

Tax and Revenue Anticipation Notes Fund



Description

The City of San Diego issues Tax and Revenue Anticipation Notes ("TRANS") to provide interim financing for the City's General Fund operations when needed. Such notes are issued to address temporary cash flow shortfalls arising from the timing mismatch between receipt of revenues and expenditure obligations during the fiscal year.

Certain revenues of the City, including property taxes and other major revenue sources, are received several months into the fiscal year, while significant operating expenditures such as the City's pension contribution are generally incurred at the beginning of the fiscal year or more evenly throughout the year. The issuance of TRANS provides funds to bridge this timing mismatch and maintain adequate liquidity for the City's operations.

TRANS are short-term obligations payable from and secured by a pledge of certain unrestricted General Fund revenues, including the first revenues received by the City during the fiscal year in which the notes are issued, and are typically repaid from such revenues within the same fiscal year.

Tax and Revenue Anticipation Notes Fund

Department Summary

	FY2025 Actual	FY2026 Budget	FY2027 Adopted	FY2026-2027 Change
FTE Positions (Budgeted)	0.00	0.00	0.00	0.00
Personnel Expenditures	\$ -	\$ -	\$ -	\$ -
Non-Personnel Expenditures	-	-	17,148,000	17,148,000
Total Department Expenditures	\$ -	\$ -	\$17,148,000	\$17,148,000
Total Department Revenue	\$ -	\$ -	\$17,148,000	\$17,148,000

Tax and Revenue Anticipation Notes Fund

Department Expenditures

	FY2025 Actual	FY2026 Budget	FY2027 Adopted	FY2026-2027 Change
Tax and Revenue Anticipation Notes Fund	\$ -	\$ -	\$17,148,000	\$17,148,000
Total	\$ -	\$ -	\$17,148,000	\$17,148,000

Budget Adjustments

	FTE	Expenditures	Revenue
Tax and Revenue Anticipation Note (TRAN) Issuance	-	\$17,148,000	\$17,148,000
Addition of non-personnel expenditures and revenue associated with the issuance of a TRAN.			
Total	0.00	\$17,148,000	\$17,148,000

Expenditures by Category

	FY2025 Actual	FY2026 Budget	FY2027 Adopted	FY2026-2027 Change
NON-PERSONNEL EXPENDITURES				
Contracts & Services	-	-	948,000	948,000
<i>External Contracts & Services</i>	-	-	948,000	948,000
Debt Expenses	-	-	16,200,000	16,200,000
NON-PERSONNEL SUBTOTAL	-	-	17,148,000	17,148,000
Total	\$ -	\$ -	\$17,148,000	\$17,148,000

Revenues by Category

	FY2025 Actual	FY2026 Budget	FY2027 Adopted	FY2026-2027 Change
Revenue from Use of Money and Property	\$ -	\$ -	\$7,928,280	\$7,928,280
Transfers In	-	-	9,219,720	9,219,720
Total	\$ -	\$ -	\$17,148,000	\$17,148,000

Tax and Revenue Anticipation Notes Fund

Revenue and Expense Statement (Non-General Fund)

Tax Revenue Anticipation Note Fund	FY 2025 ACTUAL	FY 2026* BUDGET	FY 2027** ADOPTED
BEGINNING BALANCE AND RESERVES			
Balance from Prior Year	\$ -	\$ -	\$ -
TOTAL BALANCE AND RESERVES	\$ -	\$ -	\$ -
REVENUE			
Revenue from Use of Money and Property	\$ -	\$ -	\$ 7,928,280
Transfers In	-	-	9,219,720
TOTAL REVENUE	\$ -	\$ -	\$ 17,148,000
TOTAL BALANCE, RESERVES, AND REVENUE	\$ -	\$ -	\$ 17,148,000
OPERATING EXPENSE			
Contracts & Services	\$ -	\$ -	\$ 948,000
Debt Expenses	-	-	16,200,000
TOTAL OPERATING EXPENSE	\$ -	\$ -	\$ 17,148,000
TOTAL EXPENSE	\$ -	\$ -	\$ 17,148,000
BALANCE	\$ -	\$ -	\$ -
TOTAL BALANCE, RESERVES, AND EXPENSE	\$ -	\$ -	\$ 17,148,000

*At the time of publication, audited financial statements for Fiscal Year 2026 were not available. Therefore, the Fiscal Year 2026 column reflects final budgeted revenue and expense amounts from the Fiscal Year 2026 Adopted Budget, while the beginning Fiscal Year 2026 balance amount reflects the audited Fiscal Year 2025 ending balance.

**Fiscal Year 2027 Beginning Fund Balance reflects the projected Fiscal Year 2026 Ending Fund Balance based on updated Revenue and Expenditures projections for Fiscal Year 2026.