99.2%
2020	665,579,927	(5,574,882)	660,005,045	651,788,802	97.9%	6,755,767	658,544,569	99.8%
2019	636,561,849	(1,697,598)	634,864,251	626,180,088	98.4%	6,860,226	633,040,314	99.7%
2018	594,823,398	(3,577,112)	591,246,286	581,967,925	97.8%	5,753,496	587,721,421	99.4%
2017	565,327,777	(1,766,612)	563,561,165	556,244,085	98.4%	5,416,723	561,660,807	99.7%
2016	520,975,609	(916,279)	520,059,330	512,446,685	98.4%	5,377,110	517,823,794	99.6%
2015	487,553,003	(1,438,301)	486,114,702	480,455,988	98.5%	4,864,292	485,320,280	99.8%
2014	441,007,173	(2,078,099)	438,929,074	433,568,088	98.3%	4,989,027	438,557,115	99.9%

¹ Adjusted Levy data does not reflect adjustments for subsequent years; report detailing subsequent adjustments to levy is not available. As a result, % of collection to the Adjusted Levy will go beyond 100% in some years as County receives additional collections.

Source: County of Solano Treasurer - Tax Collector - County Clerk

COUNTY OF SOLANO, CALIFORNIA
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>Fiscal Year</u> <u>2021</u>	<u>2020</u>	<u>2019</u>
Governmental Activities					
Notes payable	\$ 8,402,840	\$ 1,023,890	\$ 1,023,890	\$ 1,217,533	\$ 1,410,456
Certificates of participation	87,679,790	94,755,921	66,690,563	72,590,120	79,129,675
Pension obligation bonds	9,310,000	13,360,000	17,040,000	20,375,000	23,375,000
Lease liabilities	9,092,867	-	-	-	-
SBITA liabilities	5,003,084	-	-	-	-
Business-Type Activities					
Notes payable	2,139,624	2,265,680	2,387,193	2,504,326	2,617,237
Total primary government	<u>\$ 121,628,205</u>	<u>\$ 111,405,491</u>	<u>\$ 87,141,646</u>	<u>\$ 96,686,979</u>	<u>\$ 106,532,368</u>
Percentage of Personal Income ¹	0.47%	0.36%	0.32%	0.42%	0.48%
Percentage of Actual Value of Taxable Property ²	0.17%	0.17%	0.14%	0.16%	0.18%
Per Capita ¹	\$ 274.09	\$ 249.09	\$ 198.71	\$ 219.63	\$ 241.40

¹ See the 'Demographic and Economic Statistics' table for the population and personal income figures.
Note that these ratios are calculated using data from January 1.

² See the 'Assessed Value of Taxable Property' table for total taxable assessed value.

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Ratios of Outstanding Debt by Type (Continued)
Last Ten Fiscal Years

		Fiscal Year								
2018		2017		2016		2015		2014		
										Governmental Activities
\$	1,023,890	\$	1,023,890	\$	1,023,890	\$	1,031,823	\$	1,039,756	Notes payable
	86,358,199		93,958,755		99,916,146		105,613,538		111,805,931	Certificates of participation
	26,085,000		32,880,000		40,810,000		47,810,000		53,945,000	Pension obligation bonds
	-		-		-		-		-	Lease liabilities
	-		-		-		-		-	SBITA liabilities
	-		-		-		-		-	
	-		-		-		-		-	Business-Type Activities
	-		-		-		-		-	Notes payable
\$	113,467,089	\$	127,862,645	\$	141,750,036	\$	154,455,361	\$	166,790,687	Total primary government
	0.53%		0.62%		0.72%		0.80%		0.90%	Percentage of Personal Income ¹
	0.21%		0.25%		0.29%		0.34%		0.38%	Percentage of Actual Value of Taxable Property ²
\$	258.00	\$	293.25	\$	328.51	\$	359.57	\$	392.29	Per Capita ¹

¹ See the 'Demographic and Economic Statistics' table for the population and personal income figures. Note that these ratios are calculated using data from January 1.

² See the 'Assessed Value of Taxable Property' table for total taxable assessed value.

Source: Audited Financial Statements

COUNTY OF SOLANO, CALIFORNIA
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	Total Gross Pension Obligation Bonds	Amounts Restricted for Principal Payments	Total Net Pension Obligation Bonds	Actual Taxable Value of Property ¹	Percentage of Actual Taxable Value of Property	Population²	Net Bonded Debt per Capita
2023	\$ 9,310,000	\$ 9,272,651	\$ 37,349	\$ 69,904,769,268	0.00%	443,749	\$ 0.08
2022	13,360,000	2,488,717	10,871,283	66,807,006,308	0.02%	447,241	24.31
2021	17,040,000	2,396,481	14,643,519	62,304,767,500	0.02%	438,527	33.39
2020	20,375,000	6,645,453	13,729,547	60,493,772,968	0.02%	440,224	31.19
2019	23,375,000	4,857,567	18,517,433	57,621,468,703	0.03%	441,307	41.96
2018	26,085,000	8,332,322	17,752,678	54,604,488,570	0.03%	439,793	40.37
2017	32,880,000	7,672,878	25,207,122	51,753,424,096	0.05%	436,023	57.81
2016	40,810,000	6,563,340	34,246,660	48,822,843,080	0.07%	431,498	79.37
2015	47,810,000	3,895,841	43,914,159	46,023,290,342	0.10%	429,552	102.23
2014	53,945,000	2,839,781	51,105,219	43,722,958,674	0.12%	425,169	120.20

¹ See the 'Assessed Value of Taxable Property' table for total taxable assessed value.

² See the 'Demographic and Economic Statistics' table for the population figures.

Note that these ratios are calculated using data from January 1.

Source:

Audited Financial Statements

State of California, Department of Finance, Demographics Research Unit. For 2021, Adopted Budget Statistical Profile.

COUNTY OF SOLANO, CALIFORNIA
Legal Debt Margin Information
Last Ten Fiscal Years

Fiscal Year:	Assessed Value of Property¹	Debt Limit, 5% of Assessed Value²	Debt Applicable to the Limit³	Legal Debt Margin⁴	Total net debt applicable to the limit as a percentage of debt limit
2023	\$ 69,904,769,268	\$ 3,495,238,463	\$ 9,310,000	\$ 3,485,928,463	0.27%
2022	66,807,006,308	3,340,350,315	13,360,000	3,326,990,315	0.40%
2021	62,304,767,500	3,115,238,375	17,040,000	3,098,198,375	0.55%
2020	60,493,772,968	3,024,688,648	20,375,000	3,004,313,648	0.67%
2019	57,621,468,703	2,881,073,435	23,375,000	2,857,698,435	0.81%
2018	54,604,488,570	2,730,224,429	26,085,000	2,704,139,429	0.96%
2017	51,753,424,096	2,587,671,205	32,880,000	2,554,791,205	1.27%
2016	48,822,843,080	2,441,142,154	40,810,000	2,400,332,154	1.67%
2015	46,023,290,342	2,301,164,517	47,810,000	2,253,354,517	2.08%
2014	43,722,958,674	2,186,147,934	53,945,000	2,132,202,934	2.47%

Notes:

- ¹ Assessed property value data can be found in Report "Assessed Value of Taxable Property " table.
- ² California Government Code, Section 29909, states the total amount of bonded indebtedness shall not at any time exceed 5 percent of the taxable property of the county as shown by the last equalized assessment roll.
- ³ Bonded debt financed with general governmental resources which include POB. From 9. Ratios of Outstanding Debt.
- ⁴ The legal debt margin is the County's available borrowing authority under state finance statutes and is calculated by subtracting the debt applicable to the legal debt limit from the legal debt limit.

COUNTY OF SOLANO, CALIFORNIA
Demographic and Economic Indicators
Last Ten Calendar Years

<u>Year¹</u>	<u>Population²</u>	<u>Personal Income³</u>	<u>Per Capita Personal Income³</u>	<u>Unemployment Rate⁵</u>
2023	443,749	\$ 25,858,585,477 ⁴	\$ 58,273 ⁴	4.8%
2022	447,241	31,359,472,890 ⁴	70,118 ⁴	4.6%
2021	438,527	27,631,045,977 ⁴	63,009 ⁴	7.8%
2020	440,224	23,117,657,791 ⁴	52,513 ⁴	13.7%
2019	441,307	22,335,602,540 ⁴	50,612 ⁴	3.9%
2018	439,793	21,395,947,591 ⁴	48,650 ⁴	4.2%
2017	436,023	20,749,942,201 ⁴	47,589 ⁴	4.6%
2016	431,498	19,778,909,530 ⁴	45,838 ⁴	6.0%
2015	429,552	19,223,389,084 ⁴	44,752 ⁴	5.9%
2014	425,169	18,631,142,897 ⁴	42,073 ⁴	8.1%

Detail of estimated population, as of May 1, 2023:

Incorporated Cities

Benicia	26,180
Dixon	19,018
Fairfield	119,526
Rio Vista	9,988
Suisun City	28,471
Vacaville	100,806
Vallejo	121,658
Total of Incorporated	425,647
Total of Unincorporated Areas	18,102
Total Population	443,749

¹ Calendar year

² Adopted Budget-Statistical Profile

³ Obtained from US Department of Commerce - Bureau of Economic Analysis, updated as of 2022, released in November 2023

⁴ Estimated amounts

⁵ Obtained from 2023 Adopted Budget - Statistical Profile.

COUNTY OF SOLANO, CALIFORNIA
Principal Employers
June 30, 2023 and June 30, 2014

Employer	June 30, 2023			June 30, 2014		
	Employees	Rank	Percentage of Total County Employment ¹	Employees	Rank	Percentage of Total County Employment ¹
Travis AFB	13,414 ₃	1	6.72%	14,353	1	7.14%
County of Solano	3,218 ₂	2	1.61%	2,895	4	1.44%
Fairfield-Suisun Unified School District	2,799 ₄	3	1.40%	2,707	3	1.35%
NorthBay Healthcare System	2,210 ₁	4	1.11%	1,982	5	0.99%
Kaiser Foundation Hospitals	2,000 ₁	5	1.00%	2,937	2	1.46%
California Medical Facility	1,980 ⁶	6	0.99%	1,953	6	0.97%
Vallejo Unified School District	1,821 ₄	7	0.91%	1,600	7	0.80%
Vacaville Unified School District	1,528 ₅	8	0.77%			
Genentech	1,140 ₁	9	0.57%			
Amazon.com, Inc.	1,100 ₁	10	0.55%			
Six Flags Discovery Kingdom			0.00%	1,591	8	0.79%
California State Prison Solano			0.00%	1,300	9	0.65%
Kaiser Permanente - Vacaville			0.00%	1,218	10	0.61%
Totals	<u>31,210</u>		<u>15.63%</u>	<u>32,536</u>		<u>16.20%</u>

¹ Employment figure from Workforce Development.

² Solano County Human Resources.

³ Employment figure from Travis AFB.

⁴ Employment figure from USD.

⁵ Employment figure from Vacaville USD 6/2023.

⁶ Employment figure from CMF.

COUNTY OF SOLANO, CALIFORNIA
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years
Full-time Equivalent Employees as of June 30

	Fiscal Year				
	2023	2022	2021	2020	2019
Function/Program					
General government	296.00	292.00	283.00	280.00	264.75
Public protection	1,234.50	1,215.25	1,219.00	1,214.50	1,195.50
Public ways and facilities	72.00	71.00	71.00	71.00	67.00
Health services	584.70	544.65	564.65	564.65	543.15
Public assistance	819.50	785.00	774.00	774.00	763.75
Education and recreation	136.93	136.23	136.23	136.23	127.80
Nut Tree Airport	3.00	3.00	3.00	3.00	3.00
Internal service	91.70	85.70	89.70	86.70	81.70
Total	<u>3,238.33</u>	<u>3,132.83</u>	<u>3,140.58</u>	<u>3,130.08</u>	<u>3,046.65</u>

Source: County of Solano Recommended & Adopted Budget

COUNTY OF SOLANO, CALIFORNIA
Full-time Equivalent County Government Employees by Function (Continued)
Last Ten Fiscal Years
Full-time Equivalent Employees as of June 30

Fiscal Year					Function/Program
2018	2017	2016	2015	2014	
258.75	260.00	255.75	239.30	235.55	General government
1,185.00	1,196.50	1,191.50	1,092.50	1,071.00	Public protection
65.00	65.00	64.00	64.00	61.00	Public ways and facilities
538.30	526.30	523.80	492.70	486.90	Health services
769.25	788.75	785.75	735.65	698.75	Public assistance
127.55	118.75	118.75	116.00	116.10	Education and recreation
3.00	3.00	3.00	3.00	3.00	Nut Tree Airport
80.70	82.70	73.30	61.60	60.60	Internal service
<u>3,027.55</u>	<u>3,041.00</u>	<u>3,015.85</u>	<u>2,804.75</u>	<u>2,732.90</u>	Total

Source: County of Solano Recommended & Adopted Budget

COUNTY OF SOLANO, CALIFORNIA
Operating Indicators by Function
Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2023	2022	2021	2020	2019
General government					
Clerk-Recorder-Assessor - documents recorded *	69,014	125,280	164,277	123,027	95,427
Public protection					
Number of felony cases filed-District Attorney #	1,799	2,471	2,808	2,432	2,290
Number of misdemeanor cases filed-District Attorney #	3,193	3,960	4,250	4,788	5,776
Number of juvenile petitions-District Attorney #	132	197	160	184	137
Number of Bookings-Sheriff	9,748	9,338	10,520	11,757	14,124
Average Daily Population-Juvenile Hall	19	17	15	25	34
Average Daily Population-New Foundation	-	-	-	10	7
Average Daily Population-Challenge Academy	3	7	7	-	-
Average Intake-Juvenile Hall	15	15	16	21	29
Number of building permits issued	1,139	1,069	1,301	1,009	754
Public ways and facilities					
Miles of roads maintained	576	576	576	576	577
Health services & public assistance					
Average monthly medical clinic visits	2,957	3,379	3,936	4,078	5,257
Average monthly dental clinic visits	1,446	1,690	1,682	1,269	1,432
Average monthly food stamp recipients	49,551	45,336	42,575	39,152	36,079
Average monthly MediCal beneficiaries	137,715	127,576	115,789	103,360	105,487
Average monthly CalWorks cash assistance recipients	8,147	7,379	7,464	8,088	8,400
Average monthly General Relief recipients	295	237	212	406	453
Education and recreation					
Total circulation	1,969,509	1,856,043	1,335,062	1,390,589	1,889,095
Total circulation - SPLASHweb/SNAPweb	384,884	673,463	482,704	229,860	320,965
Number of library patrons	741,499	552,804	306,870	1,016,124	1,454,986
Number of parks	4	4	4	4	4
Number of park visitors	220,000	198,400	76,614	139,260	196,813
Nut Tree Airport					
Takeoffs and landings	87,250	87,125	85,000	94,600	109,400
Internal service					
Number of Fleet Vehicles	589	585	600	533	532
Number of Annual Fleet Miles Driven	4,220,864	3,957,131	4,289,143	3,852,168	3,897,912

Information based on calendar year

* Significant decrease in Clerk-Recorder-Assessor - documents recorded was due to downturn in real estate market activity and higher interest rates.

Source: Various County departments

COUNTY OF SOLANO, CALIFORNIA
Operating Indicators by Function (Continued)
Last Ten Fiscal Years

Fiscal Year					
2018	2017	2016	2015	2014	
					Function/Program
					General government
115,419	137,913	124,640	121,225	110,113	Clerk-Recorder-Assessor - documents recorded
					Public protection
2,375	2,890	2,894	4,971	3,706	Number of felony cases filed-District Attorney #
6,400	7,295	5,084	5,302	4,469	Number of misdemeanor cases filed-District Attorney #
112	387	369	360	396	Number of juvenile petitions-District Attorney #
15,695	15,677	16,441	16,143	15,410	Number of Bookings-Sheriff
36	55	63	57	65	Average Daily Population-Juvenile Hall
6	7	13	12	19	Average Daily Population-New Foundation
-	-	-	-	-	Average Daily Population-Challenge Academy
32	45	55	53	73	Average Intake-Juvenile Hall
827	926	853	1,016	834	Number of building permits issued
					Public ways and facilities
578	577	577	577	578	Miles of roads maintained
					Health services & public assistance
5,226	5,456	5,270	5,419	4,897	Average monthly medical clinic visits
1,549	1,425	1,277	1,326	1,116	Average monthly dental clinic visits
40,410	43,683	48,773	43,668	42,583	Average monthly food stamp recipients
114,699	120,691	121,711	111,560	85,847	Average monthly MediCal beneficiaries
11,809	13,896	15,997	13,058	12,976	Average monthly CalWorks cash assistance recipients
438	465	589	722	747	Average monthly General Relief recipients
					Education and recreation
1,949,760	2,099,490	2,483,209	2,874,919	3,132,066	Total circulation
333,778	351,905	485,580	574,920	646,576	Total circulation - SPLACHweb/SNAPweb
1,290,796	1,323,372	1,445,360	1,556,383	1,606,769	Number of library patrons
4	4	4	4	4	Number of parks
217,900	191,730	183,653	194,793	190,916	Number of park visitors
					Nut Tree Airport
106,500	104,500	105,000	104,886	102,515	Takeoffs and landings
					Internal service
532	513	507	472	458	Number of Fleet Vehicles
4,087,236	4,008,163	3,900,899	4,285,254	4,184,781	Number of Annual Fleet Miles Driven

Information based on calendar year

Source: Various County departments

COUNTY OF SOLANO, CALIFORNIA
Capital and Right-to-use Asset Statistics by Function
Last Ten Fiscal Years

Function/Program	Fiscal Year				
	2023	2022	2021	2020	2019
General government					
Buildings	¹ 20	19	19	19	18
Public protection					
Patrol units	34	38	32	32	33
Jail and detention facilities	4	4	4	4	4
Public ways and facilities					
Miles of roads [#]	576	576	576	576	577
Health services & public assistance					
Clinics & administration buildings	7	6	6	6	6
Education and recreation					
Branch libraries	9	9	9	8	8
Veterans buildings	6	6	6	6	6
Public parks acreage	1,254	1,254	1,254	1,254	1,254
Nut Tree Airport					
Number of runways	1	1	1	1	1
Number of Hangars	9	9	9	9	9
Right-to-use lease assets	48	40	-	-	-
Right-to-use SBITA assets	13	-	-	-	-

[#] Information based on calendar year

¹ New General Government building:

Rio Vista Corporation Yard (new modular office building) - 940 St. Francis Way, Rio Vista, CA 94571

There is a plan in 2024 to demolish the old, now unused office and existing garage structure and rebuilding a new garage along with connecting utilities in the same place.

Source: Various County departments

COUNTY OF SOLANO, CALIFORNIA
Capital and Right-to-use Asset Statistics by Function (Continued)
Last Ten Fiscal Years

Fiscal Year					
2018	2017	2016	2015	2014	
					Function/Program
					General government
18	18	18	17	17	Buildings
					Public protection
29	29	28	24	24	Patrol units
4	4	4	4	3	Jail and detention facilities
					Public ways and facilities
578	577	577	577	578	Miles of roads [#]
					Health services & public assistance
6	6	6	6	6	Clinics & administration buildings
					Education and recreation
8	8	8	8	8	Branch libraries
6	6	6	6	6	Veterans buildings
1,254	1,254	1,254	1,254	1,259	Public parks acreage
					Nut Tree Airport
1	1	1	1	1	Number of runways
7	7	7	7	7	Number of Hangars
-	-	-	-	-	Right-to-use lease assets
-	-	-	-	-	Right-to-use SBITA assets

[#] Information based on calendar year

Source: Various County departments

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