



San Bernardino County
State of California

ANNUAL

COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025
ENSEN MASON CPA, CFA
Auditor-Controller/Treasurer/Tax Collector

ANNUAL COMPREHENSIVE FINANCIAL REPORT YEAR ENDED JUNE 30, 2025

SAN BERNARDINO COUNTY
CALIFORNIA
1853



Supervisor Col. Paul Cook (Ret.)	First District
Supervisor Jesse Armendarez	Second District
Supervisor Dawn Rowe, Chairman	Third District
Supervisor Curt Hagman	Fourth District
Supervisor Joe Baca, Jr, Vice Chairman	Fifth District

Luther Snoke - Chief Executive Officer

Prepared by the Office of the Auditor-Controller/Treasurer/Tax Collector
Ensen Mason, Auditor-Controller/Treasurer/Tax Collector

**SAN BERNARDINO COUNTY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
JUNE 30, 2025**

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INTRODUCTORY SECTION





March 11, 2026

Citizens of San Bernardino County

Honorable Board of Supervisors
385 North Arrowhead Avenue
San Bernardino, CA 92415-0110

Citizens of San Bernardino County and Honorable Board Members:

The Annual Comprehensive Financial Report of San Bernardino County, California for the fiscal year ended June 30, 2025, is submitted herewith in compliance with Section 25253 of the California Government Code and Article V, Section 8, of San Bernardino County's Charter.

The accompanying Basic Financial Statements were prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board, the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Responsibility for the accuracy of the presented data and the completeness and fairness of its presentation, including all disclosures, rests with the management of San Bernardino County (County). The County has established a system of internal control to provide reasonable – but not absolute – assurance that assets are safeguarded against loss or unauthorized disposition, and to provide reliable records for preparing financial statements and maintaining accountability for assets. We believe the data is presented in a manner which fairly sets forth the financial position and results of County operations, and that all disclosures necessary to enable the reader to gain a full understanding of the County's financial activities have been included.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget 2 CFR Part 200 – *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Information related to the single audit, including the schedule of expenditures of federal awards, schedule of findings and questioned costs, and the independent auditor's report on compliance and internal control are published separately from this report.

INDEPENDENT AUDIT

The County's financial statements have been audited by independent auditors The Pun Group LLP, Certified Public Accountants. The independent auditors have issued an unmodified (clean) opinion on the County's basic financial statements for the year ending June 30, 2025. The Independent Auditor's Report is included in the Financial Section, which is an integral part of this Annual Comprehensive Financial Report located on page [25](#) of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the financial statements. MD&A complements this transmittal letter and should be read in conjunction with it.

SAN BERNARDINO COUNTY

LETTER OF TRANSMITTAL

Dated March 11, 2026

THE REPORTING ENTITY AND ITS SERVICES

The County, located in Southern California, was established by an act of the State Legislature on April 26, 1853, forming the County from parts of Los Angeles, San Diego, and Mariposa Counties. The County is a charter law county divided into five supervisorial districts based on population. The County encompasses an area of over 20,160 square miles and includes 24 incorporated cities. In terms of land area, it is the largest county in the contiguous United States. The County is the fifth most populous of the 58 counties in California. According to the State of California Department of Finance as of May 2025, the County's population estimate at January 1, 2025 was 2.2 million, which remained consistent with the January 1, 2024 estimate of 2.2 million.

The County provides a wide range of services to its residents, including police protection, criminal prosecution, medical and health services, education, senior citizen assistance, roads, library services, support for judicial institutions, airport services, cultural and environmental services, parks, and a variety of public assistance programs. Special districts and county service areas provide services to remote geographical areas and rapidly growing communities. These services include fire protection, parks, flood control, water, sewer, sanitation, street lighting, and roads.

The accompanying Basic Financial Statements include all County organizations and entities, functions, and activities for which the County Board of Supervisors is financially accountable. Also included are numerous self-governed school and special district funds for which the County acts as depository. The financial reporting for these entities, which are not governed by and act independently of the County, is limited to reporting, as Investment and Private-Purpose Trust Funds, the total amount of cash, investments, and other assets collected for, disbursed by, and held for these entities. Also included is data for legally separate entities for which the County's Board of Supervisors is financially accountable, also known as component units. Blended component units are, in substance, part of the County's operations. Therefore, data from these units are combined with data of the County. The following entities are presented as blended component units in the basic financial statements for the year ended June 30, 2025: the San Bernardino County Fire Protection District, San Bernardino County Flood Control District, San Bernardino County Park and Recreation Districts, County Service Areas, In-Home Support Services (IHSS), Inland Counties Emergency Medical Agency (ICEMA), San Bernardino County Industrial Development Authority (COIDA), Inland Empire Public Facilities Corporation (IEPFC), and San Bernardino County Financial Authority (SBCFA). The Annual Comprehensive Financial Report also includes one Fiduciary component unit, San Bernardino County Employees' Retirement Association (SBCERA) and one discretely presented component unit, First 5 San Bernardino.

INTERNAL AND BUDGETARY CONTROLS

The County's internal accounting control system exists to provide reasonable – but not absolute – assurance that assets are safeguarded against loss or unauthorized disposition, and to provide reliable records for preparing financial statements and maintaining accountability for assets because the cost of a control should not exceed the benefits to be derived. The Auditor-Controller/Treasurer/Tax Collector's Auditor Division actively participates in evaluating and improving the internal control processes of County departments.

As a recipient of federal and state financial awards, the County is also responsible for ensuring that an adequate internal control structure is in place to assure compliance with applicable laws and regulations related to public assistance programs. This internal control structure is subject to periodic evaluation by management and internal audit staff.

SAN BERNARDINO COUNTY

LETTER OF TRANSMITTAL

Dated March 11, 2026

The County uses the modified accrual basis of accounting for its Governmental Funds. Revenues are recognized when they become measurable and available to finance operations of the year. Expenditures are generally recognized when the related fund liability is incurred, except for principal and interest on long-term obligations, which is recognized when payment is due. The accrual basis of accounting is used for all Proprietary Fund Types and the Fiduciary Funds. Revenues are recognized when they are earned and become measurable and expenses are recorded when they are incurred.

The objective of budgetary control is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the County's Board of Supervisors. Budgets are adopted for the General Fund, certain Special Revenue Funds, Debt Service Funds, and Capital Project Funds. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is maintained at the appropriation unit level. Encumbrance accounting is utilized to assure effective budgetary control. Purchase orders and contracts are reviewed and a determination is made that valid and sufficient appropriations exist for payment of ordered goods and services. Encumbrances outstanding at year-end do not constitute expenditures or liabilities. Unencumbered appropriations expire at year-end and encumbrances outstanding at that time are included within restricted, committed, or assigned fund balance, as appropriate.

MAJOR INITIATIVES

The County aims to continue its proven strategy of prudent budgeting, reduced volatility, and stable community investment while being aware of and prepared for the effects of market fluctuations and federal funding reductions affecting County services and the local economy. The County continues to engage in measures to protect the health and safety of the community and is committed to the safe continuity of operations of essential governmental services. These, along with other programs and projects that will be undertaken in the upcoming year; include the following:

- San Bernardino County is prioritizing critical capital improvements, with a focus on investing in modern, well-maintained facilities and addressing deferred maintenance to help prevent more costly repairs in the future. To advance these efforts, the County has set aside \$29.4 million in one-time General Fund resources and \$3.7 million in reserve usage to fund several priority capital projects.
- The County is investing \$20.0 million from the General fund to support high-priority Public Works initiatives that strengthen critical community infrastructure. This investment will support the County's goals of maintaining and improving quality roads and bridges, upgrading wastewater facilities, addressing deferred maintenance needs, and enhancing other essential public works infrastructure to ensure communities remain safe, livable, and economically viable.
- The County has allocated \$20.0 million in one-time General Fund resources and \$2.1 million in ongoing General Fund resources to strengthen election administration and oversight. This funding will support the Registrar of Voters in conducting the 2026 Gubernatorial General Election and the June Statewide Primary, provide resources for the Campaign Accountability Commission, and establish a reserve to address unforeseen election-related expenses.
- The County has set aside \$2.7 million in one-time General Fund resources and \$1.6 million in ongoing General Fund support to meet community service needs. This funding will enhance public amenities, strengthen public safety and disaster preparedness efforts, and support improved animal care services.

SAN BERNARDINO COUNTY LETTER OF TRANSMITTAL

Dated March 11, 2026

ECONOMIC CONDITION AND OUTLOOK

Overview

San Bernardino County's local economy is continuing to hold steady despite higher than average inflation (County 3.5% inflation vs. national average of 2.7%), coupled with a high interest rate environment (Federal Funds Rate increased since 2022 (0%) and remains at the higher levels (4.25% to 4.50%)). Population growth driven by the County's affordable housing has supported overall labor growth over the last year. These factors have helped contribute to increases in assessed valuations and corresponding property tax for the County.

The September 2025 unemployment rate in the county was 5.7%, just above the state's 5.6%. The September 2025 release of data for the 2024 American Community Survey showed that while employment was expanding, the county's poverty rate fell significantly from 19% in 2015 to 12.5% in 2024. With housing prices and industrial property rates have soared, the assessed valuation in the County grew at a rapid 6.0% from July 1, 2024 to June 30, 2025, bringing the total valuation to \$361.2 billion.

Population, Labor Growth, and Development

From 2019 through 2024, San Bernardino County saw an increase of 32,000 residents compared with a statewide decline of 119,837 residents. The County continues to see population growth largely due to its affordable housing compared to its neighboring counties.

As the population and employment has grown so have major developments that support the expansion of amenities for both businesses and residents. Major projects include:

- Brightline high-speed rail line from Rancho Cucamonga to Las Vegas broke ground in 2024 and continues to be in the early stages of construction. The \$12 billion investment is set to create 35,000 jobs, with more than \$10 billion economic impact. The line will lighten traffic on the key interstate route and allow commuters from the County's fast-growing High Desert area an alternative to driving to the large job centers along the County's western edge.
- The expansion of lanes along the I-10 freeway are well underway and will eventually allow the flow of commuter and truck traffic between the County and Los Angeles County to expand.
- In 2022, the Board of Supervisors approved the development by Howard Industrial Partners of the Bloomington Business Park, with three warehouses to contain a total of 2.1 million sq. feet. The project should result in \$20 million worth of new infrastructure, with an estimated 2,117 employees onsite, seven days per week during development.
- Fontana Auto Club Speedway is being replaced by a multi-million-dollar logistic hub. It will include a 6.6 million square feet logistic facility called the Speedway Commerce Center. The Auto Club Speedway will retain 90 acres for a new short track.
- If approved, AB385 could allow San Bernardino County to exchange land it owns at Glen Helen Regional Park provided the land is replaced with a new park. This could allow a proposed multi-use project to be developed that would feature a new hotel, shopping center, fitness center, restaurants, and additional recreational opportunities.

Assessed Valuation

In the second quarter calendar year of 2025, the average median price in San Bernardino County was \$493,300. The median home price for Riverside County is \$639,333, Los Angeles County \$863,133, and the County of Orange \$1,435,650. Homebuyers still find San Bernardino County affordable compared to other

SAN BERNARDINO COUNTY LETTER OF TRANSMITTAL

Dated March 11, 2026

Southern California areas. In the second quarter of 2025 data from California Association of Realtors show that 29% of the County's households can afford to purchase a median-priced, single family home.

Retail Sales

Also important to the funding of local governments, San Bernardino County's retail sales increased 0.02% in 2024 with total taxable sales reaching \$58.8 billion. This is a 36.0% rise in taxable sales from 2020-2024. That was 88.0% above the pre Great Recession high in 2006 (\$31.3 billion). In the first and second quarter of calendar year 2025, the County's taxable sales were up 0.61% and 3.67%.

LONG-TERM FINANCIAL PLANNING

Long-term financial planning is a strategic process that provides the information needed to establish five-year budget solutions, and financial policies that address the needs of the County and its residents while maintaining fiscal strength. The County maintains a multi-year financial forecast that projects ongoing discretionary revenues and expenditures of the General Fund. This forecast establishes a framework for use in decision making by highlighting significant issues that must be addressed to maintain a structurally balanced budget. This forecast assists the County in understanding the fiscal challenges ahead and the need to establish priorities.

The County's five-year financial forecast identifies key factors that affect the County's fiscal outlook. This includes changes in major revenue streams such as property tax, and changes in costs due to retirement assumptions, Memoranda of Understanding (MOUs) with employee groups, and impacts from the State budget.

The County has established several general fund reserves for long-term financial planning purposes and to protect from economic uncertainty, including potential volatility and funding changes at the federal and state levels. This includes a general purpose reserve which holds funds to protect the County from unforeseen increases in expenditures or reductions in revenues, or other extraordinary events which could adversely impact the fiscal health of the County. Specific purpose reserves are created to meet identified future obligations and to fund capital projects.

The County's five-year Capital Improvement Program (CIP) is reviewed annually and revised to reflect current circumstances and opportunities. The review identifies and prioritizes capital projects, estimates capital requirements, coordinates their necessary financing and timing, and estimates operational expenses of the project subsequent to completion. The County allocates base funding in the amount of \$17.0 million annually for maintenance and non-major projects.

In recent years, the County cash funded major capital projects detailed below:

- County Buildings Acquisition and Retrofit Project
- San Bernardino County Animal Care Center
- 800 MHz Upgrade Project
- Information Services Department building and improvements
- Sheriff SED Tilt-up Building Construction acquisition (in progress)
- Sheriff Victor Valley Station Remodel (in progress)
- Sheriff 364 North Mountain View Improvements (in progress)

Construction of the projects listed above are currently in progress except as noted above.

SAN BERNARDINO COUNTY

LETTER OF TRANSMITTAL

Dated March 11, 2026

RELEVANT FINANCIAL POLICIES

Fund Balance and Reserve Policy

The County has established a number of General Fund reserves for a variety of purposes. On June 28, 2011, the Board of Supervisors revised the County policy that provides guidelines and goals for reserve levels. This revision calls for a general purpose reserve targeted at 20% of locally funded appropriation built up with one-time sources until the established target is achieved. This general purpose reserve is designed to protect the County from unforeseen increases in expenditures or reductions in revenues and other extraordinary events which could adversely impact its financial condition.

County policy also includes provisions for the creation of specific purpose reserves. Specific purpose reserves are created to meet identified future obligations and to fund capital projects. The County may redirect funds in any specific purpose reserve for another purpose. Specific purpose reserves are categorized as either Committed or Assigned Fund Balance in the County's Fund Balance and Reserve Policy.

County policy also requires the establishment of a contingency account targeted at a minimum of 1.5% of locally funded appropriation. This mandatory contingency account is designed to accommodate unanticipated operational changes, legislative impacts, or other economic events affecting the County's operations that could not reasonably have been foreseen at the time the budget was prepared. In addition to the mandatory contingency account, the County has two other types of contingencies:

Contingency for Uncertainties represents unallocated financing available from current year sources (both ongoing and one-time) that have not been set aside or contributed to reserves.

Ongoing Set-Aside Contingencies represent ongoing sources of financing that have been targeted for future ongoing program needs. The County has no Ongoing Set-Aside Contingencies in the 2025-26 Adopted Budget.

Investment Policy

The County Treasurer's investment policy allows for the purchase of a variety of securities with limitations as to exposure, maturity, and ratings, which vary with each security type. The composition of the portfolio will change over time as existing investments mature or are sold, and as new investments are made. The Treasury Pool provides monthly reporting of its assets by sector, duration, fair value, and other features to both the Treasury Oversight Committee, who reviews investment policy, and the County Board of Supervisors, who reviews and approves investment policy.

The County's investment policy prohibits investment in inverse floaters, range notes, interest only strips that are derived from a pool of mortgages, private placement notes or bonds, funding agreements, master notes, loan participation instruments or in any other instrument that could result in zero interest if held to maturity. Additionally, investments in mutual bond funds that do not maintain a constant Net Asset Value (NAV) are also prohibited.

The County believes that the Treasury Pool is prudently invested and that investments therein are scheduled to mature at the times and in the amounts that are necessary to meet the County's expenditures and other scheduled withdrawals. The Treasury Pool is rated AAAs/S1, the highest attainable safety and market sensitivity ratings by Fitch ratings. The Treasury Pool does not include investments in the Deferred Compensation program or the San Bernardino County Employees' Retirement Association, which are separately managed. The County utilizes a Countywide banking program, referred to as "Consolidated Banking", which accelerates the collection and deposit of monies by participating departments into the County Treasury, making them readily available for investment.

Debt Management Policy

The County's debt management policy minimizes the amount of outstanding debt necessary to fulfill its infrastructure and economic development responsibilities, while maintaining its ability to incur present and future debt at minimal interest rates. The County's debt policy provides the following general guidelines:

1) Debt will not be used to finance ongoing operational costs. However, debt may be used where economically efficient, to reduce or eliminate current long-term operational liabilities. 2) Whenever possible, the County shall pursue alternative sources of funding when cost effective in order to minimize the level of debt. 3) Whenever practical, voter approval on the method of debt shall be utilized.

The County maintains a Debt Advisory Committee (DAC) with the responsibility for oversight and review of all debt policy and debt issuance activities. DAC makes recommendations to the Board of Supervisors regarding appropriate actions on debt matters.

CERTIFICATE OF ACHIEVEMENT AND AWARDS

Financial Reporting Certificate of Achievement: 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 for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024. This was the thirty-seventh consecutive year that the County received this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, the contents of which must conform to certificate program standards. Such reports must satisfy 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 report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

Popular Financial Reporting Award: The County also received the GFOA's Award for Outstanding Achievement in Popular Annual Financial Reporting for its Popular Annual Financial Report for the fiscal year ended June 30, 2024. This was the nineteenth consecutive year that the County has received this prestigious award. In order to receive this award, a government unit must publish a Popular Annual Financial Report, the contents of which must conform to program standards of creativity, presentation, understandability, and reader appeal.

Acknowledgments

The preparation of the Annual Comprehensive Financial Report and its timely issuance is the result of a concentrated, dedicated, and coordinated effort by the entire Auditor-Controller/Treasurer/Tax Collector staff. I would like to acknowledge the special efforts of the General Accounting, Internal Audits, and Management Services sections, and of our independent auditors, The Pun Group LLP, for their assistance in the report preparation. I would also like to thank all County departments who have participated in its preparation.

Respectfully submitted,

Ensen Mason CPA, CFA



Auditor-Controller/Treasurer/Tax Collector
San Bernardino County

SAN BERNARDINO COUNTY DIRECTORY OF COUNTY OFFICIALS

Directory of Elected County Offices

COUNTY SUPERVISOR, FIRST DISTRICT	COL. PAUL COOK (RET.)
COUNTY SUPERVISOR, SECOND DISTRICT	JESSE ARMENDAREZ
COUNTY SUPERVISOR, THIRD DISTRICT (CHAIRMAN)	DAWN ROWE
COUNTY SUPERVISOR, FOURTH DISTRICT	CURT HAGMAN
COUNTY SUPERVISOR, FIFTH DISTRICT (VICE CHAIRMAN)	JOE BACA, JR.
ASSESSOR/RECORDER/COUNTY CLERK	JOSIE GONZALES
AUDITOR-CONTROLLER/TREASURER/TAX COLLECTOR	ENSEN MASON
DISTRICT ATTORNEY	JASON ANDERSON
SHERIFF/CORONER/PUBLIC ADMINISTRATOR	SHANNON D. DICUS

SAN BERNARDINO COUNTY DIRECTORY OF COUNTY OFFICIALS

Directory of Appointed County Offices

AGING AND ADULT SERVICES	(909) 891-3917	SHARON NEVINS
AGRICULTURE/WEIGHTS & MEASURES	(909) 387-2115	BRADY GERGOVICH
AIRPORTS	(909) 387-8820	BRETT GODOWN
ARROWHEAD REGIONAL MEDICAL CENTER	(909) 580-6150	ANDREW GOLDFRACH
BEHAVIORAL HEALTH (INTERIM)	(909) 252-5142	JOSH DUGAS
CHIEF EXECUTIVE OFFICER	(909) 387-5417	LUTHER SNOKE
CHIEF FINANCIAL OFFICER	(909) 387-5423	MATTHEW ERICKSON
CHILD SUPPORT SERVICES	(909) 478-7471	AMY COUGHLIN
CHILDREN AND FAMILY SERVICES	(909) 658-1181	JEANY GLASGOW
CLERK OF THE BOARD OF SUPERVISORS	(909) 387-3848	LYNNA MONELL
COMMUNITY DEVELOPMENT AND HOUSING	(909) 382-3983	CARRIE HARMON
COUNTY COUNSEL	(909) 387-3267	LAURA FEINGOLD
COUNTY LIBRARY	(909) 387-2262	MELANIE OROSCO
COUNTY MUSEUM	(909) 798-8601	DAVID MYERS
ECONOMIC DEVELOPMENT AGENCY	(909) 387-4460	DEREK ARMSTRONG
FIRE PROTECTION DISTRICT	(909) 387-5779	DAN MUNSEY
FLEET MANAGEMENT	(909) 387-7870	MARK MCCULLOUGH
HUMAN RESOURCES	(909) 387-5569	LEO GONZALEZ
HUMAN SERVICES	(909) 388-0332	GILBERT RAMOS
INNOVATION AND TECHNOLOGY	(909) 388-0556	LYNN FYHRLUND
INLAND COUNTIES EMERGENCY MEDICAL AGENCY	(909) 388-5805	DANIEL MUNOZ
LABOR RELATIONS	(909) 387-9632	VACANT
LAND USE SERVICES	(909) 387-4431	MIGUEL FIGUEROA
OFFICE OF HOMELESS SERVICES	(909) 501-0610	MARCUS DILLARD
PRESCHOOL SERVICES	(909) 383-2005	ARLENE MOLINA
PROBATION	(909) 387-5693	TRACY REECE
PUBLIC DEFENDER	(909) 382-3940	THOMAS SONE
PUBLIC HEALTH	(909) 387-9146	JOSH DUGAS
PUBLIC WORKS	(909) 387-7906	NOEL CASTILLO
PURCHASING	(909) 387-2073	PETE MENDOZA
REAL ESTATE SERVICES	(909) 387-5110	TERRY THOMPSON
REGIONAL PARKS	(909) 387-2340	BEAHTA DAVIS
REGISTRAR OF VOTERS	(909) 387-2100	JOANI FINWALL
RISK MANAGEMENT (INTERIM)	(909) 386-8621	REBECCA SUAREZ
TRANSITIONAL ASSISTANCE DEPARTMENT	(909) 386-9708	JAMES LOCURTO
VETERANS AFFAIRS	(909) 382-3288	MATTHEW KNOX
WORKFORCE DEVELOPMENT	(909) 387-9862	BRADLEY GATES

THE PEOPLE OF SAN BERNARDINO COUNTY





Government Finance Officers Association

**Certificate of Achievement
for Excellence
in Financial
Reporting**

Presented to

**San Bernardino County
California**

For its Annual Comprehensive Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO





FINANCIAL SECTION







INDEPENDENT AUDITOR'S REPORT



Honorable Board of Supervisors
San Bernardino County, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the San Bernardino County, California (the "County"), as of and for the year ended June 30, 2025, and the related notes to the basic financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2025, 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.

We did not audit the financial statements of the San Bernardino County Flood Control District (Flood Control District), the financial statements of the San Bernardino County Redevelopment Successor Agency Private-Purpose Trust Fund (Successor Agency), the financial statements of the First 5 San Bernardino Children and Families Commission (First 5 Commission), or the financial statements of the San Bernardino County Employees' Retirement Association (Pension Trust) which collectively represent the following percentages of assets, net position/fund balance, and revenues of the following opinion units as of and for the year ended June 30, 2025:

Opinion Unit	Assets	Net Position/ Fund Balance	Revenues
Governmental Activities	8.05%	11.13%	2.16%
Aggregate Remaining Fund Information	58.04%	59.74%	8.76%
Discretely Presented Component Unit	100.00%	100.00%	100.00%

Those statements were audited by other auditors whose report has been furnished to us, and our opinions, insofar as it relates to the amounts included for the Flood Control District, Successor Agency, First 5 Commission, and Pension Trust, are based solely on the report of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 the 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

Change in Accounting Principle

As discussed in Note 23 to the financial statements, the County implemented Governmental Accounting Standards Board ("GASB") Statement No. 101, *Compensated Absences*, effective July 1, 2024. The implementation of this standard required the County to change its method of accounting for compensated absences and resulted in a restatement of beginning net position as of July 1, 2024. Our opinion is 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 auditing standards generally accepted in the United States of America 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 auditing standards generally accepted in the United States of America 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, the Schedule of the County's Proportionate Share of the Net Pension Liability, and the Schedule of the County's Contributions, as listed in the accompanying table of contents, be presented to supplement the basic financial statements. Such information, 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 auditing standards generally accepted 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 San Bernardino County's basic financial statements. The Combined and 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 auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the reports of other auditors, the Combined and 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 basic 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.

Honorable Board of Supervisors
San Bernardino County, California

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 11, 2026, on our consideration of 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 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 County's internal control over financial reporting and compliance.

The PwC Group, LLP

Santa Ana, California
March 11, 2026





MANAGEMENT'S DISCUSSION AND ANALYSIS



SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

This section of the County's annual financial report presents a discussion and analysis of the County's financial performance during the fiscal year ended June 30, 2025. Please read it in conjunction with the transmittal letter at the front of this report and the County's Basic Financial Statements following this section.

FINANCIAL HIGHLIGHTS

(Amounts in thousands)

- The County's unrestated total net position increased by \$811,968. The net increase is attributable to the \$730,672 increase in governmental activities net position and the \$81,296 increase in business-type activities net position.
- As of June 30, 2025, the County Governmental Funds reported combined fund balances of \$5,536,887, an increase of \$443,917 in comparison with the prior year. Amounts available for spending include *restricted, committed, assigned, and unassigned fund balances*; these totaled \$5,466,001 or 98.72% of the ending fund balance. Of this amount, \$2,623,142 is restricted by law or externally imposed requirements, and \$672,339 is committed for specific purposes.
- At the end of the fiscal year, amounts available for spending for the General Fund totaled \$2,674,352 or 64.90% of total General Fund expenditures. This is an increase of \$115,979 in comparison with the prior year.
- At the end of the fiscal year, the County's total capital assets (net of accumulated depreciation and amortization) increased by \$263,031 and 7.91% in comparison with the prior year (See further detail on page [48](#)).
- At the end of the fiscal year, the County's total long-term obligations decreased by 23,319 and 3.31% in comparison with the prior year. (See further detail on page [48](#)).

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 are comprised of three components; 1) Government-Wide Financial Statements; 2) Fund Financial Statements and 3) Notes to the Basic Financial Statements.

Government-Wide Financial Statements are designed to provide readers with a broad overview of County finances, in a manner similar to a private-sector business. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the County using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The statement of net position presents information on all County assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between them 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 net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., uncollectible taxes and earned but unused vacation leave).

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

Both of these Government-Wide financial statements distinguish between the 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 part of their costs through user fees and charges (business-type activities). The County's governmental activities include General Government, Public Protection, Public Ways and Facilities, Health and Sanitation, Public Assistance, Education, and Recreation and Cultural Services. The County's business-type activities include Medical Center, Waste Systems Division, the County Service Areas (water, sewer, sanitation), and other nonmajor enterprise funds (i.e. Museum Gift Shop).

Component units are blended in the basic financial statements and consist of legally separate entities for which the County is financially accountable. They share substantially the same board as the County and have an operational or financial relationship with the County. The following component units have been blended into the basic financial statements: Fire Protection District, Flood Control District, Park and Recreation Districts, County Service Areas, various Joint Powers Authorities (JPAs), Inland Empire Public Facilities Corporation, and San Bernardino County Financing Authority. The County has one fiduciary component unit, San Bernardino County Employees' Retirement Association (SBCERA).

The Government-Wide financial statements also include a discretely presented component unit, FIRST 5 of San Bernardino County. FIRST 5 is a discretely presented component unit as its governing body is not substantially the same as that of the County and FIRST 5 does not provide services entirely or almost entirely to the County but rather to the citizenry.

The government-wide financial statements can be found on pages 55-57 of this report.

Fund Financial Statements are groupings of related accounts that are 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 finance-related legal compliance. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary 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 that of 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 government'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 thirty-one individual governmental funds including two major 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 and the Capital Improvement Fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements located in a separate section in this report.

The governmental fund financial statements can be found on pages 62-65 of this report.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

Proprietary Funds include two types of funds, enterprise and internal service. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide statements. Enterprise funds are used to account for the Medical Center, Waste Systems Division, the County Service Areas (water, sewer, sanitation), and other enterprise funds (i.e. Museum Gift Shop). 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 to account for its general services group, consisting of printing services, central mail services, and surplus property, telecommunication services, computer operations including business solutions development, fleet management, risk management, and flood control equipment. 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 Medical Center and Waste Systems Division are considered to be major enterprise funds of the County. The County's six internal service fund activities are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds is provided in the form of combining statements in this report. Data from the other nonmajor enterprise funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor enterprise funds is provided in the form of combining statements located in a separate section of this report.

The proprietary fund financial statements can be found on pages 67-71 of this report.

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

The fiduciary fund financial statements can be found on pages 75-76 of this report.

Notes to the Basic Financial Statements provide additional information that is essential to a full understanding of the data provided in the Government-Wide and Fund financial statements.

The notes can be found on pages 80-169 of this report.

Required Supplementary Information and Supplemental Information

The **Required Supplementary Information** provides the County's proportionate share of the net pension liabilities and related ratios, and employer contributions to the pension plan, plan.

Required supplementary information can be found on pages 174-176 of this report.

The **Supplemental Information** section of this report contains the combining statements and budgetary comparison schedules. This section provides additional information to the users of these financial statements.

The supplemental information section can be found on pages 183-263 of this report.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025
(Amounts in thousands)

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources by \$7,797,030 at the close of the most recent fiscal year.

	Governmental Activities		Business-Type Activities		Total	
	2025	2024*	2025	2024*	2025	2024*
Assets						
Current and Other Assets	\$ 6,887,349	\$ 6,339,587	\$ 1,010,759	\$ 944,145	\$ 7,898,108	\$ 7,283,732
Capital Assets	3,006,407	2,750,425	580,129	573,080	3,586,536	3,323,505
Total Assets	9,893,756	9,090,012	1,590,888	1,517,225	11,484,644	10,607,237
Deferred Outflows of Resources	761,741	822,961	129,447	145,737	891,188	968,698
Liabilities						
Current and Other Liabilities	573,597	535,972	97,585	99,828	671,182	635,800
Long-Term Liabilities	2,947,958	2,963,789	734,512	747,871	3,682,470	3,711,660
Total Liabilities	3,521,555	3,499,761	832,097	847,699	4,353,652	4,347,460
Deferred Inflows of Resources	196,648	206,590	28,502	36,823	225,150	243,413
Net Position:						
Net Investment in Capital Assets	2,560,261	2,360,041	433,311	388,424	2,993,572	2,748,465
Restricted	2,800,064	2,534,608	23,859	27,839	2,823,923	2,562,447
Unrestricted	1,576,969	1,311,973	402,566	362,177	1,979,535	1,674,150
Total Net Position	\$ 6,937,294	\$ 6,206,622	\$ 859,736	\$ 778,440	\$ 7,797,030	\$ 6,985,062

*The 2024 amounts were not restated because it is not practicable to do so.

The largest portion of the County's net position of \$2,993,572 reflects the net investment in capital assets (e.g. land, land use rights, structures and improvements, equipment and software, and infrastructure); as well as capital-related deferred outflows of resources less any related debt used to acquire those assets that are still outstanding. The County uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the County's investment in capital assets is reported net of related debt, it should be noted that 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.

Restricted net position of \$2,823,923 represents another significant portion of County net position. These amounts are subject to external restrictions imposed by creditors, grantors, contributors, laws and regulation of other governments, and restrictions imposed by law through constitutional provisions and enabling legislation.

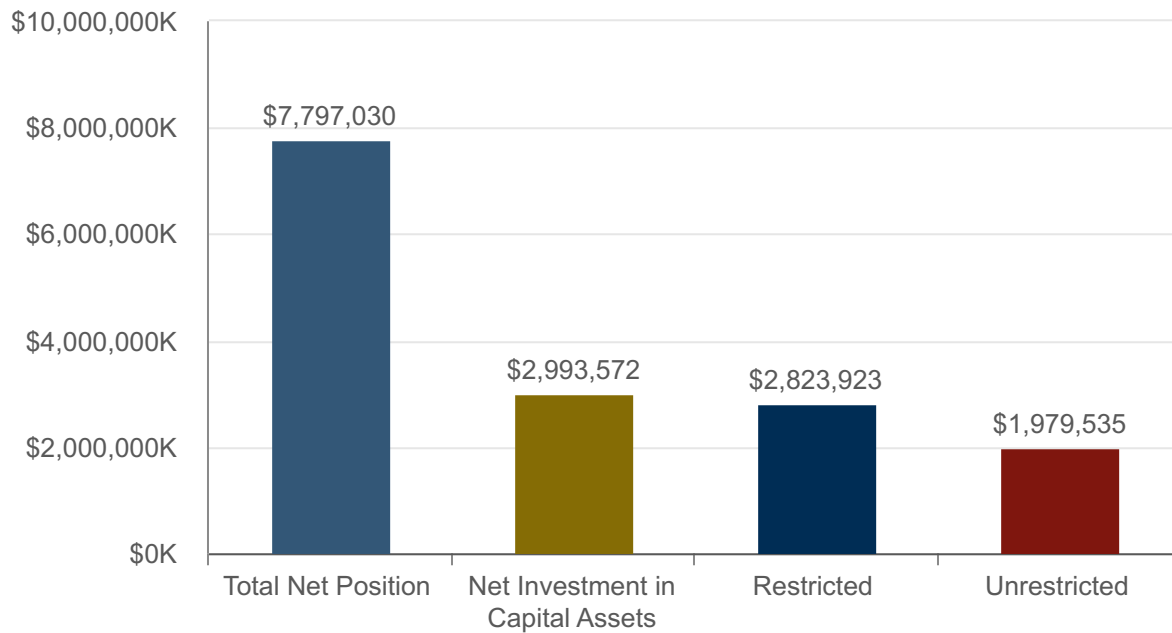
The final component of net position is unrestricted net position. Unrestricted net position represents resources that the County may use to meet its current and ongoing obligations to citizens and creditors. The overall unrestricted net position balance increased by 305,385 primarily as the result of an overall increase in current assets.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

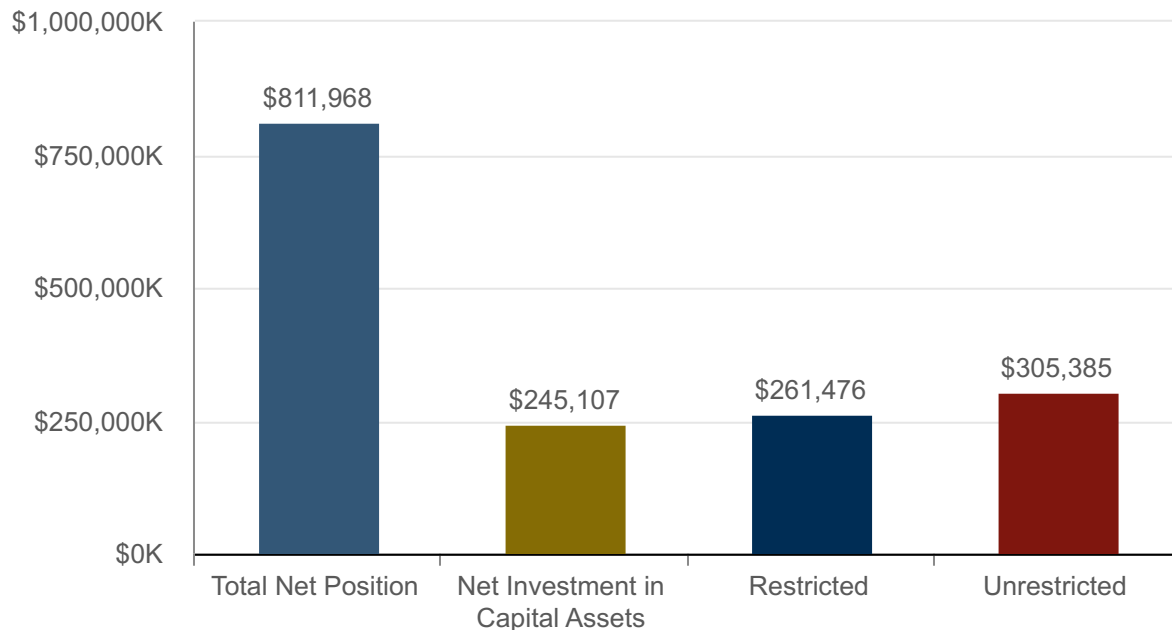
(Amounts in thousands)

COMPARED ANNUAL NET POSITION



The County's total net position increased by \$811,968 (an increase of \$730,672 in governmental activities plus an increase of \$81,296 in business-type activities) indicating that the County generated revenue sufficient to cover the cost of operations during the current fiscal year.

CHANGE IN NET POSITION



SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

The following table illustrates the changes in net position for governmental and business-type activities.

	Governmental Activities		Business-Type Activities		Total	
	2025	2024*	2025	2024*	2025	2024*
Revenues:						
Program Revenues						
Charges for Services	\$ 703,256	\$ 662,449	\$ 743,141	\$ 668,845	\$ 1,446,397	\$ 1,331,294
Operating Grants/Contributions	3,136,831	2,977,889	326,341	337,444	3,463,172	3,315,333
Capital Grants/Contributions	6,667	4,063	17,731	19,090	24,398	23,153
General Revenues						
Property Taxes, Levied for General Purposes	1,271,705	1,172,959	6,051	5,576	1,277,756	1,178,535
Public Safety Tax	280,831	281,728	—	—	280,831	281,728
Other Taxes	42,765	49,362	—	136	42,765	49,498
American Rescue Plan Act	47,335	234,924	—	—	47,335	234,924
Revenues from Use of Money and Property	241,640	226,743	23,074	19,426	264,714	246,169
Miscellaneous	70,378	60,247	15,429	23,133	85,807	83,380
Gain on Sale of Capital Assets	984	3,123	—	23	984	3,146
Total Revenues	5,802,392	5,673,487	1,131,767	1,073,673	6,934,159	6,747,160
Expenses:						
General Government	330,674	309,916	—	—	330,674	309,916
Public Protection	1,904,953	1,757,552	—	—	1,904,953	1,757,552
Public Ways and Facilities	131,377	137,447	—	—	131,377	137,447
Health and Sanitation	743,796	680,723	—	—	743,796	680,723
Public Assistance	1,774,719	1,662,922	—	—	1,774,719	1,662,922
Education	28,504	26,139	—	—	28,504	26,139
Recreation and Cultural Services	41,355	35,372	—	—	41,355	35,372
Interest on Long Term Debt	8,942	7,394	—	—	8,942	7,394
Medical Center	—	—	911,755	855,359	911,755	855,359
Waste Systems	—	—	114,442	103,079	114,442	103,079
Water, Sewer, and Sanitation	—	—	22,884	18,719	22,884	18,719
Others	—	—	81	93	81	93
Total Expenses	4,964,320	4,617,465	1,049,162	977,250	6,013,482	5,594,715
Excess (Deficiency) before Transfers	838,072	1,056,022	82,605	96,423	920,677	1,152,445
Transfers	(11,919)	(4,023)	11,919	4,023	—	—
Change in Net Position	826,153	1,051,999	94,524	100,446	920,677	1,152,445
Net Position – Beginning of Year, as Restated	6,111,141	5,154,623	765,212	677,994	6,876,353	5,832,617
Net Position – End of Year	\$ 6,937,294	\$ 6,206,622	\$ 859,736	\$ 778,440	\$ 7,797,030	\$ 6,985,062

*The 2024 amounts were not restated because it is not practicable to do so.

Net position within the Governmental Activities opinion unit increased from \$6,111,141 to \$6,937,294. The overall increase in net position is due to one-time and ongoing revenues exceeding related expenses.

Total revenues of County governmental activities increased primarily due to increases in Operating Grants/Contributions, Revenues from Use of Money and Property, and Property Taxes, Levied for General Purposes.

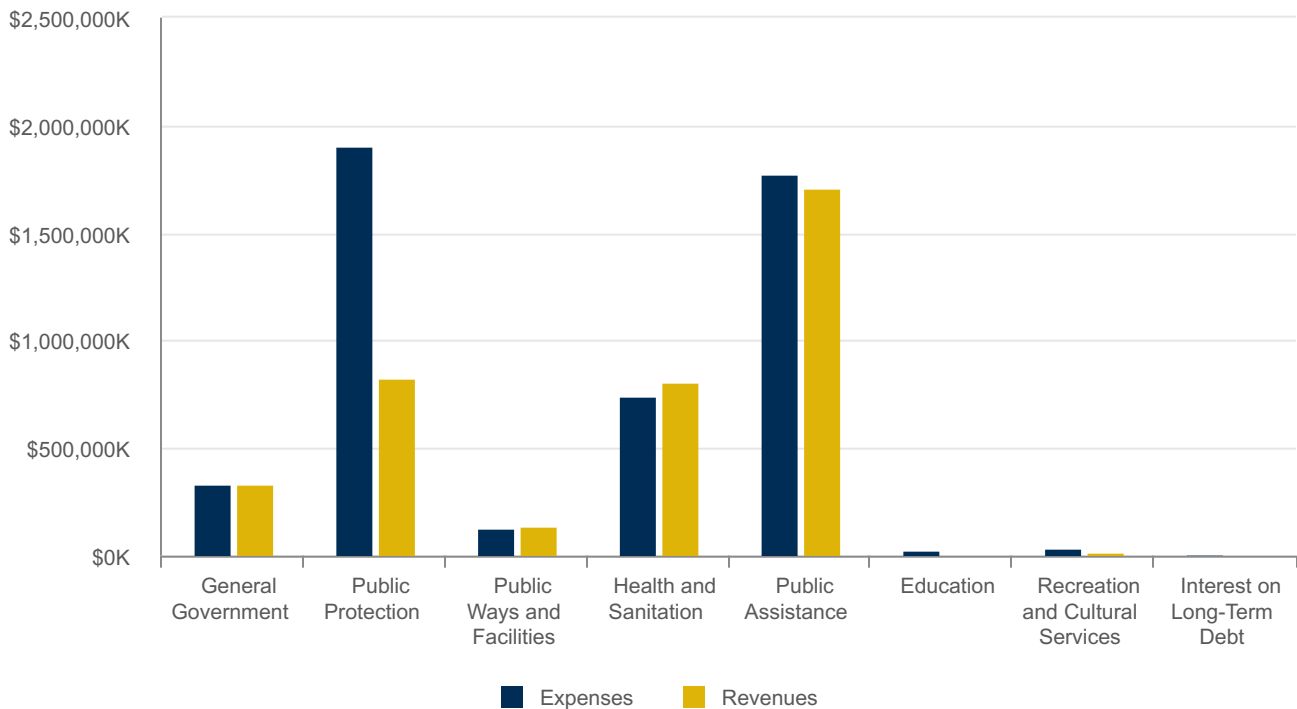
SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

Program expenses for County governmental activities increased in Public Protection, and Public Assistance primarily due to higher staffing costs driven by negotiated salary and benefit adjustments and increased in operating expenses across key operational groups. The Fire Protection District added 76 new positions to support emergency ambulance operations, service demands, and administrative needs. In addition, the Fire Protection District experienced increased cost associated with projects in the North Desert, Valley, and Mountain Regional service zones, including new fire station build outs, acquisitions, and renovations to new and existing fire stations. The Probation Department staffing cost increased due to negotiated MOU increases and Equity Adjustments previously approved. Operating expenses also increased as a result of the expansion of rehabilitative program services and Division of Juvenile Justice (DJJ) Reentry Program pursuant to Senate Bill 823, as well as the expansion of comprehensive treatment, education and vocational training services to support justice-involved individuals transitioning back into the community. The Department of Behavioral Health operational expenses increased largely due to renovations to crisis residential and crisis stabilization treatment facilities in the high desert and west valley regions, and to build a new Clubhouse facility in Needles that provides recovery and resilience services. The Human Services experienced increased staffing expenses due to the addition of 74 positions, primarily to support the Children and Family Services Welcoming Center. In addition, the Administrative Claim budget unit reported increased operating expenses to support additional mandated services, including vocational training for CalWORKS clients and housing assistance programs

EXPENSES AND PROGRAM REVENUES - GOVERNMENTAL ACTIVITIES

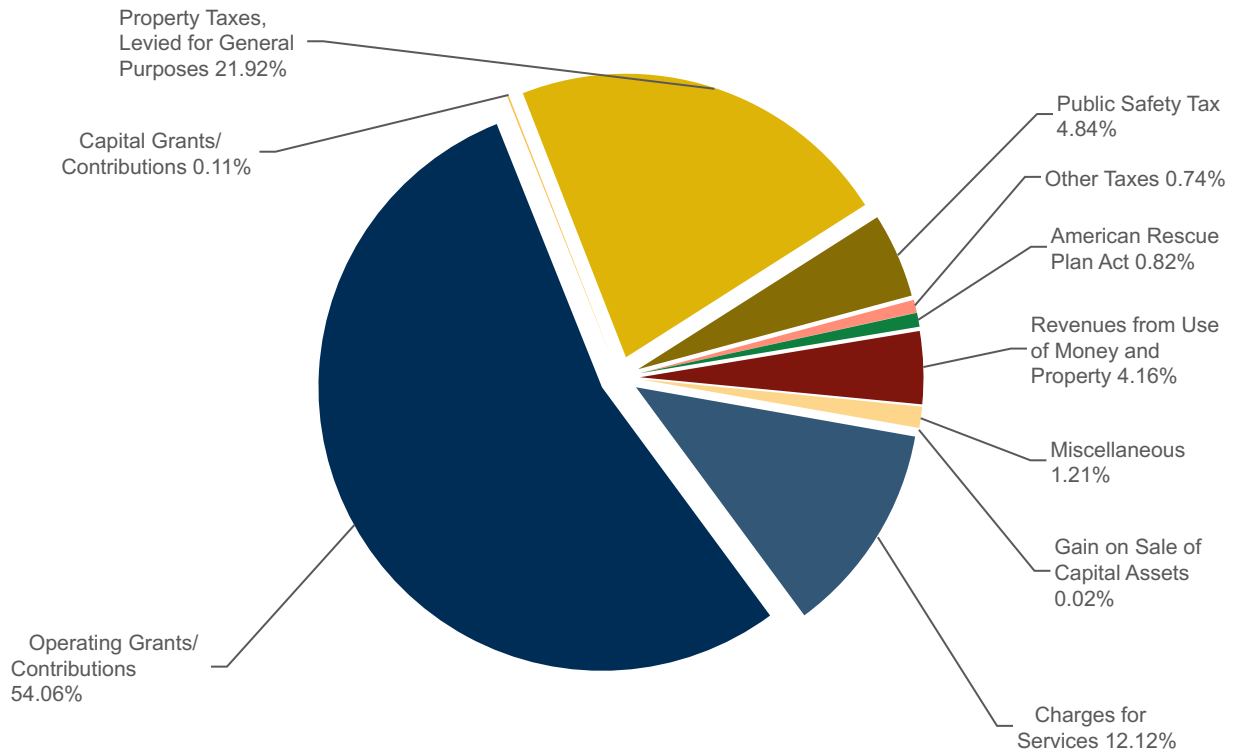


SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

REVENUES BY SOURCE - GOVERNMENTAL ACTIVITIES



Business-Type Activities increased the County's net position from \$765,212 to \$859,736. This is primarily due to program revenues exceeding related expenses.

Total revenues of County business-type activities increased primarily due to increases in Charges for Services.

Business-type activities expenses increased mainly due to the Medical Center's increased contract staffing levels in an effort to expand services for the Enhanced Care Management and Community Supports statewide programs. This includes negotiated MOU increases and the net increase of 13 positions to support operations of the hospital.

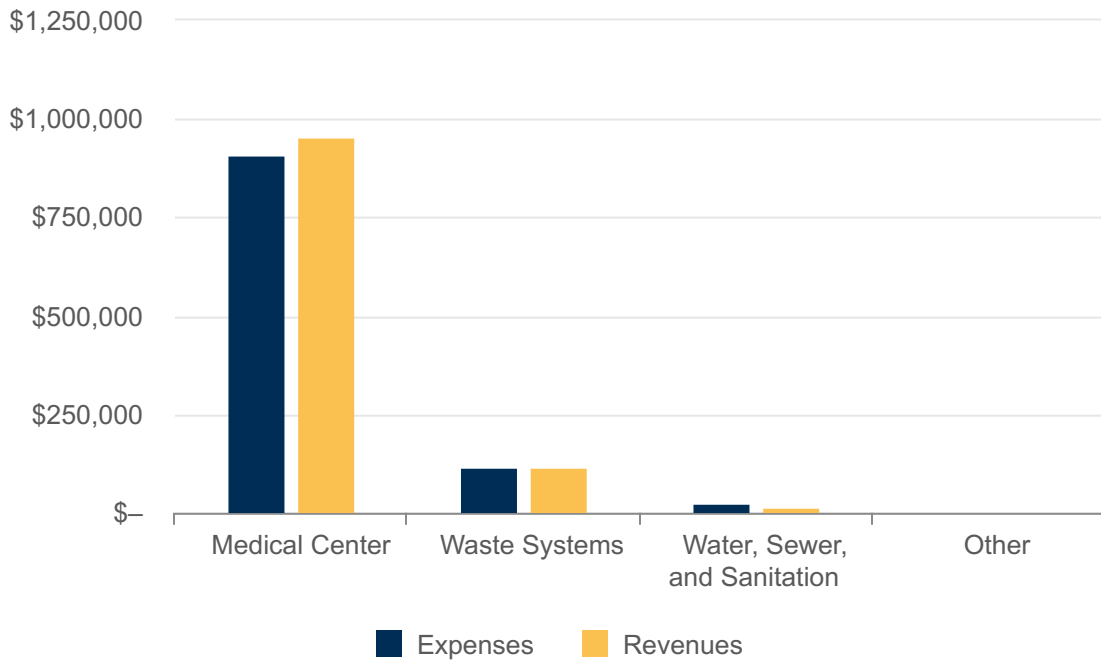
SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

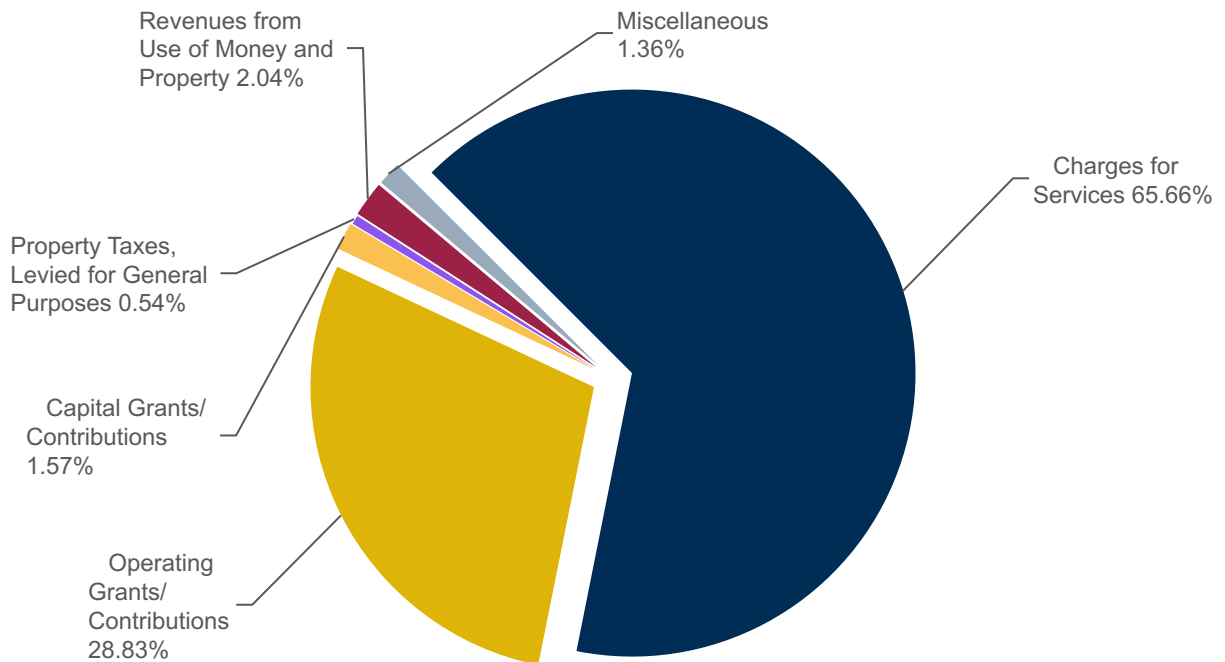
(Amounts in thousands)

The following table shows actual revenues and expenses for the current fiscal year:

EXPENSES AND PROGRAM REVENUES - BUSINESS-TYPE ACTIVITIES



EXPENSES AND PROGRAM REVENUES - GOVERNMENTAL ACTIVITIES



SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

FINANCIAL ANALYSIS OF COUNTY FUNDS

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

Governmental Funds: The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unrestricted fund balance, which includes committed, assigned, and unassigned fund balances, may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. Types of governmental funds include the General, Special Revenue, Debt Service, Capital Project, and Permanent Funds. Included in these funds are the special districts governed by the Board of Supervisors.

On June 30, 2025, the County's governmental funds reported a total fund balance of \$5,536,887, an increase of \$443,917, in comparison with the prior year. Approximately 47.4% of the total fund balance, \$2,623,142, constitutes restricted fund balance, which is restricted by external parties and enabling legislation. The remaining fund balance is comprised of nonspendable amounts of \$70,886; committed amounts of \$672,339, which are committed for specific purposes; assigned amounts of \$1,013,405, set-aside for specific purposes; and an unassigned amount of \$1,157,115, representing the residual net resources of the General Fund available for spending.

The most significant restricted amounts in the governmental funds include \$342,917 for Flood Control, \$305,777 for Mental Health Services Act, \$275,275 for Fire Protection, \$264,572 for Behavioral Health Realignment, \$150,141 for Law and Justice Realignment, \$132,010 for Social Services Realignment, and \$120,685 for Family Support Realignment (See Note 16).

The County reports the General Fund and the Capital Improvement Fund as major governmental funds.

General Fund: The General Fund is the chief operating fund of the County. On June 30, 2025, the total fund balance was \$2,719,452, an increase of \$121,895 in comparison with the prior year. Approximately 30.6% or \$831,805 of the total fund balance constitutes restricted fund balance. The remaining fund balance is made up of \$45,100 of nonspendable amounts; \$672,339 of committed amounts, including \$92,858 for the Building Replacement Reserves, \$60,942 for Retirement, \$60,710 for the Community Service Upgrades Reserve, \$47,572 for the Building Acquisition Reserve, \$45,681 for the Human Capital Management System Reserve, and \$40,609 for the County Infrastructure Reserve. The assigned amounts of \$13,093 is primarily for Automated Systems Development. There is \$1,157,115 in unassigned amount available for spending.

As a measure of the General Fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total General Fund expenditures. Unrestricted fund balance represents 44.7% of total fund expenditures; while total fund balance represents 66.0%.

Capital Improvement Fund: The Capital Improvement Fund accounts for the County's major capital acquisition and construction projects. On June 30, 2025, the total fund balance of the Capital Improvement Fund was \$982,312. The Capital Improvement Fund had an increase of \$139,057 primarily as the result of significantly increased contributions for maintenance and upgrades of County facilities.

Revenues for total governmental funds totaled \$5,791,670 in fiscal year 2025, representing a \$133,218 increase from the prior year.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

The following table presents the amount of revenues from various sources in the governmental funds as well as the changes from the prior year:

Revenues	Fiscal Year 2025		Over (Under) Fiscal Year 2024	
	Amount	Percent of Total	Amount Changed	Percent
Taxes	\$ 1,637,980	28%	\$ 92,397	6%
Licenses, Permits and Franchises	39,136	1%	(768)	-2%
Fines, Forfeitures and Penalties	9,992	0%	(11,859)	-54%
Revenues From Use of Money and Property	341,682	6%	37,559	-12%
Aid From Other Governmental Agencies	3,034,492	53%	(53,894)	-2%
Charges for Current Services	657,364	11%	58,923	10%
Other Revenues	71,024	1%	10,860	18%
Total Revenues	<u>\$ 5,791,670</u>	<u>100%</u>	<u>\$ 133,218</u>	

The County's three major funding sources: aid from other governmental agencies, taxes, and charges for current services, constitute 92.0% of all revenues.

Taxes increased by \$92,397 mainly due to an increase in revenues for ATC Trust – Property Tax, School Districts, ATC Controller Division, and Chaffey Community College.

The following table presents expenditures of governmental funds by function compared to prior year amounts:

Expenditures	Fiscal Year 2025		Over (Under) Fiscal Year 2024	
	Amount	Percent of Total	Amount Changed	Percent
Current:				
General Government	\$ 311,356	6%	\$ 30,032	11%
Public Protection	1,867,750	34%	136,622	8%
Public Ways and Facilities	137,889	3%	(2,682)	-2%
Health and Sanitation	744,902	14%	68,498	10%
Public Assistance	1,786,350	33%	123,476	7%
Education	27,103	0%	2,363	10%
Recreation and Cultural Services	35,239	1%	4,807	16%
Debt Service:				0%
Principal	114,308	2%	(24,243)	-17%
Interest and Fiscal Charges	8,359	0%	1	0%
Capital Outlay	406,125	7%	31,903	9%
Total Expenditures	<u>\$ 5,439,381</u>	<u>100%</u>	<u>\$ 370,777</u>	

Total County governmental funds expenditures increased by \$370,777 from the prior year.

Health and Sanitation expenditures increased by \$68,498 due to an increase in Salaries and Benefits for a Board-adopted Intra-County position transfer that moved positions from the Probation Department to the Department of Behavioral Health. The Probation Department recommended transferring the positions to improve the recruitment and hiring process and to provide appropriate operational oversight of these positions.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

Public Assistance expenditures increased by \$123,476 due to an increase in the Department of Human Service's budget to extend the lease term for its Children Family Services Highland Campus. Additionally, the Department of Community Development and Housing's budget was also increased to meet matching requirements for grants awarded by the U.S. Department of Housing and Urban Development.

Public Protection expenditures increased by \$136,622, primarily due to higher operating expenses across the Fire Protection District and the Probation Department. These increases are attributed to higher staffing costs resulting from negotiated MOU adjustments in the Probation Department, the addition of new positions in the Fire Protection District, and increased project-related costs within the Fire Protection District, including new fire station build outs, acquisitions, and renovations to both new and existing fire stations. Additional increases are associated with the expansion of program services in the Probation Department, including comprehensive treatment, education, and vocational training services to support justice-involved individuals transitioning back into the community.

Other financing sources and uses are presented below to illustrate changes from the prior year:

Other Financing Sources (Uses) Governmental Funds	Fiscal Year 2025	Over (Under) Fiscal Year 2024	
	Amount	Amount Changed	Percent
Transfers Out	\$ (624,050)	\$ (62,325)	-11%
Transfers In	611,821	54,135	10%
Inception of Direct Finance Capital Obligation (Note 11)	—	(23,527)	-100%
Lease Financing (Notes 11 & 19)	74,394	21,411	40%
Subscription Financing (Notes 11 & 20)	28,567	(10,203)	-26%
Sale of Capital Assets	896	(2,179)	-71%
Total Other Financing Sources and (Uses)	<u>\$ 91,628</u>	<u>\$ (22,688)</u>	

Total of Other Financing Sources and (Uses) decreased by \$22,688 primarily due to a \$23,527 decrease in the inception of a direct finance capital obligation associated to the County Fire Headquarters building financed purchase that was recognized in fiscal year 2024.

The following table illustrates the changes in fund balances for governmental funds:

SCHEDULE OF EXPENDITURES, AND CHANGES IN FUND BALANCES: GOVERNMENTAL FUNDS

	Governmental Funds		
	General Fund	Capital Improvement Fund	Total Nonmajor Governmental Funds
Revenues	\$ 4,556,015	\$ 8,381	\$ 1,227,274
Expenditures	(4,120,849)	(170,563)	(1,147,969)
Excess/(Deficiency) of Revenues Over/(Under) Expenditures	435,166	(162,182)	79,305
Total Other Financing Sources and (Uses)	(313,271)	301,239	103,660
Net Changes In Fund Balance	121,895	139,057	182,965
Fund Balances, Beginning	2,597,557	843,255	1,652,158
Fund Balances, Ending	<u>\$ 2,719,452</u>	<u>\$ 982,312</u>	<u>\$ 1,835,123</u>

In fiscal year 2025, the fund balance of total governmental funds increased by \$443,917. This increase is the result of a continued trend is the result of a continued trend of revenues exceeding associated expenditures, with notable increases seen in taxes and charges for current services.

Proprietary funds: County proprietary funds include two types of funds, enterprise and internal service, which provide the same type of information found in the government wide financial statements, but in more detail.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

The following table shows revenues, expenses, and results of operations for the current fiscal year:

	Business-Type Activities			
	Enterprise Funds			
	Medical Center	Waste Systems Division	Total Nonmajor Enterprise Funds	Total Enterprise Funds
Operating Revenues				
Net Patient Care and Services	\$ 610,174	\$ –	\$ –	\$ 610,174
Charges for Current Services	–	100,093	15,254	115,347
Other	294,118	17,182	438	311,738
Total Operating Revenues	904,292	117,275	15,692	1,037,259
Operating Expenses				
Professional Services	141,678	43,156	1,573	186,407
Salaries and Employee Benefits	465,169	10,478	3,644	479,291
Self Insurance Claims	–	–	43	43
Services and Supplies	243,476	55,323	14,498	313,297
Depreciation and Amortization	34,125	5,485	3,169	42,779
Other	20,408	–	–	20,408
Total Operating Expenses	904,856	114,442	22,927	1,042,225
Operating Income (Loss)	(564)	2,833	(7,235)	(4,966)
Nonoperating Revenues (Expenses)				
Investment Income (Loss)	–	17,631	5,443	23,074
Interest Expense	(4,388)	–	(38)	(4,426)
Tax Revenue	–	–	6,051	6,051
Grant Revenue	32,010	74	139	32,223
Other Nonoperating Revenues	14,810	356	263	15,429
Other Nonoperating Expenses	(2,511)	–	–	(2,511)
Total Nonoperating Revenues (Expenses)	39,921	18,061	11,858	69,840
Change in Net Position Before Contributions and Transfers	39,357	20,894	4,623	64,874
Capital Contributions	17,731	–	–	17,731
Transfers Out	–	–	(16)	(16)
Transfers In	11,481	2	452	11,935
Change in Net Position	68,569	20,896	5,059	94,524
Net Position, Beginning	422,648	212,429	130,135	765,212
Net Position, Ending	\$ 491,217	\$ 233,325	\$ 135,194	\$ 859,736

The net increase of \$94,524 in net position was primarily due to higher operating revenues in the Medical Center. Medical Center reported total operating revenues of \$904,292, which was higher from the prior year amount of \$859,396.

GENERAL FUND BUDGETARY HIGHLIGHTS

The General Fund final expenditure budget differs from the original budget by approximately 3.2%. A net decrease in appropriations of \$166,451 was approved during the fiscal year. The significant components of this net decrease are summarized below:

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

General

- On April 29, 2025, the Board adopted a budget amendment which decreased the Countywide Discretionary Budget unit's budget by \$172,419 in contingencies for ongoing and one-time allocations to various County departments to fund County priorities such as County Infrastructure Reserve, Large Scale Parks Projects, Supporting Vulnerable Populations, Future Building Acquisitions, and Foster Youth Campus.
- The Board also approved one-time funding from County's Discretionary General Fund to the Department of Human Services for Services and Supplies for \$1,802 to reimburse Real Estate Services Department for the July 9, 2024 approved item #43, costs related to lease agreements for office space.
- On December 17, 2024, the Board adopted a budget amendment which decreased the Fifth District's Board of Supervisor's budget by \$220 for an allocation to the Bloomington Recreation and Park District for the Kessler Park Statues Project. This will assist the Fifth District Supervisor with the public purpose of providing for the public health, recreation, welfare, and social needs of the County's residents. It also aligns with Countywide vision by installing two statues at the entrance of the main Kessler Park corridor; a boy baseball player and a girl softball player, will promote community pride and unity, particularly among local athletic leagues.
- On October 21, 2025, the Board adopted a budget amendment which decreased the Purchasing Department's budget by \$926 for transfer to fund increased Services and Supplies for costs that were higher than anticipated related to Staples orders.

Health and Sanitation

- On February 11, 2025, the Board adopted a budget amendment to decrease the Department of Behavioral Health's budget by \$12,045 to transfer to Real Estate Services Department to purchase office space located in Rancho Cucamonga. This represents an opportunity to provide an updated office space for several Behavioral Health Administration divisions, providing a newer and more efficient work environment. The new building will aim to improve the Departments operations and ensure a more comfortable and productive setting for staff, supporting the Departments long-term growth and success.

The Board also adopted a budget amendment to decrease the Department of Behavioral Health's Other Professional and Special Services by \$9,086 for a transfer to the Real Estate Services Department for the purchase of property in Rancho Cucamonga. The acquisition of property will result in the termination of the County Lease Agreement No. 13-702 for office space located in San Bernardino, resulting in annual savings in rent expenses.

- On October 8, 2025, the Department of Behavioral Health entered a budget transfer which decreased budget by \$6,803 for the purpose of recording principal and interest payments in its respective accounts for leases and subscription-based information technology agreements to satisfy GASB 87 and GASB 96 requirements.
- On October 08, 2024, the Board adopted an Intra-County Position transfer that transferred positions from the Probation Department to the Department of Behavioral Health. This position transfer resulted in an increase of Salaries and Benefits in the amount of \$3,626 for the Department of Behavioral Health. The position transfer derived from Senate Bill 823 which transferred the responsibility of managing all youth offenders from State of California Department of Corrections and Rehabilitation Division of Juvenile Justice to individual counties. The County's youth are sent to Probation's secured youth treatment facility (SYTF), and receive mental health services. Probation has 34 mental health

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

clinical positions to provide these services which are supervised by Department of Behavioral Health. Therefore, Probation recommended transferring the positions to Behavioral Health to improve recruitment and hiring process and to provide appropriate operational oversight to these positions.

Public Assistance

- On October 24, 2025, the Department of Human Services entered a budget transfer which decreased Services and Supplies in the amount of \$29,570 for the purpose of recording principal and interest payments in its respective accounts for leases and subscription based information technology agreements to satisfy GASB 87 and GASB 96 requirements.
- On April 29, 2025, the Board approved a budget amendment to increase the Department of Human Service's budget by \$1,802 for the Children Family Services Highland Campus. The increase in budget is to satisfy an amended lease term for office space due to Children and Family Services' requirement to continue providing services for its clients in the San Bernardino area.
- On September 24, 2024, the Board approved a budget amendment which increased the Department of Community Development and Housing budget by \$206. The Department of Community Development and Housing were awarded grant funding from U.S. Department of Housing and Urban Development for Continuum of Care Planning and Homeless Management Information Systems Grants. The grants require a minimum of 25% cash and/or in-kind match. The increase in budget is to satisfy the matching requirements.

During the current fiscal year, General Government, Health and Sanitation, Public Assistance and Public Protection functions accounted for the largest expenditure variances of \$417,890, \$209,098, \$201,350 and \$99,691, respectively, between the final budget and actual expenditures. The General Government variance is primarily the result of the establishment of contingency accounts and the budget adjustment of \$172,419 on the Countywide Discretionary Fund to fund various County departments for ongoing and one-time costs resulting from the adopted Mid-Year budget amendments. The Health and Sanitation variance is primarily the result of the matching reimbursement received by the Health Administration budget unit for intergovernmental transfers to cover the required local match for various healthcare programs from the State on behalf of the Medical Center, as well as the actual salary expenditures were less than the final budget. The Public Assistance variance is primarily due to the County taking a conservative approach in budgeting for the highest potential expenditures in the Human Services Department's budget across many social services. The Public Protection programs variance is primarily the result of the actual general other professional and special services expenditures, salary expenditures and contribution to other agencies were less than the final budgeted amounts.

The total difference of \$469,672 between final budgeted revenues and actual revenues was caused by the receipts of aid from other governments, revenues from use of money and property, and taxes exceeding estimates; offset by a negative variance in charges for current services primarily due to the reclassification of the matching reimbursement received by the Health Administration budget unit for intergovernmental transfers to cover the required local match for various healthcare programs from the State on behalf of the Medical Center. The differences in the receipts are primarily due to increases in the following: 1991 and 2011 Realignment revenue, interest revenues through County Treasurer investment activities, property tax and sales tax revenues.

The General Fund budget to actual statement can be found on page 65 of this report.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

CAPITAL ASSETS ADMINISTRATION

Capital Assets

The County's total capital assets and related deferred outflows of resources for governmental/business-type activities as of June 30, 2025, amounted to \$3,586,536, and \$4,859, respectively. The County's total related debt used to acquire those assets as of June 30, 2025, amounted to \$597,823. This investment in capital assets less any related debt includes land, land use rights, improvements to land, structures and improvements, equipment and software, development-in-progress, and infrastructure, less bonds and capital leases payable related to those assets.

Major capital asset activity during the current fiscal year includes the following:

- Development in Progress increased approximately \$133,690, due to the following significant projects: \$53,912 for Valley Public Safety Operations Center Needs Assessment, \$9,113 for Assessor's Project Information Management System Upgrade to Asset Inventory Management System, and \$8,687 for American Rescue Plan Act Chino Plume Groundwater Remedial.
- Structures and Improvement to Structures increased approximately \$94,423, due to capitalizations related to the following significant projects: \$33,287 for 323 Building Acquisition & Remodel, \$7,148 for Central Operation Office Modification, \$4,352 for FHLJ Roof & Skylight Replacement and \$2,364 for 268 Hospitality 3rd Floor Remodel.
- Equipment and Software increased approximately \$92,657, due to capitalizations related to the following significant projects: \$19,004 for Subaru Bell 412 EPX IFR Helicopter, \$9,668 for Beechcraft Corp King Air 360, \$1,793 for APX 8000H All Band Portable Model 3.5 Radio, \$1,563 for Camera System at West Valley Detention Center and \$1,245 for Human Machine Interface System Project at West Valley Detention Center.
- Right-to-Use Leased Buildings increased approximately \$89,067, due to newly entered and renewed lease agreements within the current fiscal year. Most significant leases include \$13,872 for leased building located at 10825 Arrow Route Rancho Cucamonga, CA; \$10,854 for leased building located at 303 E. Vanderbilt Way San Bernardino, CA; \$6,951 for leased building located at 31 W. Stuart Ave., Suite 100/101 Redlands, CA; \$6,849 for leased building located at 1900 W. Valley Blvd. Colton, CA, and \$6,842 for leased building located at 32353-32357 Yucaipa Blvd, CA.
- Right-to-Use Subscription Assets increased approximately \$53,846, due to newly entered and renewed Subscription-Based Information Technology Arrangements (SBITAs) within the current fiscal year. Most significant SBITAs include \$9,665 for Taser 10 Certification Program with Virtual Reality for Sheriff; \$7,490 for Service Now for Arrowhead Regional Medical Center; \$6,614 for Accela Cloud Platform for County Administrative Office, Fire, Economic Development Agency, Land Use Services, Department of Public Health, Department of Public Works, and Special Districts; and \$4,952 for Microsoft Enterprise Renewal for District Attorney.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

Fiscal Year Ended June 30, 2025

(Amounts in thousands)

Capital assets for the governmental and business-type activities are presented below to illustrate changes from the prior year:

	Governmental Activities		Business-Type Activities		Total		Increase/ (decrease)
	2025	2024	2025	2024	2025	2024	Percent of Change
Land	\$ 154,907	\$ 152,285	\$ 43,962	\$ 43,958	\$ 198,869	\$ 196,243	1.34%
Land Use Rights (non-amortizable)	26,380	26,281	351	351	26,731	26,632	0.37%
Land Use Rights (amortizable)	—	—	1,109	1,109	1,109	1,109	0.00%
Development in Progress	632,662	519,461	101,227	80,738	733,889	600,199	22.27%
Improvements other than Buildings	367,469	349,309	364,949	354,611	732,418	703,920	4.05%
Structures and Improvements	1,464,184	1,373,794	584,347	580,314	2,048,531	1,954,108	4.83%
Infrastructure	1,622,629	1,609,037	—	—	1,622,629	1,609,037	0.84%
Equipment and Software	701,466	613,132	148,433	144,110	849,899	757,242	12.24%
Right-to-use Leased Land	3,306	1,069	—	—	3,306	1,069	209.26%
Right-to-use Leased Buildings	502,641	413,574	37,706	37,706	540,347	451,280	19.74%
Right-to-use Leased Equipment	2,054	1,503	4,629	4,629	6,683	6,132	8.99%
Right-to-use Subscription Assets	146,735	103,472	23,952	13,369	170,687	116,841	46.08%
Accumulated Depreciation/ Amortization	(2,618,026)	(2,412,492)	(730,536)	(687,815)	(3,348,562)	(3,100,307)	8.01%
Total	\$ 3,006,407	\$ 2,750,425	\$ 580,129	\$ 573,080	\$ 3,586,536	\$ 3,323,505	7.91%

Additional information on the County's capital assets can be found on Note 8 on pages 126-128 of this report.

LONG-TERM DEBT AND OBLIGATIONS

Long-term obligations of the governmental and business-type activities are presented below to illustrate changes from the prior year:

	Governmental Activities		Business-Type Activities		Total		Increase/ (decrease)
	2025	2024	2025	2024	2025	2024	Percent of Change
Certificates of Participation, Net	\$ —	\$ —	\$ 109,256	\$ 145,020	\$ 109,256	\$ 145,020	-24.66%
General Obligation Bonds	—	—	50	50	50	50	—%
Revenue Bonds from Direct Placements	9,320	9,885	—	—	9,320	9,885	-5.72%
Other Bonds and Notes	—	37,295	—	—	—	37,295	-100.00%
Other Bonds and Notes from Direct Borrowings and Direct Placements	1,035	1,180	858	940	1,893	2,120	-10.71%
Direct Finance Capital Obligations	22,820	23,475	3	255	22,823	23,730	-3.82%
Subscription Liability	67,213	65,111	12,139	7,139	79,352	72,250	9.83%
Lease Liability	337,873	295,208	29,300	34,433	367,173	329,641	11.39%
Other Long-Term Liabilities	—	—	91,628	84,823	91,628	84,823	8.02%
Total	\$ 438,261	\$ 432,154	\$ 243,234	\$ 272,660	\$ 681,495	\$ 704,814	-3.31%

Additional information on the County's long-term debt can be found in Note 11 on pages 132-142 of this report.

The County's major long-term obligations activity during the fiscal year is as follows: decrease in long-term debt of certificates of participation (COPs), bonds and notes, lease, and subscription liabilities totaling \$29,332.

A significant portion of the revenue bonds is the Courthouse Project Bonds (2007) totaling \$9,320 that were issued by the San Bernardino Financing Authority.

SAN BERNARDINO COUNTY MANAGEMENT'S DISCUSSION AND ANALYSIS

**Fiscal Year Ended June 30, 2025
(Amounts in thousands)**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Board of Supervisors adopted the County's fiscal year 2026 final budget on June 10, 2025. The County's 2026 Budget reflects the County's values and vision and provides a framework for the County's commitment to maximize the standard of living for all County residents. The budget plan does not use reserves to fund ongoing costs and there is limited use of one-time sources to fund operating costs. It is the policy of the County that one-time sources will not be used to fund ongoing operational costs, except within the context of a larger plan to balance ongoing revenues and costs over a multi-year period. Such a plan could involve short-term use of one-time funds to preserve essential public services where longer-term financial forecasts demonstrate the near-term future potential for ongoing revenues to fund those services.

The General Fund spending authority totals \$5.42 billion and is funded by departmental revenues, Countywide discretionary revenues, and other financing sources.

In addition, the County's fiscal planning efforts are presented with major challenges in fiscal year 2025 and beyond. These challenges include fiscal uncertainty inherent in market volatility, federal and state funding uncertainties, and recession/stagflation.

The County continues to monitor other outstanding issues including:

- **Market Volatility** – Stock market volatility poses risks by increasing uncertainty in revenue forecasts and potentially reducing investment returns for public pensions, which can constrain the ability to maintain essential services and long-term financial stability.
- **Federal and State Funding Uncertainties** – Federal and state funding face uncertainties due to persistent inflation, policy changes, and potential budgetary cuts. In California, flat sales tax revenues put a strain on state and local resources, impacting public services and infrastructure funding.
- **Recession/Stagflation** – The risk of a recession grows as high interest rates from the Federal Reserve may dampen economic activity. With inflation still elevated, there's a heightened threat of stagflation (slow or negative economic growth combined with inflation). Contributing to these pressures are evolving trade policies and the potential for new or increased tariffs, which could strain supply chains and drive up costs. Together, these factors have the potential to further curb consumer spending and reduce tax-based revenue sources.



BASIC FINANCIAL STATEMENTS





GOVERNMENT-WIDE FINANCIAL STATEMENTS





SAN BERNARDINO COUNTY
STATEMENT OF NET POSITION
JUNE 30, 2025 (IN THOUSANDS)

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	FIRST 5 SAN BERNARDINO
ASSETS				
CASH AND INVESTMENTS (Note 4)	\$ 5,903,692	\$ 681,745	\$ 6,585,437	\$ 110,636
ACCOUNTS RECEIVABLE, NET (NOTE 5)	11,394	50,777	62,171	—
DUE FROM OTHER GOVERNMENTS, NET (NOTE 5)	635,278	165,198	800,476	3,049
TAXES RECEIVABLE (NOTE 5)	67,980	275	68,255	—
INTEREST RECEIVABLE (NOTE 5)	59,263	—	59,263	1,252
LEASE RECEIVABLE (NOTES 5 & 19)	21,292	275	21,567	—
LOANS RECEIVABLE (NOTE 5)	45,063	—	45,063	—
OTHER RECEIVABLES, NET (NOTES 5 & 21)	26,038	33,801	59,839	—
INTERNAL BALANCES (NOTE 6)	2,286	(2,286)	—	—
LAND HELD FOR RESALE	50,038	—	50,038	—
INVENTORIES	6,236	13,650	19,886	—
PREPAID ITEMS	39,324	5,862	45,186	—
RESTRICTED CASH AND INVESTMENTS (NOTES 4 & 7)	19,465	61,462	80,927	—
CAPITAL ASSETS NOT BEING DEPRECIATED AND AMORTIZED:				
LAND (NOTE 8)	154,907	43,962	198,869	—
LAND USE RIGHTS (NOTE 8)	26,380	351	26,731	—
DEVELOPMENT IN PROGRESS (NOTE 8)	632,662	101,227	733,889	—
CAPITAL ASSETS BEING DEPRECIATED AND AMORTIZED:				
LAND USE RIGHTS (NOTE 8)	—	1,109	1,109	—
STRUCTURES, IMPROVEMENTS, AND INFRASTRUCTURE (NOTE 8)	3,454,282	949,296	4,403,578	130
EQUIPMENT AND SOFTWARE (NOTE 8)	701,466	148,433	849,899	104
RIGHT-TO-USE LEASED LAND (NOTE 8)	3,306	—	3,306	—
RIGHT-TO-USE LEASED BUILDINGS (NOTE 8)	502,641	37,706	540,347	4,422
RIGHT-TO-USE LEASED EQUIPMENT (NOTE 8)	2,054	4,629	6,683	—
RIGHT-TO-USE SUBSCRIPTION ASSETS (NOTE 8)	146,735	23,952	170,687	—
ACCUMULATED DEPRECIATION AND AMORTIZATION (NOTE 8)	(2,618,026)	(730,536)	(3,348,562)	(1,567)
TOTAL ASSETS	9,893,756	1,590,888	11,484,644	118,026
DEFERRED OUTFLOWS OF RESOURCES (NOTE 9)	761,741	129,447	891,188	857

SAN BERNARDINO COUNTY
STATEMENT OF NET POSITION (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	FIRST 5 SAN BERNARDINO
LIABILITIES				
ACCOUNTS PAYABLE AND CURRENT LIABILITIES	\$ 265,642	\$ 63,051	\$ 328,693	\$ 181
SALARIES AND BENEFITS PAYABLE	138,060	23,483	161,543	116
DUE TO OTHER GOVERNMENTS	86,468	8,256	94,724	3,753
INTEREST PAYABLE	2,120	1,373	3,493	10
ADVANCES FROM OTHERS (NOTE 10)	81,307	1,422	82,729	—
NONCURRENT LIABILITIES:				
PORTION DUE PAYABLE IN ONE YEAR:				
COMPENSATED ABSENCES PAYABLE (NOTE 11)	175,574	53,496	229,070	58
COPS, BONDS AND NOTES PAYABLE (NOTE 11)	736	32,654	33,390	—
DIRECT FINANCE CAPITAL OBLIGATION (NOTES 11 & 12)	572	3	575	—
LEASE LIABILITY (NOTES 11 & 19)	52,281	5,311	57,592	304
SUBSCRIPTION LIABILITY (NOTES 11 & 20)	34,581	4,487	39,068	—
POLLUTION REMEDIATION OBLIGATIONS (NOTE 11)	—	6,360	6,360	—
ESTIMATED LIABILITY FOR CLOSURE/POST-CLOSURE CARE COSTS (NOTES 11 & 13)	—	10,515	10,515	—
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS (NOTES 11 & 14)	114,979	—	114,979	—
PORTION DUE OR PAYABLE AFTER ONE YEAR:				
COMPENSATED ABSENCES PAYABLE (NOTE 11)	213,069	8,542	221,611	276
COPS, BONDS AND NOTES PAYABLE, NET (NOTE 11)	9,619	77,510	87,129	—
DIRECT FINANCE CAPITAL OBLIGATION (NOTES 11 & 12)	22,248	—	22,248	—
LEASE LIABILITY (NOTES 11 & 19)	285,592	23,989	309,581	3,122
SUBSCRIPTION LIABILITY (NOTES 11 & 20)	32,632	7,652	40,284	—
OTHER LONG TERM LIABILITIES (NOTE 11)	—	91,628	91,628	—
POLLUTION REMEDIATION OBLIGATIONS (NOTE 11)	—	70,539	70,539	—
ESTIMATED LIABILITY FOR CLOSURE/POST-CLOSURE CARE COSTS (NOTES 11 & 13)	—	158,226	158,226	—
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS (NOTES 11 & 14)	386,244	—	386,244	—
NET PENSION LIABILITY (NOTE 18)	1,619,831	183,600	1,803,431	1,392
TOTAL LIABILITIES	3,521,555	832,097	4,353,652	9,212
DEFERRED INFLOWS OF RESOURCES (NOTE 9)	196,648	28,502	225,150	232
NET POSITION				
NET INVESTMENT IN CAPITAL ASSETS	\$ 2,560,261	\$ 433,311	\$ 2,993,572	\$ (338)
RESTRICTED FOR:				
STATE REALIGNMENT FUNDS	772,360	—	772,360	—
TEETER PLAN	23,778	—	23,778	—
OTHER GRANTS AND PROGRAMS	1,894,997	—	1,894,997	—
PERPETUAL CARE - NONEXPENDABLE	1,937	—	1,937	—
DEBT SERVICE	106,992	50	107,042	—
LANDFILL CLOSURE	—	23,809	23,809	—
UNRESTRICTED	1,576,969	402,566	1,979,535	109,777
TOTAL NET POSITION	\$ 6,937,294	\$ 859,736	\$ 7,797,030	\$ 109,439

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

SAN BERNARDINO COUNTY
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES			PRIMARY GOVERNMENT			COMPONENT UNIT	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	NET (EXPENSE)/REVENUE AND CHANGES IN NET POSITION				
					GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	FIRST 5 SAN BERNARDINO	
PRIMARY GOVERNMENT:									
GOVERNMENTAL ACTIVITIES:									
GENERAL GOVERNMENT	\$ 330,674	\$ 234,293	\$ 96,557	\$ —	\$ 176	\$ —	\$ 176	\$ —	
PUBLIC PROTECTION	1,904,953	408,186	421,473	—	(1,075,294)	—	(1,075,294)	—	
PUBLIC WAYS AND FACILITIES	131,377	12,698	124,023	3,998	9,342	—	9,342	—	
HEALTH AND SANITATION	743,796	31,264	781,255	—	68,723	—	68,723	—	
PUBLIC ASSISTANCE	1,774,719	3,154	1,707,978	—	(63,587)	—	(63,587)	—	
EDUCATION	28,504	645	290	—	(27,569)	—	(27,569)	—	
RECREATION AND CULTURAL SERVICES	41,355	13,016	5,255	2,669	(20,415)	—	(20,415)	—	
INTEREST ON LONG TERM DEBT	8,942	—	—	—	(8,942)	—	(8,942)	—	
TOTAL GOVERNMENTAL ACTIVITIES	4,964,320	703,256	3,136,831	6,667	(1,117,566)	—	(1,117,566)	—	
BUSINESS-TYPE ACTIVITIES:									
MEDICAL CENTER	911,755	610,174	326,128	17,731	—	42,278	42,278	—	
WASTE SYSTEMS DIVISION	114,442	117,275	74	—	—	2,907	2,907	—	
WATER, SEWER, AND SANITATION	22,884	15,652	139	—	—	(7,093)	(7,093)	—	
OTHERS	81	40	—	—	—	(41)	(41)	—	
TOTAL BUSINESS-TYPE ACTIVITIES	1,049,162	743,141	326,341	17,731	—	38,051	38,051	—	
TOTAL PRIMARY GOVERNMENT	\$ 6,013,482	\$ 1,446,397	\$ 3,463,172	\$ 24,398	(1,117,566)	38,051	(1,079,515)	—	
COMPONENT UNIT									
FIRST 5 SAN BERNARDINO	21,424	—	16,060	—	—	—	—	(5,364)	
GENERAL REVENUES:									
PROPERTY TAXES, LEVIED FOR GENERAL PURPOSES					1,271,705	6,051	1,277,756	—	
PUBLIC SAFETY TAX					280,831	—	280,831	—	
OTHER TAXES					42,765	—	42,765	—	
AMERICAN RESCUE PLAN ACT					47,335	—	47,335	—	
REVENUES FROM USE OF MONEY AND PROPERTY					241,640	23,074	264,714	6,598	
MISCELLANEOUS					70,378	15,429	85,807	323	
GAIN ON SALE OF CAPITAL ASSETS					984	—	984	—	
TRANSFERS (NOTE 6)					(11,919)	11,919	—	—	
TOTAL GENERAL REVENUES AND TRANSFERS					1,943,719	56,473	2,000,192	6,921	
CHANGE IN NET POSITION					826,153	94,524	920,677	1,557	
NET POSITION - BEGINNING, AS RESTATED (NOTE 23)					6,111,141	765,212	6,876,353	107,882	
NET POSITION - ENDING					\$ 6,937,294	\$ 859,736	\$ 7,797,030	\$ 109,439	

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





FUND FINANCIAL STATEMENTS





**SAN BERNARDINO COUNTY
BALANCE SHEET
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)**

	GENERAL FUND	CAPITAL IMPROVEMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
CASH AND INVESTMENTS (NOTE 4)	\$ 2,487,149	\$ 888,709	\$ 1,854,465	\$ 5,230,323
ACCOUNTS RECEIVABLE, NET (NOTE 5)	4,984	—	5,727	10,711
DUE FROM OTHER GOVERNMENTS (NOTE 5)	520,369	4,151	108,077	632,597
TAXES RECEIVABLE (NOTE 5)	57,191	—	10,789	67,980
INTEREST RECEIVABLE (NOTE 5)	58,935	—	328	59,263
LEASE RECEIVABLE (NOTES 5 & 19)	1,109	—	20,183	21,292
LOANS RECEIVABLE (NOTE 5)	39,563	—	5,500	45,063
OTHER RECEIVABLES (NOTES 5 & 21)	8,489	—	17,549	26,038
DUE FROM OTHER FUNDS (NOTE 6)	52,703	61,978	41,208	155,889
LAND HELD FOR RESALE	549	47,827	1,662	50,038
INVENTORIES	1,834	—	281	2,115
PREPAID ITEMS	15,948	—	23,606	39,554
ADVANCES TO OTHER FUNDS (NOTE 6)	11,519	—	814	12,333
RESTRICTED CASH AND INVESTMENTS (NOTES 4 & 7)	19,465	—	—	19,465
TOTAL ASSETS	3,279,807	1,002,665	2,090,189	6,372,661
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	154,229	13,294	75,456	242,979
SALARIES AND BENEFITS PAYABLE	107,879	—	26,747	134,626
DUE TO OTHER FUNDS (NOTE 6)	79,547	7,053	57,340	143,940
DUE TO OTHER GOVERNMENTS	74,806	—	11,662	86,468
INTEREST PAYABLE	—	—	941	941
ADVANCES FROM OTHERS (NOTE 10)	55,413	6	25,753	81,172
ADVANCES FROM OTHER FUNDS (NOTE 6)	—	—	12,093	12,093
TOTAL LIABILITIES	471,874	20,353	209,992	702,219
DEFERRED INFLOWS OF RESOURCES (NOTE 9)	88,481	—	45,074	133,555
FUND BALANCES (NOTE 16):				
NONSPENDABLE	45,100	—	25,786	70,886
RESTRICTED	831,805	190,754	1,600,583	2,623,142
COMMITTED	672,339	—	—	672,339
ASSIGNED	13,093	791,558	208,754	1,013,405
UNASSIGNED	1,157,115	—	—	1,157,115
TOTAL FUND BALANCES	2,719,452	982,312	1,835,123	5,536,887
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 3,279,807	\$ 1,002,665	\$ 2,090,189	
Amounts reported for governmental activities in the statement of net position are different due to the following (Note 2):				
Capital assets used in governmental activities are not financial resources and, therefore, not reported in the funds.				2,893,485
Receivables that are not available to pay for current-period expenditures are deferred in the governmental funds.				112,122
Internal service funds are used by management to charge the costs of general services, telecommunication services, computer operations, fleet management, risk management, and flood control equipment 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.				205,310
Interest payable on long-term debt				(986)
Deferred outflows and inflows of resources related to pensions, leases, and deferred amounts on refunding are applicable to future periods and therefore are not reported in the funds.				571,202
Long-term liabilities, including net pension liability, bonds payables, lease liability, subscription liability, and related items, are not due and payable in the current period and, therefore not reported in the funds.				(2,380,726)
NET POSITION OF GOVERNMENTAL ACTIVITIES (PAGE 58)				\$ 6,937,294

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

SAN BERNARDINO COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	GENERAL FUND	CAPITAL IMPROVEMENT FUND	TOTAL NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
TAXES	\$ 1,338,295	\$ —	\$ 299,685	\$ 1,637,980
LICENSES, PERMITS, AND FRANCHISES	38,121	—	1,015	39,136
FINES, FORFEITURES, AND PENALTIES	4,911	—	5,081	9,992
REVENUE FROM USE OF MONEY AND PROPERTY	234,995	4,126	102,561	341,682
AID FROM OTHER GOVERNMENTAL AGENCIES	2,434,600	4,028	595,864	3,034,492
CHARGES FOR CURRENT SERVICES	479,481	—	177,883	657,364
OTHER REVENUES	25,612	227	45,185	71,024
TOTAL REVENUES	4,556,015	8,381	1,227,274	5,791,670
EXPENDITURES				
CURRENT:				
GENERAL GOVERNMENT	307,045	94	4,217	311,356
PUBLIC PROTECTION	1,472,144	—	395,606	1,867,750
PUBLIC WAYS AND FACILITIES	6,861	—	131,028	137,889
HEALTH AND SANITATION	463,636	—	281,266	744,902
PUBLIC ASSISTANCE	1,648,942	—	137,408	1,786,350
EDUCATION	3,769	—	23,334	27,103
RECREATION AND CULTURAL SERVICES	18,578	—	16,661	35,239
DEBT SERVICE:				
PRINCIPAL	65,207	98	49,003	114,308
INTEREST AND FISCAL CHARGES	4,075	—	4,284	8,359
CAPITAL OUTLAY	130,592	170,371	105,162	406,125
TOTAL EXPENDITURES	4,120,849	170,563	1,147,969	5,439,381
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	435,166	(162,182)	79,305	352,289
OTHER FINANCING SOURCES (USES)				
TRANSFERS OUT (NOTE 6)	(495,891)	(24,260)	(103,899)	(624,050)
TRANSFERS IN (NOTE 6)	103,786	325,499	182,536	611,821
PROCEEDS OF REFUNDING BONDS (NOTE 11)	—	—	—	—
LEASE FINANCING (NOTES 11 & 19)	54,988	—	19,406	74,394
SUBSCRIPTION FINANCING (NOTES 11 & 20)	23,210	—	5,357	28,567
SALE OF CAPITAL ASSETS	636	—	260	896
TOTAL OTHER FINANCING SOURCES AND (USES)	(313,271)	301,239	103,660	91,628
NET CHANGES IN FUND BALANCE	121,895	139,057	182,965	443,917
FUND BALANCES, BEGINNING	2,597,557	843,255	1,652,158	5,092,970
FUND BALANCES, ENDING	\$ 2,719,452	\$ 982,312	\$ 1,835,123	\$ 5,536,887

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

SAN BERNARDINO COUNTY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

		TOTAL GOVERNMENTAL FUNDS
NET CHANGES IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$	443,917
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense:		
Expenditures for general capital assets, infrastructure, right-to-use lease and subscription assets, and other related capital asset adjustments	\$ 404,701	
Less current year depreciation/amortization expense.	(203,353)	
Add current year program expenses related to capital assets adjustments.	<u>26,040</u>	227,388
Internal service funds are used by management to charge the costs of general service group, telecommunication service, computer operations, fleet management services, risk management, and flood control equipment.		
The net revenues of the internal service fund is reported within governmental activities.		36,070
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.		(95,799)
Expenses in the statement of activities that do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental fund.		(21,257)
Governmental funds report pension contributions as expenditures. However, in the statement of activities the cost of pension benefits earned net of employee contributions is reported as pension expense:		
Expenditures for pension contributions	441,826	
Less current year pension expense.	<u>(319,386)</u>	122,440
The issuance of long-term debt (for example, bonds and leases) provides current financial resources of governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds, report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
		<u>113,394</u>
Changes in net position of governmental activities (page 59)	<u><u>\$</u></u>	<u><u>826,153</u></u>

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

SAN BERNARDINO COUNTY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS
GENERAL FUND
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
REVENUES				
TAXES	\$ 1,267,512	\$ 1,280,534	\$ 1,338,295	\$ 57,761
LICENSES, PERMITS AND FRANCHISES	8,130	8,130	38,121	29,991
FINES, FORFEITURES AND PENALTIES	5,069	5,069	4,911	(158)
REVENUES FROM USE OF MONEY AND PROPERTY	66,069	69,346	234,995	165,649
AID FROM OTHER GOVERNMENTAL AGENCIES	1,863,990	1,985,495	2,434,600	449,105
CHARGES FOR CURRENT SERVICES	711,135	715,219	479,481	(235,738)
OTHER REVENUES	12,851	22,550	25,612	3,062
TOTAL REVENUES	3,934,756	4,086,343	4,556,015	469,672
EXPENDITURES				
CURRENT:				
GENERAL GOVERNMENT	923,188	731,312	313,422	417,890
PUBLIC PROTECTION	1,541,395	1,550,176	1,450,485	99,691
PUBLIC WAYS AND FACILITIES	6,672	7,284	6,892	392
HEALTH AND SANITATION	711,439	678,992	469,894	209,098
PUBLIC ASSISTANCE	1,870,254	1,848,956	1,647,606	201,350
EDUCATION	3,872	3,872	3,769	103
RECREATION AND CULTURAL SERVICES	18,811	18,923	18,368	555
DEBT SERVICE:				
PRINCIPAL	2,253	65,309	65,207	102
INTEREST AND FISCAL CHARGES	62	4,076	4,075	1
CAPITAL OUTLAY	151,021	153,616	148,769	4,847
TOTAL EXPENDITURES	5,228,967	5,062,516	4,128,487	934,029
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(1,294,211)	(976,173)	427,528	1,403,701
OTHER FINANCING SOURCES (USES)				
TRANSFERS OUT (NOTE 6)	(316,369)	(643,882)	(495,891)	147,991
TRANSFERS IN (NOTE 6)	90,974	118,870	103,786	(15,084)
LEASE FINANCING (NOTES 11 & 19)	54,987	54,987	54,988	1
SUBSCRIPTION FINANCING (NOTES 11 & 20)	23,210	23,210	23,210	–
SALE OF CAPITAL ASSETS	675	675	636	(39)
TOTAL OTHER FINANCING SOURCES AND (USES)	(146,523)	(446,140)	(313,271)	132,869
NET CHANGE IN FUND BALANCES	(1,440,734)	(1,422,313)	114,257	1,536,570
FUND BALANCES, BEGINNING	2,413,586	2,413,586	2,413,586	–
FUND BALANCES, ENDING	\$ 972,852	\$ 991,273	\$ 2,527,843	\$ 1,536,570

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



SAN BERNARDINO COUNTY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2025 (IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES
	MEDICAL CENTER	WASTE SYSTEMS DIVISION	TOTAL NONMAJOR ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
ASSETS					
CURRENT ASSETS:					
CASH AND INVESTMENTS (NOTE 4)	\$ 329,730	\$ 261,512	\$ 90,503	\$ 681,745	\$ 673,369
ACCOUNTS RECEIVABLE, NET (NOTE 5)	37,978	10,478	2,321	50,777	683
DUE FROM OTHER GOVERNMENTS (NOTE 5)	163,953	1,192	53	165,198	2,681
TAXES RECEIVABLE (NOTE 5)	—	—	275	275	—
LEASE RECEIVABLE (NOTES 5 & 19)	—	94	—	94	—
OTHER RECEIVABLES, NET (NOTES 5 & 21)	16,222	1,225	60	17,507	—
DUE FROM OTHER FUNDS (NOTE 6)	1,744	1,141	103	2,988	4,149
INVENTORIES	13,602	—	48	13,650	4,121
PREPAID ITEMS	5,629	233	—	5,862	831
RESTRICTED CASH AND INVESTMENTS (NOTES 4 & 7)	—	61,462	—	61,462	—
TOTAL CURRENT ASSETS	568,858	337,337	93,363	999,558	685,834
NONCURRENT ASSETS:					
LEASE RECEIVABLE (NOTE 5)	—	181	—	181	—
OTHER RECEIVABLES (NOTE 5)	894	15,400	—	16,294	—
CAPITAL ASSETS NOT BEING DEPRECIATED AND AMORTIZED:					
LAND (NOTE 8)	22,074	17,359	4,529	43,962	1,504
LAND USE RIGHTS (NOTE 8)	—	93	258	351	—
DEVELOPMENT IN PROGRESS (NOTE 8)	85,179	7,090	8,958	101,227	17,932
CAPITAL ASSETS BEING DEPRECIATED AND AMORTIZED:					
LAND USE RIGHTS (NOTE 8)	—	105	1,004	1,109	—
STRUCTURES, IMPROVEMENTS, AND INFRASTRUCTURE (NOTE 8)	566,673	279,098	103,525	949,296	43,992
EQUIPMENT AND SOFTWARE (NOTE 8)	144,731	1,632	2,070	148,433	139,502
RIGHT-TO-USE LEASED LAND (NOTE 8)	—	—	—	—	1,335
RIGHT-TO-USE LEASED BUILDINGS (NOTE 8)	37,706	—	—	37,706	—
RIGHT-TO-USE LEASED EQUIPMENT (NOTE 8)	4,629	—	—	4,629	1,123
RIGHT-TO-USE SUBSCRIPTION ASSETS (NOTE 8)	23,881	71	—	23,952	43,915
ACCUMULATED DEPRECIATION AND AMORTIZATION (NOTE 8)	(507,975)	(152,248)	(70,313)	(730,536)	(136,381)
TOTAL NONCURRENT ASSETS	377,792	168,781	50,031	596,604	112,922
TOTAL ASSETS	946,650	506,118	143,394	1,596,162	798,756
DEFERRED OUTFLOWS OF RESOURCES (NOTE 9)					
	127,079	2,368	—	129,447	21,829

SAN BERNARDINO COUNTY
STATEMENT OF NET POSITION (CONTINUED)
PROPRIETARY FUNDS
JUNE 30, 2025 (IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES	
	MEDICAL CENTER	WASTE SYSTEMS DIVISION	TOTAL NONMAJOR ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
LIABILITIES					
CURRENT LIABILITIES:					
ACCOUNTS PAYABLE AND CURRENT LIABILITIES	49,587	12,189	1,275	63,051	22,663
SALARIES AND BENEFITS PAYABLE	22,921	560	2	23,483	3,434
DUE TO OTHER FUNDS (NOTE 6)	53	103	4,878	5,034	14,052
DUE TO OTHER GOVERNMENTS	—	7,581	675	8,256	—
INTEREST PAYABLE	1,314	—	59	1,373	193
ADVANCES FROM OTHERS (NOTE 10)	—	1,261	161	1,422	1,196
COMPENSATED ABSENCES PAYABLE (NOTE 11)	53,061	433	2	53,496	3,968
BONDS AND NOTES PAYABLE (NOTE 11)	32,520	—	134	32,654	—
DIRECT FINANCE CAPITAL OBLIGATION (NOTES 11 & 12)	3	—	—	3	—
LEASE LIABILITY (NOTES 11 & 19)	5,311	—	—	5,311	456
SUBSCRIPTION LIABILITY (NOTES 11 & 20)	4,474	13	—	4,487	13,869
POLLUTION REMEDIATION OBLIGATIONS (NOTE 11)	—	6,360	—	6,360	—
ESTIMATED LIABILITY FOR CLOSURES/POST-CLOSURE CARE COSTS (NOTES 11 & 13)	—	10,515	—	10,515	—
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS (NOTES 11 & 14)	—	—	—	—	114,979
TOTAL CURRENT LIABILITIES	169,244	39,015	7,186	215,445	174,810
NONCURRENT LIABILITIES:					
ADVANCES FROM OTHER FUNDS (NOTE 6)	—	—	240	240	—
COMPENSATED ABSENCES PAYABLE (NOTE 11)	6,834	1,708	—	8,542	9,867
BONDS AND NOTES PAYABLE (NOTE 11)	76,736	—	774	77,510	—
LEASE LIABILITY (NOTES 11 & 19)	23,989	—	—	23,989	921
SUBSCRIPTION LIABILITY (NOTES 11 & 20)	7,623	29	—	7,652	4,003
POLLUTION REMEDIATION OBLIGATIONS (NOTE 11)	—	70,539	—	70,539	—
ESTIMATED LIABILITY FOR CLOSURE/POST-CLOSURE CARE COSTS (NOTES 11 & 13)	—	158,226	—	158,226	—
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS (NOTES 11 & 14)	—	—	—	—	386,244
OTHER PAYABLE	91,628	—	—	91,628	—
NET PENSION LIABILITY (NOTE 18)	179,065	4,535	—	183,600	32,925
TOTAL NONCURRENT LIABILITIES	385,875	235,037	1,014	621,926	433,960
TOTAL LIABILITIES	555,119	274,052	8,200	837,371	608,770
DEFERRED INFLOWS OF RESOURCES (NOTE 9)	27,393	1,109	—	28,502	6,505
NET POSITION					
NET INVESTMENT IN CAPITAL ASSETS	231,101	152,896	49,314	433,311	92,367
RESTRICTED FOR:					
DEBT SERVICE	—	—	50	50	—
LANDFILL CLOSURE COSTS	—	23,809	—	23,809	—
UNRESTRICTED	260,116	56,620	85,830	402,566	112,943
TOTAL NET POSITION	\$ 491,217	\$ 233,325	\$ 135,194	\$ 859,736	\$ 205,310

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

SAN BERNARDINO COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	MEDICAL CENTER	WASTE SYSTEMS DIVISION
OPERATING REVENUES:		
NET PATIENT CARE AND SERVICE	\$ 610,174	\$ —
CHARGES FOR CURRENT SERVICES	—	100,093
OTHER	294,118	17,182
TOTAL OPERATING REVENUES	904,292	117,275
OPERATING EXPENSES:		
PROFESSIONAL SERVICES	141,678	43,156
SALARIES AND EMPLOYEE BENEFITS	465,169	10,478
SERVICES AND SUPPLIES	243,476	55,323
DEPRECIATION AND AMORTIZATION	34,125	5,485
OTHER	20,408	—
TOTAL OPERATING EXPENSES	904,856	114,442
OPERATING INCOME (LOSS)	(564)	2,833
NONOPERATING REVENUES (EXPENSES):		
INVESTMENT INCOME	—	17,631
INTEREST EXPENSE	(4,388)	—
GRANT REVENUE	32,010	74
OTHER NONOPERATING REVENUES	14,810	356
OTHER NONOPERATING EXPENSES	(2,511)	—
TOTAL NONOPERATING REVENUES (EXPENSES)	39,921	18,061
CHANGE IN NET POSITION BEFORE CONTRIBUTIONS AND TRANSFERS	39,357	20,894
CAPITAL CONTRIBUTIONS	17,731	—
TRANSFERS IN (NOTE 6)	11,481	2
CHANGE IN NET POSITION	68,569	20,896
TOTAL NET POSITION, BEGINNING, AS RESTATED (NOTE 23)	422,648	212,429
TOTAL NET POSITION, ENDING	\$ 491,217	\$ 233,325

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

SAN BERNARDINO COUNTY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES -		GOVERNMENTAL
	ENTERPRISE FUNDS		ACTIVITIES
	TOTAL NONMAJOR ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
OPERATING REVENUES:			
NET PATIENT CARE AND SERVICE	\$ —	\$ 610,174	\$ —
CHARGES FOR CURRENT SERVICES	15,254	115,347	394,946
OTHER	438	311,738	—
TOTAL OPERATING REVENUES	15,692	1,037,259	394,946
OPERATING EXPENSES:			
PROFESSIONAL SERVICES	1,573	186,407	59,633
SALARIES AND EMPLOYEE BENEFITS	3,644	479,291	70,605
SELF-INSURED CLAIMS	43	43	134,045
SERVICES AND SUPPLIES	14,498	313,297	110,867
DEPRECIATION AND AMORTIZATION	3,169	42,779	26,292
OTHER	—	20,408	1,860
TOTAL OPERATING EXPENSES	22,927	1,042,225	403,302
OPERATING INCOME (LOSS)	(7,235)	(4,966)	(8,356)
NONOPERATING REVENUES (EXPENSES):			
INVESTMENT INCOME	5,443	23,074	37,743
INTEREST EXPENSE	(38)	(4,426)	(212)
TAX REVENUE	6,051	6,051	—
GRANT REVENUE	139	32,223	98
GAIN (LOSS) ON SALE OF CAPITAL ASSETS	—	—	673
OTHER NONOPERATING REVENUES	263	15,429	5,814
OTHER NONOPERATING EXPENSES	—	(2,511)	—
TOTAL NONOPERATING REVENUES (EXPENSES)	11,858	69,840	44,116
CHANGE IN NET POSITION BEFORE CONTRIBUTIONS AND TRANSFERS	4,623	64,874	35,760
CAPITAL CONTRIBUTIONS	—	17,731	—
TRANSFERS OUT (NOTE 6)	(16)	(16)	—
TRANSFERS IN (NOTE 6)	452	11,935	310
CHANGE IN NET POSITION	5,059	94,524	36,070
TOTAL NET POSITION, BEGINNING, AS RESTATED	130,135	765,212	169,240
TOTAL NET POSITION, ENDING	\$ 135,194	\$ 859,736	\$ 205,310

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

SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS	
	MEDICAL CENTER	WASTE SYSTEMS DIVISION
CASH FLOWS FROM OPERATING ACTIVITIES:		
CASH RECEIVED FROM PATIENT CARE AND SERVICES	\$ 913,243	\$ 120,550
CASH PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES	(411,924)	(85,500)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(469,984)	(10,304)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	31,335	24,746
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
GRANTS RECEIVED	7,964	74
TRANSFERS RECEIVED	10,123	2
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	18,087	76
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(27,259)	(5,806)
CAPITAL GRANTS AND CONTRIBUTIONS	17,731	—
PRINCIPAL PAYMENTS ON FINANCE PURCHASE AGREEMENTS	(252)	—
PROCEEDS (PAYMENTS) ON LEASE LIABILITY	(5,133)	—
PROCEEDS (PAYMENTS) ON SUBSCRIPTION LIABILITY	(5,555)	42
PRINCIPAL PAID ON BONDS AND NOTES	(30,800)	—
INTEREST PAID ON BONDS AND NOTES	(7,573)	—
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(58,841)	(5,764)
CASH FLOWS FROM INVESTING ACTIVITIES:		
INTEREST ON INVESTMENTS	—	17,631
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	—	17,631
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(9,419)	36,689
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	339,149	286,285
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 329,730	\$ 322,974

**SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)**

	BUSINESS-TYPE ACTIVITIES -	
	ENTERPRISE FUNDS	
	MEDICAL CENTER	WASTE SYSTEMS DIVISION
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
OPERATING INCOME (LOSS)	\$ (564)	\$ 2,833
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
DEPRECIATION AND AMORTIZATION	34,125	5,485
NONOPERATING REVENUE (EXPENSE) RELATED TO OPERATING ACTIVITIES	12,299	356
CHANGES IN ASSETS, DEFERRED OUTFLOWS, LIABILITIES AND DEFERRED INFLOWS:		
ACCOUNTS RECEIVABLE	2,425	2,459
DUE FROM OTHER FUNDS	—	(986)
DUE FROM OTHER GOVERNMENTS	—	120
OTHER RECEIVABLES	(15,089)	1,389
INVENTORIES	(2,134)	—
PREPAID ITEMS	348	89
DEFERRED OUTFLOWS OF RESOURCES	13,120	1,011
ACCOUNTS PAYABLE	(2,065)	(6,056)
SALARIES AND BENEFITS PAYABLE	3,186	92
DUE TO OTHER FUNDS	—	(631)
DUE TO OTHER GOVERNMENTS	—	3,011
OTHER LONG-TERM LIABILITIES	(84,823)	—
ADVANCES FROM OTHERS	—	(62)
OTHER PAYABLE	91,628	—
COMPENSATED ABSENCES PAYABLE	8,611	118
NET PENSION LIABILITY	(21,821)	(637)
DEFERRED INFLOWS OF RESOURCES	(7,911)	(410)
POLLUTION REMEDIATION OBLIGATIONS	—	12,931
ESTIMATED LIABILITY FOR CLOSURE/POST-CLOSURE CARE COSTS	—	3,634
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 31,335</u>	<u>\$ 24,746</u>
NONCASH CAPITAL AND FINANCING ACTIVITIES:		
SUBSCRIPTION ASSET ACQUISITION	\$ 10,513	\$ 57
ACQUISITION OF CAPITAL ASSETS WITH RETAINAGE PAYABLE		304
	BREAKDOWN OF CASH AND CASH EQUIVALENTS	
CASH AND CASH EQUIVALENTS	\$ 329,730	\$ 261,512
RESTRICTED CASH AND INVESTMENTS	—	61,462
TOTAL	<u>\$ 329,730</u>	<u>\$322,974</u>

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

**SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES
	TOTAL NONMAJOR ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
CASH FLOWS FROM OPERATING ACTIVITIES:			
CASH RECEIVED FROM PATIENT CARE AND SERVICES	\$ 16,145	\$ 1,049,938	\$ —
CASH RECEIVED FROM OTHER FUNDS FOR INTERNAL SERVICES	—	—	399,763
CASH PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES	(12,688)	(510,112)	(251,528)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(3,641)	(483,929)	(73,991)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(184)	55,897	74,244
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
TAXES RECEIVED	5,866	5,866	—
GRANTS RECEIVED	139	8,177	98
TRANSFERS RECEIVED	452	10,577	310
TRANSFERS PAID	(16)	(16)	—
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	6,441	24,604	408
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(6,251)	(39,316)	(35,185)
CAPITAL GRANTS AND CONTRIBUTIONS	—	17,731	—
PRINCIPAL PAYMENTS ON FINANCE PURCHASE AGREEMENTS	—	(252)	—
PROCEEDS (PAYMENTS) ON LEASE LIABILITY	—	(5,133)	540
PROCEEDS (PAYMENTS) ON SUBSCRIPTION LIABILITY	—	(5,513)	(3,265)
PRINCIPAL PAID ON BONDS AND NOTES	(82)	(30,882)	—
INTEREST PAID ON BONDS AND NOTES	(28)	(7,601)	—
INTEREST PAID ON CAPITAL LEASE OBLIGATIONS & ADVANCES	—	—	(212)
PROCEEDS FROM SALE OF CAPITAL ASSETS	—	—	675
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(6,361)	(70,966)	(37,447)
CASH FLOWS FROM INVESTING ACTIVITIES:			
INTEREST ON INVESTMENTS	5,443	23,074	37,743
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	5,443	23,074	37,743
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	5,339	32,609	74,948
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	85,164	710,598	598,421
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 90,503	\$ 743,207	\$ 673,369

SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES	
	TOTAL NONMAJOR ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
OPERATING INCOME (LOSS)	\$ (7,235)	\$ (4,966)	\$ (8,356)	
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
DEPRECIATION AND AMORTIZATION	3,169	42,779	26,292	
NONOPERATING REVENUE (EXPENSE) RELATED TO OPERATING ACTIVITIES	263	12,918	5,814	
CHANGES IN ASSETS, DEFERRED OUTFLOWS, LIABILITIES AND DEFERRED INFLOWS:				
ACCOUNTS RECEIVABLE	238	5,122	(506)	
DUE FROM OTHER FUNDS	—	(986)	402	
DUE FROM OTHER GOVERNMENTS	(33)	87	(482)	
OTHER RECEIVABLES	—	(13,700)	—	
INVENTORIES	(14)	(2,148)	(3)	
PREPAID ITEMS	—	437	(177)	
DEFERRED OUTFLOWS OF RESOURCES	—	14,131	3,891	
ACCOUNTS PAYABLE	(638)	(8,759)	3,586	
INTEREST PAYABLE	—	—	133	
SALARIES AND BENEFITS PAYABLE	3	3,281	282	
DUE TO OTHER FUNDS	3,403	2,772	11,729	
DUE TO OTHER GOVERNMENTS	675	3,686	(384)	
OTHER LONG-TERM LIABILITIES	—	(84,823)	—	
ADVANCES FROM OTHERS	(15)	(77)	(411)	
OTHER PAYABLE	—	91,628	—	
COMPENSATED ABSENCES PAYABLE	—	8,729	436	
NET PENSION LIABILITY	—	(22,458)	(5,349)	
DEFERRED INFLOWS OF RESOURCES	—	(8,321)	(2,646)	
POLLUTION REMEDIATION OBLIGATIONS	—	12,931	—	
ESTIMATED LIABILITY FOR CLOSURE/POST-CLOSURE CARE COSTS	—	3,634	—	
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	—	—	39,993	
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (184)</u>	<u>\$ 55,897</u>	<u>\$ 74,244</u>	
NONCASH CAPITAL AND FINANCING ACTIVITIES:				
LEASE ASSET ACQUISITION	\$ —	\$ —	\$ 28,374	
SUBSCRIPTION ASSET ACQUISITION	—	10,570	14,760	
ACQUISITION OF CAPITAL ASSETS WITH ACCOUNTS PAYABLE	586	586	1,306	
ACQUISITION OF CAPITAL ASSETS WITH RETAINAGE PAYABLE	131	435	—	
BREAKDOWN OF CASH AND CASH EQUIVALENTS				
CASH AND CASH EQUIVALENTS	\$ 90,503	\$ 681,745	\$ 673,369	
RESTRICTED CASH AND INVESTMENTS	—	61,462	—	
TOTAL	<u>\$ 90,503</u>	<u>\$ 743,207</u>	<u>\$ 673,369</u>	

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

SAN BERNARDINO COUNTY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2025 (IN THOUSANDS)

	PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUND	INVESTMENT TRUST FUNDS	PRIVATE- PURPOSE TRUST FUNDS	CUSTODIAL FUNDS
ASSETS				
CASH AND INVESTMENTS (NOTE 4)	\$ 20,286	\$ 8,509,919	\$ 35,111	\$ 884,281
RECEIVABLES:				
EMPLOYER AND MEMBER CONTRIBUTIONS	22,890	—	—	—
ACCOUNTS RECEIVABLE - NET	1,201	—	—	33,224
TAXES RECEIVABLE	—	—	—	237,184
INTEREST AND DIVIDENDS RECEIVABLE	29,405	58,827	375	6,731
DUE FROM OTHER GOVERNMENTS	—	—	—	26,760
SALE OF INVESTMENTS	272,389	—	—	—
TOTAL RECEIVABLES	325,885	58,827	375	303,899
INVESTMENTS, AT FAIR VALUE:				
SHORT-TERM INVESTMENTS	1,950,357	—	—	—
DEBT SECURITIES	1,072,089	—	—	—
COMMON AND PREFERRED STOCK	2,977,724	—	—	—
REAL ESTATE	11,544	—	—	—
ALTERNATIVE INVESTMENTS	6,630,159	—	—	—
INTERNATIONAL INVESTMENTS	3,692,174	—	—	—
SECURITIES LENDING COLLATERAL	98,728	—	—	—
TOTAL INVESTMENTS, AT FAIR VALUE	16,432,775	—	—	—
LAND HELD FOR RESALE	—	—	13,276	—
PREPAID ITEMS	—	—	852	—
RESTRICTED CASH AND CASH EQUIVALENTS	—	—	3,594	—
EQUIPMENT AND SOFTWARE	23,579	—	—	—
ACCUMULATED DEPRECIATION AND AMORTIZATION	(14,646)	—	—	—
TOTAL ASSETS	16,787,879	8,568,746	53,208	1,188,180
DEFERRED OUTFLOWS OF RESOURCES	—	—	924	—
LIABILITIES				
OBLIGATIONS UNDER SECURITIES LENDING	98,728	—	—	—
SECURITIES OPTIONS PAYABLE	265	—	—	—
PAYABLES FOR SECURITIES PURCHASED	154,702	—	—	—
ACCOUNTS PAYABLE AND OTHER LIABILITIES	101,965	—	—	41
DUE TO OTHER GOVERNMENTS	—	—	168	289,654
INTEREST PAYABLE	—	—	667	—
BONDS AND NOTES PAYABLE:				
DUE IN ONE YEAR	—	—	2,717	—
DUE AFTER ONE YEAR	—	—	50,425	—
TOTAL LIABILITIES	355,660	—	53,977	289,695
DEFERRED INFLOWS OF RESOURCES	—	—	402	—
NET POSITION				
RESTRICTED FOR:				
PENSIONS	16,432,219	—	—	—
POOL PARTICIPANTS	—	8,568,746	—	—
INDIVIDUALS, ORGANIZATIONS, AND OTHER GOVERNMENTS	—	—	(247)	898,485
TOTAL NET POSITION (DEFICIT)	\$ 16,432,219	\$ 8,568,746	\$ (247)	\$ 898,485

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

SAN BERNARDINO COUNTY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUND	INVESTMENT TRUST FUNDS	PRIVATE- PURPOSE TRUST FUNDS	CUSTODIAL FUNDS
ADDITIONS				
CONTRIBUTIONS:				
EMPLOYERS	\$ 603,396	\$ —	\$ —	\$ —
PLAN MEMBERS	210,507	—	—	—
CONTRIBUTIONS TO POOL INVESTMENTS	—	16,850,114	—	—
REDEVELOPMENT AGENCY PROPERTY TAX TRUST FUND	—	—	4,913	—
GIFTS AND BEQUESTS	—	—	21,256	—
TOTAL CONTRIBUTIONS	813,903	16,850,114	26,169	—
INVESTMENT INCOME:				
NET INCREASE IN FAIR VALUE OF INVESTMENTS	1,043,679	123,238	518	7,955
INTEREST, DIVIDENDS, REAL ESTATE, AND OTHER INCOME	428,017	325,488	949	19,991
SECURITIES LENDING INCOME	4,243	—	—	—
GROSS INVESTMENT INCOME	1,475,939	448,726	1,467	27,946
LESS INVESTMENT COSTS:				
INVESTMENT ACTIVITY COSTS	220,169	—	—	—
SECURITIES LENDING COSTS	3,929	—	—	—
NET INVESTMENT INCOME	1,251,841	448,726	1,467	27,946
OTHER ADDITIONS:				
TAXES COLLECTED FOR OTHER GOVERNMENTS	—	—	—	3,517,116
FINES AND FEES COLLECTED FOR OTHER GOVERNMENTS	—	—	—	116,487
STATE FUNDS COLLECTED FOR OTHER GOVERNMENTS	—	—	—	359,350
BOND PROCEEDS COLLECTED FOR OTHER GOVERNMENTS	—	—	—	36,287
PAYMENTS COLLECTED ON BEHALF OF OTHERS	—	—	—	7,895
TOTAL OTHER ADDITIONS	—	—	—	4,037,135
TOTAL ADDITIONS	2,065,744	17,298,840	27,636	4,065,081
DEDUCTIONS				
BENEFIT AND REFUND PAYMENTS TO PLAN MEMBERS AND BENEFICIARIES	860,777	—	—	—
BENEFIT AND REFUND PAYMENTS TO INDIVIDUALS	—	—	18,069	627
DISTRIBUTION FROM POOL INVESTMENTS	—	16,744,932	—	—
DISTRIBUTION AND OBLIGATION RETIREMENTS	—	—	1,942	317,543
DISTRIBUTION OF PROPERTY TRANSFER TAX	—	—	—	8,445
TAX COLLECTIONS DISBURSED TO OTHER GOVERNMENTS	—	—	—	3,152,450
TAX ADJUSTMENTS DISBURSED TO INDIVIDUALS	—	—	—	53,678
FINES AND FEES DISBURSED TO OTHER GOVERNMENTS	—	—	—	79,955
FINES AND FEES DISBURSED TO INDIVIDUALS	—	—	—	17,728
STATE FUNDS DISBURSED TO OTHER GOVERNMENTS	—	—	—	21,614
PAYMENTS DISBURSED TO OTHERS	—	—	—	345,822
ADMINISTRATIVE EXPENSES	13,519	—	210	19,630
OTHER EXPENSES	7,454	—	—	67
TOTAL DEDUCTIONS	881,750	16,744,932	20,221	4,017,559
CHANGE IN NET POSITION	1,183,994	553,908	7,415	47,522
NET POSITION (DEFICIT) HELD IN TRUST, BEGINNING	15,248,225	8,014,838	(7,662)	850,963
NET POSITION (DEFICIT) HELD IN TRUST, ENDING	\$ 16,432,219	\$ 8,568,746	\$ (247)	\$ 898,485

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





NOTES TO THE BASIC FINANCIAL STATEMENTS



SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

San Bernardino County (County), which was established by an act of the State Legislature on April 26, 1853, is a legal subdivision of the State of California charged with governmental powers. The County's powers are exercised through a five-member Board of Supervisors (Board) which, as the governing body of the County, is responsible for the legislative and executive control of the County. As required by accounting principles generally accepted in the United States of America (GAAP), the accompanying financial statements present the activities of the County (the primary government) and its component units.

Blended Component Units

Because of their relationship to the County and the nature of their operations, blended component units are, in substance, part of the County's operations and, accordingly, the activities of these component units are combined, or blended, with the activities of the County for purposes of reporting in the accompanying basic financial statements. The basis for blending the component units is that their governing bodies are substantially the same as the County's Board and their operational or financial relationships with the County.

While each of these component units is legally separate from the County, the County has financial benefit or burden and/or fiscal dependence for these entities, and potential exclusion would result in misleading financial reporting of the County. Financial accountability is demonstrated by the County's Board acting as the governing board for each of the component units.

The component units below are included in the County's reporting entity:

- *Fire Protection District* - Established per Local Agency Formation Commission (LAFCO) Resolution 2986/2989 (adopted on January 16, 2008), effective July 1, 2008. Services provided include fire management, ambulance billing, fire prevention, hazardous materials, household hazardous waste, and the Office of Emergency Services. The district is included in the reporting entity because it has the same governing board and management as the County.
- *Flood Control District (Flood Control)* - Established under Chapter 73 of the 1939 Statutes for the State of California. The District maintains and constructs flood control channels, basins, storm drains, and dams in six geographical zones within the County. The District is included in the reporting entity because it has the same governing board and management as the County.
- *Park and Recreation Districts* - Responsible for the operation and maintenance of parks and improvement zones located throughout the County. The Districts are included in the reporting entity because they have the same governing board and management as the County.
- *County Service Areas* - Established to provide specific services to distinct geographical areas within the County. Services include but are not limited to, management and maintenance of streetlights, roads, sanitation collection systems, and water distribution systems. The County Service Areas are included in the reporting entity because they have the same governing board and management as the County.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

- *Various Joint Powers Authorities (JPAs)* – Includes In-Home Support Services (IHSS), Inland Counties Emergency Medical Agency (ICEMA), and San Bernardino County Industrial Development Authority (COIDA). With the exception of ICEMA, separate financial statements are not available for these JPAs. The JPAs are included in the reporting entity because they have the same governing board and management as the County.
- *Inland Empire Public Facilities Corporation (IEPFC)* - A nonprofit public benefit corporation, formed on May 30, 1986, to serve the County by financing, refinancing, acquiring, constructing, improving, leasing and selling buildings, building improvements, equipment, land, land improvements, and any other real or personal property for the benefit of residents of the County. IEPFC is included in the reporting entity because it has the same governing board as the County, and there is a financial benefit or burden relationship with the County.
- *San Bernardino County Financing Authority (SBCFA)* - Created pursuant to a Joint Exercise of Powers Agreement dated May 16, 1966, as amended on July 1, 1982, and May 1, 1983, as amended and restated on March 27, 1989, and as amended on February 15, 1994. SBCFA provides financing for public capital improvements for the County, to acquire such public capital improvements, and to purchase certain underlying obligations issued by or on behalf of the County. SBCFA is included in the reporting entity because it has the same governing board as the County, and there is a financial benefit or burden relationship with the County.

The fiduciary component unit below is included in the County's reporting entity:

- *San Bernardino County Employees' Retirement Association (SBCERA)* – SBCERA was established on January 1, 1945, under the County Employees Retirement Law of 1937 following a vote by the people of the County on May 16, 1944. SBCERA is an independent, defined benefit pension plan administrator providing retirement, disability, and death benefits on behalf of approximately 43,000 members and beneficiaries. SBCERA is a fiduciary component unit of the County reported in the Pension (and Other Employee Benefit) Trust Fund column of the fiduciary fund financial statements. SBCERA is included in the reporting entity because the County is financially accountable for SBCERA since it appoints a voting majority of SBCERA's governing body (GASB 61, paragraph 6) and there is a financial benefit/burden relationship (GASB 84). SBCERA's separately issued financial statements can be obtained from their office located at 348 W. Hospitality Lane, Suite 100, San Bernardino, CA 92408.

Additional detailed financial information, including separately issued financial statements (except as noted above) of the County's component units, can be obtained from the Auditor-Controller/Treasurer/Tax Collector's Office at 268 W. Hospitality Lane, San Bernardino, CA 92415-0018.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

Discretely Presented Component Unit

FIRST 5 San Bernardino, formerly known as the Children and Families First (Commission), was formed in 1998 under the California Health and Safety Code - Section 130100, Chapter 29 of Title 1 of the San Bernardino County Code, and the California Children and Families First Act of 1998. The Commission was created for the purpose of promoting, supporting, and improving the early development of children from the prenatal stage to five years of age and is funded by allocations of California Proposition 10 Tobacco Tax. The Commission is a discretely presented component unit because its governing body is not substantially the same as the County's governing body, it does not provide services entirely or exclusively to the County, and the County has the ability to impose its will by appointing all of the Commissioners who serve at the pleasure of the San Bernardino County Board of Supervisors.

Additional detailed financial information, including separately issued financial statements can be obtained from First 5 San Bernardino's Office at 735 E. Carnegie Drive, Suite 150, San Bernardino, CA 92408.

B. Government-Wide and Fund Financial Statements

The basic financial statements consist of the following:

- Government-wide financial statements
- Fund financial statements, and
- Notes to the basic financial statements

Government-Wide Financial Statements

The Statement of Net Position and Statement of Activities display information about the primary government, the County, and its component units. These statements include the financial activities of the overall government, except for fiduciary activities and fiduciary-type component units. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which normally are supported by taxes and inter-governmental revenues are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the County and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Certain indirect costs are included in the program expenses of the appropriate functions. Program revenues include 1) charges paid by the recipient for goods or services offered by the program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Separate statements for each fund group classification – governmental, proprietary, and fiduciary are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in separate columns. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

The County reports the following major governmental funds:

- The *General Fund* accounts for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as General Government, Public Protection, Public Ways and Facilities, Health and Sanitation, Public Assistance, Education, and Recreation and Cultural Services.
- The *Capital Improvement Fund* accounts for the construction, rehabilitation, and repair projects for numerous facilities and structures administered by the Project Management Division. The fund is primarily financed by transfers from the General Fund.

The County reports the following major enterprise funds:

- *Medical Center* accounts for the operation of Arrowhead Regional Medical Center inpatient and outpatient care operations, including emergency room services and indigent care to County residents. The fund is financed primarily by patient care services. Separately issued financial statements for the Medical Center can be obtained from the Auditor-Controller/Treasurer/Tax Collector's Office at 268 W. Hospitality Lane, San Bernardino, CA 92415-0018.
- *Waste Systems Division* accounts for refuse disposal services provided to the public by five landfill sites. The waste disposal program is financed by funds derived from gate fees at the San Bernardino Valley landfill sites and from land use fees charged to property owners in both the mountain and desert areas.

The County reports the following internal service funds in summary form as part of the proprietary fund financial statements:

- *Internal Service Funds* account for central services group that provides services to other departments or agencies of the County on a cost reimbursement basis. Central services group includes printing services, surplus property, central mail, telecommunication services, computer operations, business solutions development, fleet management, risk management, and flood control equipment operations.

The County reports the following fiduciary funds:

- *The Pension (and Other Employee Benefit) Trust Fund* accounts for the San Bernardino County Employee's Retirement Association (SBCERA) which is a cost sharing multiple-employer defined benefit pension plan administered through trusts.
- *The Investment Trust Funds* accounts for the external portion of pooled investments of numerous self-governed school and special districts for which cash and investments are held by the County Treasurer. The financial reporting for these governmental entities, which are independent of the County, is limited to the total amount of cash and investments and other assets, and the related fiduciary responsibility of the County for disbursements of these assets. Activities of the school districts and special districts are administered by their own separate elected boards and are independent of the County Board of Supervisors. The County Auditor-Controller/Treasurer/Tax Collector makes disbursements upon the request of the responsible school and self-governed district officers. The County Board of Supervisors has no effective authority to govern, manage, approve budgets, assume financial responsibility, establish revenue limits, or to appropriate surplus funds available in these entities. Therefore, these entities are fiscally independent of the County.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

- *The Private Purpose Trust Funds* accounts for the San Bernardino Redevelopment Successor Agency (Successor Agency) which operates under the auspices of a legislatively formed San Bernardino Countywide Oversight Board comprised of representatives per Health and Safety Code 34179(j) that serve the redevelopment project area. The Oversight Board, in its fiduciary capacity, has authority over the operations and the timely dissolution of the former Redevelopment Agency (RDA). It is tasked with fulfilling the obligations of the former RDA, and is also responsible for revenue collection, maintaining necessary bond reserves, and disposing of excess property. The Successor Agency is responsible for continuing to pay and meet the former Redevelopment Agency's enforceable obligations, overseeing the completion of redevelopment projects, disposing of assets and properties of the former Redevelopment Agency, as directed and approved by the San Bernardino Countywide Oversight Board. The Successor Agency issues a stand-alone financial report, which may be obtained by contacting the Successor Agency, 385 North Arrowhead Ave, 3rd Floor, San Bernardino, CA 92415-0043.
- *The Custodial Funds* are fiduciary in nature and use the economic resources measurement focus. These funds primarily account for assets held by the County in an custodial capacity pending transfer or distribution to individuals, private organizations, other governmental agencies, or other funds.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide, proprietary, and fiduciary funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes and sales taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable, earned, and available. In the fund financial statements, property tax revenues are recognized in the fiscal year for which they are levied, provided they are due and collected within sixty days after fiscal year-end. Property taxes are recorded as deferred inflows of resources when not received within sixty days after fiscal year-end. In the government-wide financial statements, property taxes are recorded as revenue when levied regardless of when the cash is collected. Sales taxes, interest, and charges for services are accrued when their receipt occurs within sixty days after the end of the accounting period and are recognized as revenue.

The County considers items available if received within 9 months of year-end, for voluntary non-exchange transactions such as federal and state grants and government-mandated non-exchange transactions. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and capital leases are reported as other financing sources.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

The County reports items as deferred inflows of resources when all eligibility requirements are met except for timing requirements or resources recognized as assets that do not meet the availability criterion for recognition as revenue in governmental funds.

Proprietary funds are used to account for business-type activities, which are financed mainly by fees and charges to users of the services provided by the funds' operations. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Fiduciary funds include all trust and custodial funds, which account for assets held in a trustee or an custodial capacity for individuals, private organizations, or other governments. Fiduciary funds are not included in the government-wide financial statements.

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources and Net Position

(a) Cash and Cash Equivalents

For purposes of the statement of cash flows, the County considers all pooled investments and other highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

(b) Investments

The County's pooled investments are governed by the California Government Code (CGC) and the County's Investment Policy. These approved investments include U.S. Government Treasury and Agency securities, commercial paper, certificates of deposit, medium-term notes, mutual funds, repurchase agreements, and reverse repurchase agreements as authorized by the CGC Sections 53601, 53635, and 53638 that limit the investments to certain maximum percentages by investment type in the pool.

The County's pooled investments and securities are reported at fair value. The County intends to either hold investments until maturity or until market values equal or exceed cost. The value of the various investments will fluctuate on a daily basis as a result of a multitude of factors, including generally prevailing interest rates and other economic conditions. Certain money market investments and investment contracts are recorded at cost.

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.

(c) Land Held for Resale

Land held for resale are assets acquired and held with the intent of sale, and are recorded at the lower of cost or market, until such time as there is an event that would indicate an agreed-upon sales price. It is not the intent of the County to hold these assets for gain or profit.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

(d) Inventories and Prepaid Items

Inventories, which consist principally of materials and supplies held for consumption, are valued at cost (first-in, first-out basis) for governmental fund types and at an amount which approximates the lower of cost or net realizable value for proprietary fund types. Inventories of the governmental and business-type activities are accounted for as expenses when the inventory items are consumed. In the governmental fund financial statements, reported inventories are offset with nonspendable fund balance because these amounts are not available for appropriation and expenditure.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items and accounted for as expenditures when consumed rather than purchased in both the government-wide and the fund financial statements.

(e) Deferred Outflows of Resources and Deferred Inflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to future periods and deferred inflows of resources represent an acquisition of net assets that applies to future periods. Deferred outflow of resources have a positive effect on net position, similar to assets, and a deferred inflows of resources have a negative effect on net position, similar to liabilities. The County has certain items, which qualify for reporting as deferred outflows and deferred inflows of resources (Note 9 and Note 18).

(f) Capital Assets

Capital assets, which include land, structures, and improvements, equipment, software, land use rights including easement/right-of-way, and infrastructure assets (roadways, bridges, roadway signage, guardrails, drainage systems, traffic lights, dams, and flood control), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. These capital assets have initial useful lives extending beyond a single reporting period.

Such assets are recorded at historical cost or estimated historical cost if purchased or developed. Donated capital assets are recorded at acquisition value (an entry price) at the date of donation.

The capitalization threshold for the County is \$10 except for the following assets:

- Structures and infrastructure: \$100
- Subscription-Based Information Technology Arrangement and Internally generated software: \$100
- Lease Infrastructure: \$150
- Lease Land: \$0

Structures and improvements, equipment, software, and infrastructure of the primary government are depreciated or amortized using the straight-line method over the following estimated useful lives:

- Infrastructure: 10 to 100 years
- Structures and improvements: Up to 45 years
- Equipment and software: 5 to 15 years

Certain intangible assets and leases with contractual, legal, regulatory, or any other factors, which limit the useful lives of those assets are amortized in accordance with such factors or provisions.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

(g) Employee Compensated Absences

The County recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled during or upon separation from employment. Vacation, annual leave, perfect attendance leave, sick leave, and various compensatory time in accordance with the Memorandums of Understanding (MOU) qualify for liability recognition for compensated absences.

Liabilities for compensated absences are accrued in the government-wide financial statements and in the proprietary funds. For the governmental funds, expenditures are recorded when amounts become due and payable.

(h) Pollution Remediation Obligations

The County estimates pollution remediation outlays to remediate the effects of a pollution event in accordance with generally accepted accounting principles. Those outlays include remedial investigation, site assessment, corrective measures feasibility studies, remediation work, equipment, and monitoring of the polluted site (Note 11).

(i) Long-Term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term liabilities are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method, with the exception of prepaid bond insurance. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are recognized as an expense in the period incurred.

In the governmental fund financial statements, bond premiums and discounts, as well as bond issuance costs, are recognized in the period issued. 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 issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

(j) Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County's cost-sharing multiple-employer defined benefit retirement plan (the Plan) administered by the San Bernardino County Employees' Retirement Association (SBCERA) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by SBCERA. For this purpose, employer and employee contributions are recognized in the period the related salaries are earned and become measurable pursuant to formal commitments, statutory or contractual requirement, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms, and investments are reported at fair value.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

(k) *Interfund Transactions*

Interfund transactions are reflected as loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation and are referred to as either "Due to/from other funds" (i.e., the current portion of interfund loans) or "Interfund receivables/payables" (i.e., the noncurrent portion of interfund loans). Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Interfund receivables, as reported in the fund financial statements, are offset by the corresponding fund balance classification to indicate that they are not available for appropriation and are not available financial resources.

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide presentation.

(l) *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, and capital-related deferred outflows of resources into one component of net position. Accumulated depreciation, amortization, capital-related deferred inflows of resources, and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets as well as any premium or discount paid on debt reduce the balance in this category.
- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors, or laws or regulation of other governments and restrictions imposed by law through constitutional provisions or enabling legislation. Examples of restricted net position include federal and state grants that are restricted by grant agreements for specific purposes and restricted cash set aside for debt service payments.
- *Unrestricted Net Position* – This category represents the net position of the County not invested in capital assets or restricted for any project or other purpose.

At June 30, 2025, the County reported a restricted net position of \$2,800,064 in the Governmental Activities.

In the fund financial statements, governmental funds report fund balance as (1) Nonspendable Fund Balance, (2) Restricted Fund Balance, (3) Committed Fund Balance, (4) Assigned Fund Balance, and (5) Unassigned Fund Balance. These components of fund balance are reported primarily to indicate the extent to which the County is bound to honor constraint on the specific purposes for which amounts in the fund can be spent (Note 16).

- 1) *Nonspendable Fund Balance*: Amounts cannot be spent because they are: (a) not in spendable form or (b) legally or contractually required to be maintained intact. Due to the nature or form of the resources, they generally cannot be expected to be converted into cash or a spendable form.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

- 2) *Restricted Fund Balance:* Amounts are restricted by external parties, i.e., creditors, grantors, contributors, or laws/regulations of other governments or restricted by law through constitutional provisions or enabling legislation.
- 3) *Committed Fund Balance:* Amounts can only be used for a specific purpose pursuant to constraints imposed by formal action of the government's highest level of decision making authority (the Board of Supervisors). The formal action must occur prior to the end of the reporting period, however, the amount may be determined in the subsequent period. These are self-imposed limitations on available resources. These committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same level of action it employed to previously commit those amounts. These committed amounts would be approved and adopted by formal action of the Board.
- 4) *Assigned Fund Balance:* Amounts are constrained by the government's intent to be used for specific purposes that are neither restricted nor committed. The intent will be expressed by the body or official to which the governing body has delegated the authority, i.e. the County Administrative Office. The County Administrative Office will assign fund balance for specific departmental projects through the use of the respective department's General Fund savings.
- 5) *Unassigned Fund Balance:* The General Fund, as the principal operating fund, often has net resources in excess of what can properly be classified in one of the four categories already described. Therefore, in order to calculate unassigned fund balance, total fund balance less nonspendable, restricted, committed, or assigned equals unassigned fund balance. This amount is available for any purpose and will be placed in either the general purpose reserve, General Fund – mandatory contingencies or the General Fund - uncertainties contingencies until allocated for a specific purpose by the Board, by a four-fifths vote. Negative fund balances in all other governmental funds is reflected as unassigned.

The County Board of Supervisors establishes, modifies, or rescinds fund balance commitments by the passage of a resolution. The County also uses budget and finance policy to authorize the assignment of fund balance, which is done through adoption of the budget and subsequent budget amendments throughout the year.

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

(m) *Fund Balance and Reserve Policy*

The objective of the County's fund balance and reserve policy is to ensure the San Bernardino County maintains a minimum level of unassigned fund balance designated as general purpose reserve to meet seasonal cash flow shortfalls, revenue shortfalls, unanticipated expenditures, economic downturns, or effects of local disasters. The policy also addresses the circumstances under which unassigned fund balance can be "spent down" and how the unassigned fund balance will be replenished if it falls below the established minimum.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

General Purpose Reserve and Mandatory Contingencies Reserve

The County has established an unassigned fund balance designated as general purpose reserve for the General Fund targeted at 20% of locally funded appropriations based on the adopted budget. Locally funded appropriations are those funded by countywide discretionary revenues such as unrestricted property tax, sales tax, interest income, and other revenues not linked to specific programs and those funded by ongoing operating transfers in.

The unassigned fund balance designated as general purpose reserve is built up with one-time sources until the established target is achieved. In the event the locally funded appropriations decline from the previous fiscal year, the general purpose reserve shall have no downward adjustments. Increases to the general purpose reserve generally are only made once at the beginning of the fiscal year.

The County also maintains a mandatory contingencies reserve set at a minimum of 1.5% of locally funded appropriations based on the adopted budget. The amount needed to fund the mandatory contingencies reserve for the succeeding fiscal year will be categorized as unassigned fund balance. In the event the locally funded appropriation declines from the previous fiscal year, the mandatory contingencies shall have no downward adjustments. Increases to the mandatory contingencies generally are only made once at the beginning of the fiscal year.

The remaining unassigned fund balance amount not allocated to the general purpose reserve or mandatory contingencies reserve will be included in uncertainties contingencies reserve.

Fund Balance Spend Down and Replenishment Procedure

Use of unassigned fund balance will be limited to nonrecurring expenditures, debt reduction, one-time capital costs or emergency situations (such as economic conditions or natural disasters). The County generally will use the uncertainties contingencies reserve first, then the mandatory contingencies and finally the general purpose reserve allocation when using the unassigned fund balance.

The County recognizes that unforeseen events may cause the use of unassigned fund balance which will result in it falling below the established minimum. However, if this occurs, or is expected to occur within the five year planning cycle, the budget balancing strategies will be invoked to determine corrective actions. When necessary, the following budget balancing strategies will be used in order of priority:

- 1) Seek other revenue opportunities, including new service fees or increase to existing fees;
- 2) Reduce expenditures through improved productivity;
- 3) Reduce or eliminate services;
- 4) Reduce employee salaries and benefits.

A planned draw down of unassigned fund balance generally should not exceed 3% of locally funded appropriation in a given fiscal year. Generally, before the unassigned fund balance can be withdrawn below the target, a replenishment plan must be adopted. For withdrawals, as soon as economic conditions have recovered, one-time sources will be used to replenish reserves before using them for one-time, non-emergency expenses. The unassigned fund balance shall be built up with one-time sources until the established target is achieved/ replenished.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

As of June 30, 2025, the County's general purposes reserve is \$238,294 which is included in the unassigned fund balance as determined by the fund balance policy.

(n) Property Taxes

The County levies, collects, and apportions property taxes for all taxing jurisdictions within the County, including school and special districts. Property taxes are determined by applying approved rates to the assessed values of properties. The total 2024-25 taxable assessed valuation of the San Bernardino County was \$340,089,975.

Article XIII A of the State of California Constitution limits the property tax levy to support general government services of the various taxing jurisdictions to \$1.00 per \$100.00 of assessed value. Taxes levied to service voter-approved debt prior to June 30, 1978, are excluded from this limitation. Secured property taxes are levied in two equal installments, November 1 and February 1. They become delinquent with penalties after December 10 and April 10, respectively. The lien date is January 1 of each year. Unsecured property taxes are due on the March 1 lien date and become delinquent with penalties after August 31. The term "unsecured" refers to taxes on personal property other than land and buildings. These taxes are secured by liens on the property being taxed.

The County apportions property tax according to the Teeter Plan, which is an alternate property tax distribution procedure authorized by the California Legislature in 1949. Generally, the Teeter Plan provides for a property tax distribution procedure by which secured roll taxes are distributed based on the tax levy, rather than on the basis of actual tax collections, for agencies that elect to participate in the Teeter Plan (including the County General Fund). Under the Teeter Plan, the County advances each participant an amount equal to the participant's Teeter Secured Levy (adjusted at year end for corrections to the assessment roll) that remains unpaid at the end of the fiscal year. In return, the County General Fund receives all future delinquent tax payments, penalties and interest. The County bears the risk of loss on the delinquent property taxes but benefits from the penalties and interest associated with these delinquent taxes when they are paid. Under the Teeter Plan, the County is also required to establish a tax loss reserve fund to cover losses that may occur as a result of sales of tax-defaulted properties.

(o) Use of Estimates

The presentation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 1 - Summary of Significant Accounting Policies (Continued)

(p) Implemented Accounting Pronouncements

During fiscal year 2025, the County adopted the following Governmental Accounting Standards Board (GASB) Statements:

GASB Statement No. 101 – Compensated Absences

In June 2022, GASB issued 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. The objection is achieved by aligning the recognition and measurement guidance under a unified model and by amending previously required disclosures. The requirements of this Statement are effective for the fiscal year ending June 30, 2025. The County has implemented this Statement as of July 1, 2024, which resulted in a material impact to the County.

GASB Statement No. 102 – Certain Risk Disclosures

In December 2023, GASB issued 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. That objective is achieved by requiring governments to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. The statement also requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Application of this statement is effective for the County's fiscal year ending June 30, 2025. The adoption of this statement did not have a material impact on the financial statements.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Amounts reported for governmental activities in the statement of net position are different from those reported for governmental funds in the balance sheet.

The following provides a reconciliation of those differences:

	Total Governmental Funds (Page 62)	Long-term Assets Deferred Outflows Deferred Inflows and Liabilities (1)	Internal Service Funds (2) (Page 67 & 68)	Eliminations	Statement of Net Position Totals (Page 55 & 56)
Assets and Deferred Outflows of Resources					
Assets:					
Cash and Investments	\$ 5,230,323	\$ —	\$ 673,369	\$ —	\$ 5,903,692
Accounts Receivable - Net	10,711	—	683	—	11,394
Due from Other Governments	632,597	—	2,681	—	635,278
Taxes Receivable	67,980	—	—	—	67,980
Interest Receivable	59,263	—	—	—	59,263
Lease Receivable	21,292	—	—	—	21,292
Loans Receivable	45,063	—	—	—	45,063
Other Receivables	26,038	—	—	—	26,038
Due from Other Funds	155,889	—	4,149	(160,038)	—
Internal Balances	—	—	—	2,286	2,286
Land Held for Resale	50,038	—	—	—	50,038
Inventories	2,115	—	4,121	—	6,236
Prepaid Items	39,554	—	831	(1,061)	39,324
Advances to Other Funds	12,333	—	—	(12,333)	—
Restricted Cash and Investments	19,465	—	—	—	19,465
Land	—	153,403	1,504	—	154,907
Land Use Rights - Not Amortized	—	26,380	—	—	26,380
Development In Progress	—	614,730	17,932	—	632,662
Structures, Improvements, and Infrastructure	—	3,410,290	43,992	—	3,454,282
Equipment and Software	—	561,964	139,502	—	701,466
Right-To-Use Leased Land	—	1,971	1,335	—	3,306
Right-To-Use Leased Buildings	—	502,641	—	—	502,641
Right-To-Use Leased Equipment	—	931	1,123	—	2,054
Right-To-Use Subscription Assets	—	102,820	43,915	—	146,735
Accumulated Depreciation and Amortization	—	(2,481,645)	(136,381)	—	(2,618,026)
Total Assets	6,372,661	2,893,485	798,756	(171,146)	9,893,756
Deferred Outflows of Resources:					
Pensions	—	739,912	21,829	—	761,741
Total Deferred Outflows of Resources	—	739,912	21,829	—	761,741
Total Assets and Deferred Outflows of Resources	\$ 6,372,661	\$ 3,633,397	\$ 820,585	\$ (171,146)	\$ 10,655,497

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements (Continued)

	Total Governmental Funds (Page 62)	Long-term Assets Deferred Outflows Deferred Inflows and Liabilities (1)	Internal Service Funds (2) (Page 67 & 68)	Eliminations	Statement of Net Position Totals (Page 55 & 56)
Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position					
Liabilities:					
Accounts Payable and Other Current Liabilities	\$ 242,979	\$ —	\$ 22,663	\$ —	\$ 265,642
Salaries and Benefits Payable	134,626	—	3,434	—	138,060
Due to Other Funds	143,940	—	14,052	(157,992)	—
Due to Other Governments	86,468	—	—	—	86,468
Interest Payable	941	986	193	—	2,120
Advances from Others	81,172	—	1,196	(1,061)	81,307
Advances from Other Funds	12,093	—	—	(12,093)	—
Compensated Absences Payable	—	374,808	13,835	—	388,643
Bonds and Notes Payable	—	10,355	—	—	10,355
Direct Finance Capital Obligation	—	22,820	—	—	22,820
Other Long-Term Liabilities	—	—	—	—	—
Lease Liability	—	336,496	1,377	—	337,873
Subscription Liability	—	49,341	17,872	—	67,213
Estimated Liability for Litigation and Self-Insured Claims	—	—	501,223	—	501,223
Net Pension Liability	—	1,586,906	32,925	—	1,619,831
Total Liabilities	<u>702,219</u>	<u>2,381,712</u>	<u>608,770</u>	<u>(171,146)</u>	<u>3,521,555</u>
Deferred Inflows of Resources:					
Unavailable Revenues	112,122	(112,122)	—	—	—
Leases	21,433	(931)	—	—	20,502
Pensions	—	169,641	6,505	—	176,146
Total Deferred Inflows of Resources	<u>133,555</u>	<u>56,588</u>	<u>6,505</u>	<u>—</u>	<u>196,648</u>
Fund Balance/Net Position	<u>5,536,887</u>	<u>1,195,097</u>	<u>205,310</u>	<u>—</u>	<u>6,937,294</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balance/Net Position	<u>\$ 6,372,661</u>	<u>\$ 3,633,397</u>	<u>\$ 820,585</u>	<u>\$ (171,146)</u>	<u>\$ 10,655,497</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 2 - Reconciliation of Government-Wide and Fund Financial Statements (Continued)

(1) Capital assets used in governmental activities that are not financial resources and, therefore, are not reported in the funds.	
Land	\$ 153,403
Land Use Rights - not being amortized	26,380
Development in Progress	614,730
Structures, Improvements, and Infrastructure	3,410,290
Equipment and Software	561,964
Right-To-Use Leased Land	1,971
Right-To-Use Leased buildings	502,641
Right-To-Use Leased Equipment	931
Right-To-Use Subscription Assets	102,820
Accumulated Depreciation and Amortization	(2,481,645)
	<u>\$ 2,893,485</u>
(1) Receivables are not available to pay for current-period expenditures and are therefore deferred in the governmental funds.	
	<u>\$ 112,122</u>
	<u>\$ 112,122</u>
(1) Interest Payable	
	<u>\$ (986)</u>
(1) Deferred outflows and inflows of resources are applicable to future periods and therefore are not reported in the funds.	
Deferred Outflows of Resources - Bond Refunding	\$ -
Deferred Outflows of Resources - Pensions	739,912
Deferred Inflows of Resources - Leases	931
Deferred Inflows of Resources - Pensions	(169,641)
	<u>\$ 571,202</u>
(1) Long-term liabilities, including bonds payable, that are not due and payable in the current period and therefore are not reported in the funds.	
Compensated Absences Payable	\$ (374,808)
Bonds and Notes Payable	(10,355)
Direct Finance Capital Obligation	(22,820)
Lease Liability	(336,496)
Subscription Liability	(49,341)
Net Pension Liability	(1,586,906)
Deferred Charges on Refunding	<u>\$ (2,380,726)</u>
(2) Internal service funds that are used by management to charge the costs of general services, telecommunication services, computer operations, fleet management, risk management, and flood control equipment to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.	
	<u>\$ 205,310</u>
(1) GASB 34 Conversion Entries	
(2) Internal Service Funds reported as part of Governmental Activities	

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 3 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

In accordance with the provisions of Section 29000 – 29144 and 30200 of the Government Code of the State of California, commonly known as the County Budget Act, the County prepares and adopts the final budget no later than October 2, for each fiscal year. Budgets are adopted for the General Fund, certain Special Revenue Funds, certain Debt Service Funds, and certain Capital Projects Funds. Budgets are prepared on the modified accrual basis of accounting, except that current year encumbrances are budgeted as expenditures.

Annual budgets are not adopted for the following funds: Pension Obligation Bonds Debt Service, Joint Powers Authorities Special Revenue and Debt Service Funds, and Permanent Funds.

The legal level of budgetary control is maintained at the object level for general expenditures and sub-object level for capital assets within departments. However, presentation of the basic financial statements at the legal level of control is not feasible due to excessive length. Because of the large volume of detail, the budget and the actual statements have been aggregated by function. The County does prepare a separate final budget document at the object and sub-object level that is available to the public by the office of the Auditor-Controller/Treasurer/Tax Collector.

Amendments or transfers of appropriations between funds or departments must be approved by the Board. Throughout the year, supplemental appropriations may be necessary and are normally financed by unanticipated revenues. These must also be approved by the Board. Amendments or transfers of appropriations between object code levels within the same department may be approved by the Board or the County Administrative Office. Transfers at the sub-object code level or cost center level may be done at the discretion of the department head. Any deficiency of the budgeted revenues and other financing sources over expenditures and other financing uses is financed by beginning available fund balances as provided in the County Budget Act.

B. Excess of Expenditures Over Appropriations

For the year ended June 30, 2025, expenditures exceeded appropriations in the principal and capital outlay of the Transportation funds by \$209 and \$7,665, in the interest and fiscal charges of the Preschool Services funds by \$34, in the capital outlay of the Local Law Enforcement Block Grant funds by \$117, in the principal of the Fire Protection Districts by \$299, in the interest and fiscal charges of the Economic and Community Development funds by \$233, in the general government of the County Service Areas funds by \$91, in the interest and fiscal charges of the Parks and Recreation Districts funds by \$133, in the general government of the Redevelopment Successor Housing capital project funds by \$1, and in the interest and fiscal charges of the County Service Areas capital project funds by \$22. These over expenditures were funded by available fund balance.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 3 - Stewardship, Compliance and Accountability (Continued)

C. Reconciliation of Budgetary Basis to GAAP Basis

The annual County Budget is prepared, approved, and adopted in accordance with provisions of the County Budget Act. In preparing the budget, the County utilizes a basis of accounting which is different from the basis prescribed by generally accepted accounting principles (GAAP). The accompanying General Fund Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual on a Budgetary Basis presents a comparison of the legally adopted budget and the actual data on a budgetary basis.

The following adjustments are necessary to provide a meaningful comparison of the actual results of operations with the budget:

	<u>General Fund</u>
Fund Balance - budgetary basis	\$ 2,527,843
Outstanding encumbrances for budgeted funds	191,609
Fund balance - GAAP basis	<u>\$ 2,719,452</u>

NOTE 4 - CASH AND INVESTMENTS

Cash and investments include the cash balances of substantially all funds which are pooled (the “pool”) and invested by the County Treasurer for the purpose of increasing interest earnings through investment activities. The pool is not registered as an investment company with the Securities and Exchange Commission (SEC) and is currently rated AAAs/S1 by Fitch Ratings. Included also are cash and investments held by certain joint powers and certain public agencies authorities and cash held by various trustee financial institutions in accordance with the California Government Code.

As of June 30, 2025, Cash and Investments are classified in the accompanying financial statements as follows:

	<u>Total Governmental Activities</u>	<u>Total Business-type Activities</u>	<u>Total Primary Government</u>	<u>Discretely Presented Component Unit</u>	<u>Total Fiduciary Funds</u>	<u>Total</u>
Cash and Investments	\$ 5,903,692	\$ 681,745	\$ 6,585,437	\$ 110,636	\$ 9,449,597	\$ 16,145,670
Investments, At Fair Value (SBCERA)	-	-	-	-	16,432,775	16,432,775
Restricted Cash and Investments	19,465	61,462	80,927	-	3,594	84,521
Total Cash and Investments	<u>\$ 5,923,157</u>	<u>\$ 743,207</u>	<u>\$ 6,666,364</u>	<u>\$ 110,636</u>	<u>\$ 25,885,966</u>	<u>\$ 32,662,966</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The following presents a condensed statement of cash investments and changes in cash and investments for the Treasurer's investment pool as of June 30, 2025:

Statement of Net Position	
Equity of internal pool participants	\$ 7,703,157
Equity of external pool participants:	
Voluntary	843,694
Involuntary	7,725,052
Total Net Position held for pool participants	<u>\$ 16,271,903</u>
Statement of Changes in Net Position	
Net Position at July 1, 2024	\$ 14,668,928
Net change in net position by pool participants	1,602,975
Net Position at June 30, 2025	<u>\$ 16,271,903</u>

State law requires that all operating monies of the County, school districts, and certain special districts be held by the County Treasurer. The net position value associated with legally mandated external participants in the investment pool was \$7,644,014, at June 30, 2025.

As of June 30, 2025, the fair value of the County investment pool was \$16.3 billion. Approximately 15% of the County pool is attributable to the County General Fund, with the remainder of the balance comprised of other county funds, component units, school districts and special districts. Additionally, as of June 30, 2025, \$865,905, of the amounts deposited in the County pool was attributable to depositors who are not required to, but choose to, invest in the County pool. These include independent special districts, State Trial Court, and other governmental agencies. The deposits held for both involuntary and voluntary external participants are reported in the Investment Trust Fund.

The fair value of the pool is determined monthly, and depends on, among other factors, the maturities and types of investments and general market conditions. The fair value of each participant's position including both voluntary and involuntary participants is the same as the value of the pool share. The method used to determine participants' equity withdrawn is based on the daily average book value of the participants' percentage participation in the pool.

The County has not produced or provided any letters of credit or legal binding guarantees as supplemental support of the pool values during the year ended at June 30, 2025. The pool provides monthly reporting to both The Treasury Oversight Committee who reviews investment policy and the County Board of Supervisors who reviews and approves investment policy.

The County does not pool its external participants' investments separately from the County pool. The average rate of return on investments during fiscal year 2025 was 4.20%.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

A summary of the total cash and investments as of June 30, 2025, is as follows:

Investment Type	Cost	Fair Value	Interest Rate Range	Maturity Range	Average Maturity (days)
U.S. Treasury Securities	\$ 3,383,350	\$ 3,409,198	1.09% - 4.86%	07/01/25 - 07/31/30	641
U.S. Government Agencies	2,066,739	2,073,705	0.44% - 4.85%	07/01/25 - 09/25/28	376
Negotiable Certificates of Deposit	100,000	99,947	4.15% - 4.28%	07/01/25 - 11/03/25	64
Commercial Paper	1,298,475	1,315,486	4.06% - 4.44%	07/01/25 - 02/02/26	70
Agency Mortgage-Backed	5,405,290	5,482,944	0.53% - 5.76%	07/01/25 - 01/01/32	1,331
Medium-Term Notes	421,970	423,416	3.92% - 5.59%	08/01/25 - 03/05/27	260
JPA Investment Pools	626,000	626,000	4.36% - 4.43%	07/01/25	1 ^A
Money Market Mutual Funds	1,837,000	1,837,000	4.17% - 4.24%	07/01/25	1 ^B
Supranational Securities	44,995	45,058	3.64% - 4.77%	09/15/25 - 05/15/26	227
Asset-Backed Securities	856,072	859,149	2.33% - 5.99%	05/15/26 - 04/16/29	825
Repurchase Agreements	100,000	100,000	4.32%	07/03/25	3
Total County's Pooled Investments	16,139,891	16,271,903			
Investments Held Outside County Pool:					
State and Local Municipal Bonds	11,236	10,647	4.00% - 5.00%	07/01/25 - 08/01/25	11
Money Market Mutual Funds	11,556	11,556	N/A	N/A	N/A ^C
Total Investments Held Outside County Pool	22,792	22,203			
Total Investments	<u>\$ 16,162,683</u>	<u>16,294,106</u>			
Cash in Bank:					
Cash Equivalents and Demand Deposits (County)		(84,201)			
Total Cash in Bank		(84,201)			
Fiduciary Component Unit Cash and Investments					
External-SBCERA ^D		16,453,061			
Total Cash and Investments		<u>\$ 32,662,966</u>			

- A Weighted Average Maturity (WAM) of JPA Investment Pools held by the County Pool on 6/30/25, was 41 days.
Individual JPA Pool WAM was not used to calculate County Pool WAM as funds are available daily at \$1.00 NAV.
- B WAM of Money Market Mutual Funds held by the County Pool on 6/30/25, was 32 days.
Individual fund WAM was not used to calculate County Pool WAM as funds are available daily at \$1.00 NAV.
- C WAM of Money Market Mutual Funds held outside the County Pool on 6/30/25, was 39 days.
- D Starting FY 2021, SBCERA is reported as a Fiduciary Component Unit of the County. SBCERA's cash and investments are held by SBCERA and are not with the County's Treasurer. For more information regarding investments with SBCERA, refer to their most recently issued financial statements available at <https://www.sbcera.org>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The following table presents the authorized investment types per California Government Code (CGC), along with their respective requirements and restrictions per the CGC and the County Investment Pool Policy:

Investment Type	Maximum Maturity		Maximum % of Pool		Maximum % Per Issuer		Minimum Rating A, B	
	CGC	Investment Policy	CGC	Investment Policy	CGC	Investment Policy	CGC	Investment Policy ^C
U.S. Treasury Securities	None ^D	7 years & 6 months ^D	None	None	None	None	None	None
U.S. Government Agencies	None ^D	5 years & 6 months ^D	None	None	None	None ^J	None	None
Agency Mortgage-Backed Securities	None ^D	7 years & 3 months	None	None	None	None	None	None
Negotiable Certificates of Deposit	5 years	38 months	30%	30%	None	5%	None	A-1/P-1/F1/ A-/A3/A-
Collateralized Certificates of Deposit	5 years	1 year	None	10%	None	None	None	None
Commercial Paper	270 days	270 days	40%	40%	10%	5%	A-1/A	A-1/P-1/F1
Repurchase Agreements	1 year	180 days	None	40%	None	None	None	None
Reverse Repurchase Agreements	92 Days ^E	92 Days ^E	20%	10%	None	None	None ^F	None ^F
Municipal Debt	5 years	5 years	None	10%	None	None	None	AAA by 2 NRSROs
Medium-Term Corporate Notes	5 years	38 months	30%	15%/20% ^G	None	5%	A-	A-/A3 by 2 NRSROs
Insured Placement Service Accounts	5 years	Immediate liquidity	50%	5%	None	100MM, 100MM ^I	None	Not applicable
JPA Investment Pools	Not applicable	Immediate liquidity	None	5%	None	None	None	AAA
Money Market Mutual Funds	Not applicable	Immediate liquidity	20%	20%	None	10%	AAAm by 2 NRSROs	AAA by 2 NRSROs
Supranational Securities	5 years	5 years	30%	30%	None	None	AA-	AA
Asset-Backed Securities	5 years	5 years	20%	15%	None	5% ^H	AA-	AA

Footnote:

- A Minimum credit rating categories are without regard to ratings modifiers (+/-). Short-term rating appears before long-term rating.
- B Standard & Poor's Ratings (quoted) or its equivalent nationally recognized statistical rating organization (NRSRO) rating or better.
- C The County uses the credit ratings issued by the following nationally recognized statistical rating organizations: Standard & Poor's Ratings Services, Moody's Investors Service, and Fitch Ratings.
- D As authorized under CGC 53601 and by San Bernardino County's Board of Supervisors.
- E May exceed 92 days if the agreement includes a written codicil guaranteeing a minimum earning or spread for the entire period between the sale and final maturity dates of the same security.
- F Must have held the securities used for the agreements for at least 30 days.
- G Maximum portfolio Medium-Term Corporate Note exposure is 20%, with a limit of 15% on maturities over 13 months.
- H Subject to 5% overall special purpose entity limit - a legally separated pass-through entity, trust or equivalent that makes its obligation secure and independent from the parent entity.
- I FICA accounts balances are fully covered by FDIC insurance. Term deposits are not permitted. Maximum \$100MM per selected depository institution. Maximum \$100MM per placement service.
- J Max 10% of portfolio in new issue agency par callable securities.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Fair Value Measurements

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1 — Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County has the ability to access.

Level 2 — Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 — Inputs to the valuation methodology are unobservable and significant to the fair value measurement. Unobservable inputs reflect the County's own assumptions about the inputs market participants would use in pricing the asset or liability (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances and may include the County's own data.

The asset's level within the hierarchy is based on the lowest level of input that is significant to the fair value used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The determination of what constitutes observable requires judgment by the County's management. County management considers observable data to be that market data, which is readily available, regularly distributed or updated, reliable, and verifiable, not proprietary, and provided by multiple independent sources that are actively involved in the relevant market. The categorization of an investment within the hierarchy is based upon the relative observability of the inputs to its fair value measurement and does not necessarily correspond to County management's perceived risk of that investment.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The County's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Deposits and withdrawals in governmental investment pools, such as LAIF and JPA Investment Pools, guaranteed investment agreements and insured placement service accounts are made on the basis of \$1 and not fair value. Accordingly, the fair value of 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.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The following is a description of the valuation methods and assumptions used by the County to estimate the fair value of its investments. There have been no changes in the methods and assumptions used at June 30, 2025. The methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. County management believes its valuation methods are appropriate and consistent with other market participants. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The County treasury pool's asset market prices are derived from closing bid prices as of the last business day of the month as supplied by Interactive Data, Bloomberg or Telerate. Where prices are not available from generally recognized sources, the securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated. Non-negotiable FDIC-insured bank certificates of deposit are priced at par. 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 within Level 2 of the fair value hierarchy, the County's custodians generally use a multi-dimensional relational model. Inputs to their pricing models are based on observable market inputs in active markets. The inputs to the pricing models are typically benchmark yields, reported trades, broker-dealer quotes, issuer spreads, and benchmark securities, among others.

Investments classified at Level 3 represent securities that are entirely owned by the County and have not traded publicly. The securities are priced using a yield-based matrix system to arrive at an estimated market value. Prices that fall between data points are interpolated.

The valuation of 2a7 Money Market Mutual funds held by the pool is at one-dollar net asset value (NAV) per share. The total fair value of these at June 30, 2025, was \$1,837,000, with \$0 unfunded commitments. The redemption frequency is daily and redemption notice period of intra-daily. This type of investment primarily invests in short term U.S Treasury and government securities (including repurchase agreements collateralized by U.S. Treasury and government agency securities).

The valuation of 2a7 Money Market Mutual funds held outside the pool at one-dollar net asset value (NAV) per share was \$11,556, at June 30, 2025. The total fair value of 2a7 Money Market Mutual Funds held outside the pool subject to floating NAV was \$0, at June 30, 2025. The total fair value of these at June 30, 2025, was \$11,556, with \$0 unfunded commitments. The redemption frequency is daily and redemption notice period of intra-daily. This type of investment primarily invests in short term U.S Treasury, government securities (including repurchase agreements collateralized by U.S. Treasury and government agency securities), agency mortgage-backed securities, and short term high quality municipal obligations that provide income exempt from federal and California state income tax and federal alternative minimum tax.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

As of June 30, 2025, the County has the following recurring fair value measurements:

Investments by Fair Value Level	Balance at June 30, 2025	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
County's Pooled Investment:				
U.S. Treasury Securities	\$ 3,409,198	\$ -	\$ 3,409,198	\$ -
U.S. Government Agencies	2,073,705	-	2,073,705	-
Negotiable Certificates of Deposit	99,947	-	99,947	-
Commercial Paper	1,315,486	-	1,315,486	-
Agency Mortgage-Backed	5,482,944	-	5,482,944	-
Medium-Term Notes	423,416	-	423,416	-
Supranational Securities	45,058	-	45,058	-
Asset-Backed Securities	859,149	-	859,149	-
Total County's Pooled Investments by Fair Value Level	13,708,903	\$ -	\$ 13,708,903	\$ -
Investments Held Outside County Pool by Fair Value Level:				
State and Local Municipal Bonds	10,647	\$ -	\$ 10,647	\$ -
Total Investments Held Outside County Pool by Fair Value Level	10,647	\$ -	\$ 10,647	\$ -
Uncategorized Investments				
Uncategorized Investments Held in County's Pool:				
JPA Investment Pools	626,000			
Repurchase Agreements	100,000			
Total Uncategorized Investments Held in County's Pool	726,000			
Investments Measured at the Net Asset Value (NAV)				
County's Pooled Investments Measured at the Net Asset Value (NAV):				
Money Market Mutual Funds	1,837,000			
Investments Held Outside County Pool Measured at the Net Asset Value (NAV):				
Money Market Mutual Funds	11,556			
Total County's Pooled Investments	16,271,903			
Total Investments Held Outside County Pool	22,203			
Total Investments	\$ 16,294,106			

Investments Authorized by Debt Agreements

Investment of debt proceeds held by bond trustees are governed by provisions of the trust agreements, created in connection with the issuance of debt (see Note 11) rather than the general provisions of the California Government Code. Certificates of Participation, Pension Obligation Bond, and Revenue Bond indentures specify the types of securities in which proceeds may be invested as well as any related insurance, collateral, or minimum credit rating requirements. Although requirements may vary between debt issues, money market funds are all required to be investment grade. Guaranteed investment contracts are required to be acceptable to the municipal bond insurer. The fair value of investments is based on the valuation provided by trustee banks.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Investment Credit Risk

Investment credit risk exists when there is a possibility the issuer or other counterparty to an investment may be unable to fulfill its obligations. Generally accepted accounting principles requires the disclosure of credit quality ratings for investments in debt securities as well as investments in external investment pools, money market funds, and other pooled investments of fixed income securities.

California Law and San Bernardino County Treasury Pool Investment Policy (where more restrictive) place limitations on the purchase of investments in the County Pool. Purchases of commercial paper, banker's acceptances, and negotiable certificates of deposit are restricted to issuers rated in the top three long-term letter ratings by a minimum of two of three nationally recognized statistical rating organizations (NRSRO's). For an issuer of short-term debt, the rating must be no less than A-1 (S&P), P-1 (Moody's), or F-1 (Fitch) while an issuer of medium-term corporate notes must have a minimum letter rating of "A". Asset-backed securities must have a minimum letter rating of "AA." Purchases of Supranational issuer securities must have a minimum long-term letter rating of "AA" from one NRSRO. Municipal notes and bonds and money market mutual funds must have a minimum letter rating of "AAA" from two of three NRSRO's (if rated). JPA Pools must have a minimum letter rating of "AAA" from one NRSRO. (Letter ratings are stated without regard to ratings modifiers +/-) Limits are also placed on the maximum percentage investment by sector and by individual issuer (see schedule).

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

As of June 30, 2025, all investments held by the County Pool were within policy limits.

Investment Type	S&P Rating *	Moody's Rating *	Fitch Rating *	Maximum Allowed % of Portfolio	Individual Issuer Limitations	Weighted % of Pool
U.S. Treasury Securities	AA+	Aa1	AA+	None	None	18.20%
U.S. Treasury Securities	A-1+	P-1	F1+	None	None	2.75%
U.S. Government Agencies	AA+	Aa1	NR	None	None	5.75%
U.S. Government Agencies	AA+	Aa1	AA+	None	None	2.31%
U.S. Government Agencies	A-1+	P-1	NR	None	None	4.69%
Negotiable Certificates of Deposit	A-1	P-1	F1+	30%	5%	0.61%
Commercial Paper	A-1+	P-1	NR	40%	5%	2.75%
Commercial Paper	A-1+	P-1	F1	40%	5%	1.82%
Commercial Paper	A-1+	P-1	F1+	40%	5%	1.99%
Commercial Paper	A-1	P-1	F1	40%	5%	0.61%
Commercial Paper	A-1	NR	F1+	40%	5%	0.91%
Repurchase Agreements	NA	NA	NA	40%	None	0.61%
Medium-Term Notes	A	A1	A+	15%/20%	5%	0.29%
Medium-Term Notes	A-1	P-1	F1+	15%/20%	5%	0.61%
Medium-Term Notes	A+	A1	A+	15%/20%	5%	0.31%
Medium-Term Notes	AA	A1	AA-	15%/20%	5%	0.15%
Medium-Term Notes	AA-	Aa3	AA-	15%/20%	5%	0.22%
Medium-Term Notes	AA-	Aa3	NR	15%/20%	5%	0.09%
Medium-Term Notes	A+	Aa2	AA-	15%/20%	5%	0.56%
Medium-Term Notes	AA	Aa2	AA	15%/20%	5%	0.12%
Medium-Term Notes	A+	Aa3	A+	15%/20%	5%	0.07%
Medium-Term Notes	AA+	Aaa	NR	15%/20%	5%	0.18%
JPA Investment Pools	AAAm	NR	NR	5%	None	3.85%
Money Market Mutual Funds	AAAm	Aaa	AAA	20%	10%	4.93%
Money Market Mutual Funds	AAAm	Aaa	NR	20%	10%	6.36%
Supranational Securities	AAA	Aaa	AAAu	30%	None	0.15%
Supranational Securities	AAA	Aaa	NR	30%	None	0.13%
Asset-Backed Securities	NR	Aaa	AAA	15%	5%	1.79%
Asset-Backed Securities	A-1+	NR	F1+	15%	5%	0.24%
Asset-Backed Securities	AAA	Aaa	NR	15%	5%	1.33%
Asset-Backed Securities	AAA	NR	AAA	15%	5%	1.86%
Asset-Backed Securities	AAA	Aaa	AAA	15%	5%	0.06%
Agency Mortgage-Backed	AA+	Aa1	AA+	None	None	33.70%
Total Investments						100.00%

* NA = Not Applicable, NR = Not Rated

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The County's investments held outside the County Pool were rated as of June 30, 2025, as follows:

Investment Type	S&P Rating	Moody's Rating	Fitch Rating	Weighted % of Investments
Municipal Bonds	AAA	(underlying Aaa)	AAA	8.22%
Municipal Bonds	AAA	Aa1	AAA	18.05%
Municipal Bonds	AAA	(underlying Aaa)	AAA	21.68%
Money Market Mutual Funds	AAA	Aaa	AAA	16.19%
Money Market Mutual Funds	AAA	Aaa	NR	0.01%
Money Market Mutual Funds	AAA	Aaa	NR	35.85%
Total Investments				100.00%

* NR = Not Rated

Concentration of Credit Risk

An increased risk of loss occurs as more investments are acquired from one issuer (i.e. lack of diversification). This results in a concentration of credit risk.

GAAP requires disclosure of investments by amount and issuer that represent five-percent or more of total investments held. This requirement excludes investments issued or explicitly guaranteed by the United States Government, investments in mutual funds, external investment pools, and other pooled investments.

As of June 30, 2025, the following issuers represented more than five-percent of the County's Pooled Investment balance:

Issuer	Fair Value	% of Portfolio
Federal Home Loan Mortgage Corp (FHLMC)	\$ 4,884,197	30.03%
Federal Home Loan Bank (FHLB)	1,698,291	10.44%
Fidelity Investments	1,035,000	6.36%

Interest Rate Risk

Interest rate risk exists when there is a possibility that changes in interest rates could adversely affect an investment's fair value. Generally, the longer the maturity of an investment, the greater the interest rate risk associated with that investment.

GAAP requires that interest rate risk be disclosed using a minimum of one of five approved methods, which are: *segmented time distribution, specific identification, weighted average maturity, duration, and simulated model*.

The County manages its exposure to interest rate risk by carefully matching cash flows and maturing positions to meet expenditures, and by maintaining an overall Effective Duration of 3.0 or less. The Effective Duration of the total pooled investment at June 30, 2025, is 1.71. Effective Duration makes assumptions based on current market conditions regarding the most likely timing and amounts of variable cash flows arising from such investments as bonds with embedded options and variable principal payments. Duration-to-Maturity assumes

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

that all securities in the portfolio, including callable and floating rate notes, are held to final maturity. The San Bernardino County Pool Investment Policy places limitations on the maximum maturity of investments to be purchased by sector (see schedule), more restrictive than those outlined in California Law. As of June 30, 2025, all investments held by the County Pool were within policy limits.

A summary of County pooled investments for Maturity Range, Limits, and Effective Duration is as follows:

Investment Type	Fair Value	Maturity Range (days)	Maturity Limits	Effective Duration
U.S. Treasury Securities	\$ 3,409,198	1 - 1,857	2,739 days	1.60
U.S. Government Agencies	2,073,705	1 - 1,183	2,009 days	0.78
Negotiable Certificates of Deposit	99,947	1 - 126	1,156 days	0.17
Commercial Paper	1,315,486	1 - 217	270 days	0.18
Agency Mortgage-Backed	5,482,944	1 - 2,376	2,646 days	3.57
Medium-Term Corporate Notes	423,416	32 - 613	1,156 days	0.73
JPA Investment Pools	626,000	1	Immediate liquidity	0.00
Money Market Mutual Funds	1,837,000	1	Immediate liquidity	0.01
Supranational Securities	45,058	77 - 319	1,825 days	0.54
Asset-Backed Securities	859,149	319 - 1,386	1,825 days	2.33
Repurchase Agreements	100,000	3	180 days	0.01
Total County's Pooled Investments	<u>\$ 16,271,903</u>			

Weighted average maturity of the investments held outside the County Pool, as of June 30, 2025 is as follows:

Investment Type	Fair Value	Weighted Average Maturity
Money Market Mutual Funds	\$ 11,556	0.11
State and Local Municipal Bonds	10,647	0.03
Total Investments Held Outside County Pool	<u>\$ 22,203</u>	

Custodial Credit Risk

Custodial Credit Risk for Deposits exists when, in the event of a depository financial institution failure, a government may be unable to recover deposits, or recover collateral securities that are in the possession of an outside party.

GASB Statement No. 40 requires the disclosure of deposits into a financial institution that are not covered by FDIC depository insurance and that are uncollateralized.

California Law requires that a financial institution secure deposits made by state or local government units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market 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 institutions to secure County deposits by pledging a letter of credit from the Federal Home Loan Bank of San Francisco having a value of 105% of the secured public deposits, as per CGC Sections 53651(p), 53651.6 & 53652(c).

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

As of June 30, 2025, the carrying amount of the County's deposits was \$(84,201), and the corresponding bank balance was \$33,135. The difference of \$117,481, was primarily due to outstanding warrants, wires, and deposits in transit. Of the bank balances, \$750 was insured by FDIC depository insurance and the remainder was collateralized, as required by California Government Code Section 53652.

Custodial Credit Risk for Investments exists when, in the event of a failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

In order to limit *Custodial Credit Risk for Investments*, San Bernardino County Pool Investment Policy requires that all investments and investment collateral be transacted on a delivery-vs-payment basis with a third-party custodian and registered in the County's name. All counterparties to repurchase agreements must sign a SIFMA Global Master Repurchase Agreement and/or Tri-Party Repurchase Agreement before engaging in repurchase agreement transactions.

SBCERA Investments

Narratives and tables presented for investments managed by SBCERA are taken directly from SBCERA's Annual Comprehensive Financial Reports for the fiscal year ended June 30, 2025 (tables were formatted to conform with the County's presentation). The credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk related to SBCERA investments are different than the corresponding risk on investments held by the County Treasurer.

The SBCERA's Board is authorized by the California County Employees Retirement Law of 1937 (CERL) to invest in any form or type of investment deemed prudent in the informed opinion of the Board. The CERL vests the SBCERA's Board with exclusive control over SBCERA's investment portfolio. The Board has adopted its Investment Plan, Policy, and Guidelines, which provide the framework for the management of SBCERA's investments, in accordance with applicable local, state, and federal laws. The Board members exercise authority and control over the management of SBCERA's assets by setting policy, which the Investment Staff executes either internally or through the use of external prudent experts. SBCERA retains investment managers specializing in specific strategies and/or investments within a particular asset class. Investment managers are subject to the guidelines and controls established in SBCERA's Investment Plan, Policy and Guidelines, various types of investment manager agreements, and other applicable policies and documents.

The Investment Plan, Policy, and Guidelines encompass the following:

- Purpose and Core Beliefs
- Governing Law
- Functional Organization and Responsibilities
- General Objectives and Plan Policies
- Asset Allocation Plan and Objectives
- Investment Structure
- Investment Program Implementation
- Review and Modification of Investment Plan
- Emergency Action

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Derivatives

SBCERA invests in investment derivative instruments and did not enter into any synthetic guaranteed investment contracts or hedging derivative instruments. SBCERA does post collateral for investment derivatives for speculation purposes pursuant to clearing requirements or swap agreements.

The following table provides a summary of the derivative instruments outstanding as of June 30, 2025:

Investment Derivatives	Fair Value at June 30, 2025			
	Change ¹	Classification	Amount ²	Notional ³
Credit Default Swaps Bought	\$ (1,041)	Domestic & Foreign Alternatives	\$ (375)	\$ 19,109
Credit Default Swaps Written	87	Domestic & Foreign Alternatives	(26)	11,688
Equity Options Bought	(46)	Domestic & Foreign Alternatives	—	—
Equity Options Written	(139)	Securities Options Payable	(265)	(85)
Fixed Income Futures Long	(17,439)	Domestic & Foreign Alternatives	—	1,855,546
Fixed Income Futures Short	1,154	Domestic & Foreign Alternatives	—	—
Fixed Income Options Bought	3,820	Domestic & Foreign Alternatives	21,204	100,000
FX Forwards	(3,751)	Foreign Common and Preferred Stock	(2,600)	712,670
Index Futures Long	31,407	Domestic & Foreign Alternatives	—	207
Index Futures Short	11,748	Domestic & Foreign Alternatives	—	(36)
Index Options Bought	(23,674)	Domestic & Foreign Alternatives	1,298	35
Index Options Written	10,339	Securities Options Payable	—	—
Pay Fixed Interest Rate Swaps	(370)	Domestic & Foreign Alternatives	(44)	7,212
Receive Fixed Interest Rate Swaps	11	Domestic & Foreign Alternatives	11	5,306
Total Return Swaps Bond	(268)	Domestic & Foreign Alternatives	—	—
Total Return Swaps Equity	1,252	Domestic & Foreign Alternatives	(278)	(7,427)
Warrants	(812)	Domestic & Foreign Alternatives	5,941	14,895
TOTAL	\$ 12,278		\$ 24,866	

¹ Negative values refer to losses; change reflected in the net appreciation (depreciation) in fair value of investments for securities and alternative investments.

² Negative values refer to liabilities.

³ Notional may be a dollar amount or quantity of underlying investment; negative values refer to short positions.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The counterparty credit ratings of SBCERA's non-exchange traded investment derivative instruments outstanding and subject to loss as of June 30, 2025 is displayed below.

Counterparty Name	2025 Total Fair Value	S&P Credit Rating
Bank of America N.A.	\$ 529	A+
Barclays Bank PLC	751	A+
Goldman Sachs International	2	A+
Goldman Sachs London LCH UK	11	BBB+
JP Morgan ICE	19	A
JP Morgan Chase Bank, N.A.	29	AA-
Royal Bank of Canada	496	AA-
State Street Bank and Trust Company	531	AA-
The Bank of New York Mellon	541	A
TOTAL	\$ 2,909	

The maximum exposure SBCERA would face in case of default of all counterparties is \$2.9 million as of June 30, 2025. At June 30, 2025, SBCERA did not have any significant exposure to counterparty credit risk with any single party. SBCERA does not have any specific policies relating to the posting of collateral or master netting agreements.

As of June 30, 2025, SBCERA is exposed to interest rate risk on its investments in various swap arrangements and fixed income options based on daily interest rates for SOFR (Secured Overnight Financing Rate), EURIBOR (Euro Interbank Offered Rate), and federal funds rate.

The following tables describe the maturity periods of these derivative instruments.

Investment Type	Fair Value	Investment Maturities			
		Less than 1 Year	1-5 Years	6-10 Years	More than 10 Years
Credit Default Swaps Bought	\$ (375)	\$ -	\$ (375)	\$ -	\$ -
Credit Default Swaps Written	(26)	(26)	-	-	-
Fixed Income Options Bought	21,204	-	21,204	-	-
Pay Fixed Interest Rate Swaps	(44)	-	(44)	-	-
Receive Fixed Interest Rate Swaps	11	11	-	-	-
Total Return Swaps Equity	(278)	-	-	(273)	(5)
TOTAL	\$ 20,492	\$ (15)	\$ 20,785	\$ (273)	\$ (5)

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

SBCERA is exposed to foreign currency risk for its investments in derivative instruments denominated in foreign currencies that may be adversely affected by changes in the currency exchange rates as displayed below:

Currency	Fair Value	Options	Swaps	Forward Contracts	
				Net Receivables	Net Payables
Brazilian Real	\$ (104)	\$ -	\$ -	\$ -	\$ (104)
Canadian Dollar	28	-	-	28	-
Colombian Peso	80	-	-	728	(648)
Euro Currency	(896)	(120)	(31)	2,050	(2,795)
Japanese Yen	(201)	-	-	-	(201)
Pound Sterling	(1,451)	-	-	18	(1,469)
Swedish Krona	(3)	-	-	2	(5)
Swiss Franc	(204)	-	-	1	(205)
TOTAL	\$ (2,751)	\$ (120)	\$ (31)	\$ 2,827	\$ (5,427)

At June 30, 2025, SBCERA did not hold any positions in derivatives containing contingent features.

Credit Risk

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. SBCERA seeks to maintain a diversified portfolio of debt investments in order to obtain the highest total return for the fund at an acceptable level of risk within this asset class. To mitigate credit risk, investment guidelines have been established for each manager investing on behalf of SBCERA.

Private placement investments' credit risk is controlled through limited partnership agreements and other applicable commingled fund documents. These investments are not rated by nationally recognized statistical rating organizations although they may be partly or wholly made up of individual securities rated by nationally recognized statistical rating organizations. Private placement investments considered fixed income investments are displayed as "NA" in the following tables and amount to \$24.0 million as of June 30, 2025. The short-term cash investment funds consist primarily of open-ended mutual funds and external investment pools. These investments are not rated by a nationally recognized statistical rating organization. Therefore, they are disclosed as such in the aforementioned tables. U.S. Treasury obligations are considered obligations of the U.S. Government, are explicitly guaranteed by the U.S. Government, are not considered to have credit risk, and are not shown in the following tables, but amount to \$271.8 million as of June 30, 2025.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The credit quality ratings of investments in fixed income securities and short-term cash investments by a nationally recognized statistical rating organization, Standard and Poor's (S&P) as of June 30, 2025.

S&P Rating	Asset Backed	Corporate Bonds	Collateralized Mortgage Obligations	Emerging Market Debt	Foreign Bonds	Municipals	Short-Term Cash Investment Funds	Total
AAA	\$ 1,652	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,652
AA	363	-	14,242	-	-	60	-	14,665
A	-	-	13	-	754	-	-	767
BBB	10,891	-	4,141	6,986	18,345	-	-	40,363
BB	14,074	4,775	9,372	6,216	87,335	-	-	121,772
B	65,845	36,084	12,100	2,226	155,057	-	-	271,312
CCC	925	91,680	2,277	7,800	22,884	-	-	125,566
CC	-	2,758	3	-	-	-	-	2,761
D	-	-	-	-	17,397	-	-	17,397
NR	192,414	159,477	104,181	13,187	649,396	14,311	1,950,357	3,083,323
NA ¹	1,419	13,588	392	6,420	1,806	418	-	24,043
TOTAL	\$ 287,583	\$ 308,362	\$ 146,721	\$ 42,835	\$ 952,974	\$ 14,789	\$ 1,950,357	\$ 3,703,621

Private placements listed as NA.

¹ Note: Table above does not include U.S. Treasury obligations, which amount to \$271,799 as these obligations are not subject to credit risk.

Custodial Credit Risk

Custodial Credit Risk for deposits is the risk that, in the event of a financial institution's failure, SBCERA would not be able to recover its deposits. Deposits are exposed to custodial credit risk if they are not insured or not collateralized. As of June 30, 2025, SBCERA's deposits with a financial institution are insured up to \$250 by the Federal Deposit Insurance Corporation (FDIC) with the remaining balance exposed to custodial credit risk as it is not insured. However, the financial institution does collateralize the deposit of monies in excess of the FDIC insurance amount with eligible securities held by the pledging financial institution, but not in SBCERA's name. Deposits with San Bernardino County Treasurer's Investment Pool are not exposed to custodial credit risk as they are held in a trust fund in SBCERA's name. SBCERA does not have a general policy relating to custodial credit risk.

Custodial Credit Risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, SBCERA would not be able to recover the value of the investment or collateral securities that are in possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in SBCERA's name, and held by the counterparty.

SBCERA's investment securities and collateral received through securities lending are not exposed to custodial credit risk because all securities are held by SBCERA's custodial bank in SBCERA's name or by other qualified third-party administrator trust accounts.

At June 30, 2025, SBCERA did not hold any positions in derivatives containing contingent features.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Concentration Risk

Concentration risk is the risk of loss that may be attributed to the magnitude of an investment in a single issuer. As of June 30, 2025, SBCERA did not hold any investments in any one issuer that would represent 5% or more of total investments. Investments issued or explicitly guaranteed by the U.S. Government and pooled investments are excluded from this requirement.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, an investment with a longer maturity date has a greater sensitivity of its fair value to changes in market interest rates. One of the ways that SBCERA manages its exposure to interest rate risk is by purchasing a combination of shorter-term and longer-term investments, and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time, as necessary, to provide the cash flow and liquidity needed for operations.

To mitigate interest rate risk, the managers investing on behalf of SBCERA have applicable investment guidelines. Interest rate risk for emerging market and private placement debt investments is managed through limited partnership agreements and applicable fund documents.

As of June 30, 2025, SBCERA had the following Fixed Income and Short-Term Cash Investments as displayed below.

Investment Type	Fair Value	Investment Maturities			
		Less than 6 Months	6 Months to 1 Year	1-5 Years	More than 5 Years
Asset Backed	\$ 287,583	\$ 6,109	\$ 6,768	\$ 16,008	\$ 258,698
Corporate Bonds	308,362	1,757	9,956	201,594	95,055
Collateralized Mortgage Obligations	146,721	3,266	-	28,744	114,711
Emerging Market Debt	42,835	459	8,444	5,918	28,014
Foreign Bonds	952,974	8,767	37,567	157,985	748,655
Municipals	14,789	4,939	-	983	8,867
Short-Term Cash Investment Funds	1,950,357	1,950,357	-	-	-
U.S. Treasury Obligations	271,799	245,419	39,164	(12,440)	(344)
TOTAL	\$ 3,975,420	\$ 2,221,073	\$ 101,899	\$ 398,792	\$ 1,253,656

Foreign Currency Risk

SBCERA's exposure to foreign currency risk primarily derives from its positions in foreign currency denominated international equity, fixed income investments, and foreign currency overlay exposure. SBCERA's investment policy allows international managers to enter into foreign exchange contracts provided the contracts have a maturity of one year or less and are limited to hedging currency exposure existing in the portfolio. Specific managers in international equities or fixed income may engage in the active management of currencies, per individual investment agreements approved by the Board.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

SBCERA's net exposure to foreign currency risk in U.S. dollars as of June 30, 2025, is displayed below:

Currency	2025			
	Fair Value	Fixed Income	Equity	Cash
Argentine Peso	\$ 1	\$ -	\$ -	\$ 1
Australian Dollar	19,538	-	12,179	7,359
Brazilian Real	6,309	5,309	898	102
Canadian Dollar	19,780	1,401	18,379	-
Egyptian Pound	87	-	-	87
Euro Currency	1,164,592	577,022	559,044	28,526
Hong Kong Dollar	1,529	-	1,184	345
Japanese Yen	732	-	-	732
Pound Sterling	226,615	32,061	171,336	23,218
Swiss Franc	33	-	11	22
Turkish Lira	5,053	5,053	-	-
TOTAL	\$ 1,444,269	\$ 620,846	\$ 763,031	\$ 60,392

Rate of Return

For the years ended June 30, 2025, the annual money-weighted rate of return on the assets of the Plan, net of investment expense, was 8.7%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the timing of cash flows and the changing amounts actually invested.

Commitments to Fund Partnerships

As of June 30, 2025, the total capital commitments to fund partnerships were \$7.9 billion. Of this amount, \$2.3 billion, remained unfunded and is not recorded on the SBCERA Statements of Fiduciary Net Position as of June 30, 2025.

The following tables depict the total commitments and unfunded commitments, respectively.

2025	
Total Commitments	Unfunded Commitments
\$ 7,911,222	\$ 2,336,212

Fair Value Measurements

SBCERA categorizes its fair value measurements of its investments based on the fair value hierarchy established by GAAP. 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 unadjusted quoted prices in active markets for identical assets. Level 2 inputs are quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-derived valuations in which all significant inputs are observable. Level 3 inputs are valuations derived from valuation techniques in which significant inputs are unobservable.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

The following table depicts the fair value measurements as of June 30, 2025.

Investment Type	June 30, 2025	Fair Value Measurements Using		
		Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments by Fair Value Level				
Short-Term Cash Investment Funds	\$ 1,950,357	\$ 526,951	\$ 1,423,406	\$ -
Emerging Market Debt	36,415	-	28,740	7,675
United States Government Obligations and Other Municipals:				
U.S. Treasury	271,799	-	271,799	-
Municipals	14,789	-	14,789	-
Total US Government Obligations and Other Municipals:	286,588	-	286,588	-
Domestic Bonds:				
Asset Backed	287,583	-	123,845	163,738
Collateralized Mortgage Obligations	146,721	-	20,884	125,837
Corporate Bonds	308,362	-	203,332	105,030
Total Domestic Bonds	742,666	-	348,061	394,605
Foreign Bonds	952,974	-	587,337	365,637
Domestic Common and Preferred Stock	2,428,328	2,357,660	15,483	55,185
Foreign Common and Preferred Stock	836,857	754,048	3,829	78,980
Investments of Cash Collateral Received on Securities Lending	98,728	-	98,728	-
Domestic Alternatives	153,094	-	66,570	86,524
Foreign Alternatives	467,785	-	98,792	368,993
TOTAL INVESTMENTS BY FAIR VALUE LEVEL	\$ 7,953,792	\$ 3,638,659	\$ 2,957,534	\$ 1,357,599
Investment Derivative Instruments				
Swaps	\$ (712)	\$ -	\$ (712)	\$ -
Options	22,502	-	22,502	-
Forward Contracts	(2,600)	(2,600)	-	-
Warrants	5,941	33	111	5,797
TOTAL INVESTMENT DERIVATIVE INSTRUMENTS	\$ 25,131	\$ (2,567)	\$ 21,901	\$ 5,797
Investments Measured at the Net Asset Value (NAV)				
Emerging Market Debt	\$ 6,420			
Domestic Common and Preferred Stock	549,396			
Foreign Common and Preferred Stock	14,072			
Real Estate	11,544			
Domestic Alternatives:				
Absolute Return Composite	1,440,981			
Non-U.S. Developed Credit	220,172			
Private Equity - Commodities	731,369			
Private Equity - Composite	2,704,479			
Private Equity - Real Estate	574,491			
U.S. Credit Strategies	783,333			
Total Domestic Alternatives	6,454,825			
Foreign Alternatives:				
Absolute Return Composite	95			
Non-U.S. Developed Credit	543,807			
Private Equity - Composite	844,172			
Private Equity - Real Estate	29,521			
Total Foreign Alternatives	1,417,595			
TOTAL INVESTMENTS MEASURED AT THE NAV	\$ 8,453,852			
TOTAL INVESTMENTS MEASURED AT FAIR VALUE	\$ 16,432,775			

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

In instances where inputs used to measure fair value fall into different levels in the fair value hierarchy, fair value measurements, in their entirety, are categorized based on the lowest level input that is significant to the valuation. SBCERA's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability. Investments are measured by type of investment as follows:

Short-term cash investments generally include investments in currency, classified in Level 1 of the fair value hierarchy at fair value, and money market-type securities, and other short-term investment funds, classified in Level 2 of the fair value hierarchy at fair value.

Debt securities includes emerging market debt, U.S. Government obligations and other municipals, domestic bonds, and foreign bonds. Debt securities classified in Level 2 of the fair value hierarchy are valued using the matrix pricing technique or the discounted cash flow method. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Debt securities classified in Level 3 of the fair value hierarchy are valued using the discounted cash flow method or proprietary pricing information.

Equity securities includes domestic and foreign common and preferred stock. Equity securities classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Equity securities classified in Level 2 of the fair value hierarchy are valued using prices quoted in active markets for similar securities. Equity securities classified in Level 3 of the fair value hierarchy are valued with last trade data having limited trading volume.

Cash collateral received on securities lending consists primarily of U.S. Government debt obligations, and also includes domestic equity, domestic fixed income, international equity, and international fixed income securities classified in Level 2 of the fair value hierarchy using prices quoted in active markets for similar securities.

Alternative securities include domestic and foreign alternatives. Alternative securities classified at Level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Alternative securities classified in Level 2 of the fair value hierarchy are valued using prices quoted in active markets for similar securities. Alternative securities classified in Level 3 of the fair value hierarchy are valued using the discounted cash flow method or proprietary pricing information.

Derivative instruments classified in Level 1 of the fair value hierarchy are valued using a market approach using prices quoted in active markets for those securities. Derivative instruments classified in Level 2 of the fair value hierarchy are valued using a market approach that considers benchmark interest rates and foreign exchange rates.

The fair value of investments in certain equity, fixed income, real estate, and marketable alternatives are based on the investment's net asset value (NAV) per share (or its equivalent) provided by the investee. The fair values of investments in certain private equity funds have been determined using recent observable transaction information for similar investments and nonbinding bids received from potential buyers of the investments.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Such fair value measurements are shown in the table below as of June 30, 2025:

Investment Type	Fair Value	Unfunded Commitments	Redemption Frequency ¹	Redemption Notice Period
Emerging Market Debt	\$ 6,420	\$ -	NA	NA
Domestic Common and Preferred Stock	549,396	-	D	5-10 days
Foreign Common and Preferred Stock	14,072	-	NA	NA
Real Estate	11,544	-	NA	NA
Domestic Alternatives:				
Absolute Return Composite	1,440,981	420,183	D,Q,NA	65-180 days, NA
Non-U.S. Developed Credit	220,172	-	M,NA	5 days,NA
Private Equity - Commodities	731,369	7,374	A,NA	180 days, NA
Private Equity - Composite	2,704,479	1,239,163	Q,SA,NA	30-185 days, NA
Private Equity - Real Estate	574,491	186,011	Q,SA,NA	45-180 days, NA
U.S. Credit Strategies	783,333	51,354	D,Q,NA	30-180 days, NA
Total Domestic Alternatives	<u>6,454,825</u>	<u>1,904,085</u>		
Foreign Alternatives:				
Absolute Return Composite	95	1,776	NA	NA
Non-U.S. Developed Credit	543,807	-	D,Q,NA	D, 180 days, NA
Private Equity - Composite	844,172	404,633	Q, NA	90 days, NA
Private Equity - Real Estate	29,521	25,718	NA	NA
Total Foreign Alternatives	<u>1,417,595</u>	<u>432,127</u>		
TOTAL INVESTMENTS MEASURED AT THE NAV	<u>\$ 8,453,852</u>	<u>\$ 2,336,212</u>		

¹ D= Daily, M= Monthly, Q= Quarterly, SA= Semi-Annually, A= Annually, NA= Not Applicable

The investment types listed in the tables above were measured at the NAV as follows:

Emerging market debt includes investments in alternative funds that invest primarily in debt in emerging markets to access income from a broader global pool of assets. The fair values of the investments in this type have been determined using the NAV per share of the investments. Investments in this category are not redeemable as of June 30, 2025.

Domestic common and preferred stock includes investments in equities that invest in assets that focus on domestic credit strategies to provide an income-focus by utilizing credit dislocation opportunities. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the investments. As of June 30, 2025, 100% of investments in this category are redeemable with a 10 day notice.

Foreign common and preferred stock includes investments in equities that invest in assets that focus on global credit strategies to provide an income-focus by utilizing credit dislocation opportunities. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the investments. Investments in this category are not redeemable as of June 30, 2025.

Real estate investments provide stable income and participation in broad economic growth. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. Investment in this category are not redeemable as of June 30, 2025.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Domestic alternatives: Absolute return composite provides income and diversification through below investment grade credit and distressed debt strategies. This type includes credit and debt securities. As of June 30, 2025, 76% of investments in this category are redeemable with a 65-180 day notice. It is expected that the underlying assets of the funds will be liquidated over the next nine years. Unless the partnership agreement allows for an indefinite continuance.

Domestic alternatives: Non-U.S. developed credit provides access to income from a broader pool of assets in Europe. This type includes investments in funds that focus on corporate and sovereign bonds of developed economies issued in U.S. dollars. As of June 30, 2025, 59% of investments in this category are redeemable with a 5 day notice.

Domestic alternatives: Private equity – commodities provide exposure to inflation related assets and includes investments in partnerships that focus on natural resources and energy. The fair values of this investment type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. As of June 30, 2025, 97% of investments in this category are redeemable with a 180 day notice. It is expected that the underlying assets of the funds will be liquidated over the next four years, unless the partnership agreement allows for an indefinite continuance.

Domestic alternatives: Private equity – composite provides participation in equity and debt instruments that provide for a premium on illiquid assets. This type includes investments in partnerships as a limited partner that invest in private equity and private debt. The fair values of this investment type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. As of June 30, 2025, 16% of investments in this category are redeemable with a 30-185 day notice. It is expected that the underlying assets of the funds will be liquidated over the next ten years, unless the partnership agreement allows for an indefinite continuance.

Domestic alternatives: Private Equity - real estate investments provide stable income and participation in broad economic growth. This type includes real estate funds that invest in global commercial real estate and commingled funds. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. As of June 30, 2025, 57% of investments in this category are redeemable with a daily or 45-180 day notice. It is expected that the underlying assets of the funds will be liquidated over the next eleven years, unless the partnership agreement allows for an indefinite continuance.

Domestic alternatives: U.S. credit strategies include investments in assets that focus on U.S. credit strategies to provide an income-focus by utilizing credit dislocation. This type includes investments in funds that focus on credit strategies, including direct loans, securitized products, and public-traded debt products. As of June 30, 2025, 77% of investments in this category are redeemable with a 30-180 day notice. It is expected that the underlying assets of the funds will be liquidated over the next three years, unless the partnership agreement allows for an indefinite continuance.

Foreign alternatives: Absolute return composite provides income and diversity through below investment grade global credit and distressed debt strategies. This type includes global credit and debt securities. Investments in this category are not redeemable as of June 30, 2025. It is expected that the underlying assets of the funds will be liquidated over the next year.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

Foreign alternatives: Non-U.S. developed credit provides access to income from a broader pool of assets in Europe. This type includes investments in funds that focus on corporate and sovereign bonds of developed economies. As of June 30, 2025, 57% of investments in this category are redeemable with a daily or 180 day notice. It is expected that the underlying assets of the funds will be liquidated over the next five years, unless the partnership agreement allows for an indefinite continuance.

Foreign alternatives: Private equity – composite provides participation in equity and debt instruments that provide for a premium on illiquid assets. This type includes investments in partnerships as a limited partner that invest in private equity and private debt. The fair values of this investment type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. As of June 30, 2025 1% of Investments in this category are redeemable with a 90 day notice. It is expected that the underlying assets of the funds will be liquidated over the next eleven years, unless the partnership agreement allows for an indefinite continuance.

Foreign alternatives: Private Equity - Real estate investments provide stable income and participation in broad economic growth. This type includes real estate funds that invest in global commercial real estate and commingled funds. The fair values of the investments in this type have been determined using the NAV per share (or its equivalent) of the Plan's ownership interest in partners' capital. Investments in this category are not redeemable as of June 30, 2025. It is expected that the underlying assets of the funds will be liquidated over the next four years.

Securities Lending

SBCERA, pursuant to a Securities Lending Authorization Agreement (Agreement), has authorized State Street Bank and Trust Company (State Street) to act as SBCERA's agent in lending the Plan's securities to approved borrowers. State Street, as agent, enters into Securities Loan Agreements with borrowers.

State Street lent, on behalf of SBCERA, certain securities of the Plan held by State Street as custodian and received cash or other collateral including securities issued or guaranteed by the U.S. Government. The types of securities loaned are U.S. Government obligations and other municipals, domestic equity, domestic fixed income, international equity, and international fixed income securities. State Street does not have the ability to pledge or sell collateral securities delivered absent a borrower default. Borrowers are required to deliver collateral for each loan equal to 102% for domestic loans and 105% for international loans, of the fair value of the loaned securities plus accrued income, for the years ended June 30, 2025.

SBCERA did not impose any restrictions during the year ended June 30, 2025, on the amount of loans that State Street made on its behalf. Pursuant to the Agreement, State Street had an obligation to indemnify SBCERA in the event of default by a borrower. There were no failures by any borrowers to return loaned securities or pay distributions thereon during the same period that resulted in a declaration or notice of default of the borrower.

During the year ended June 30, 2025, SBCERA and the borrowers maintained the right to terminate securities lending transactions upon notice. The cash collateral received on each loan was invested, together with the cash collateral of other qualified tax-exempt plan lenders, in a collective investment fund comprised of a liquidity pool. The pool is not rated. All securities in this pool with maturities of 13 months or less are rated at least "A1", "P1", or "F1", and maturities in excess of 13 months are rated at least "A-" or "A3", by at least two nationally recognized statistical rating organizations, or if unrated, have been determined by the bank to be of comparable quality. As of June 30, 2025, the liquidity pool had an average duration of 11 days, and a weighted

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 4 - Cash and Investments (Continued)

average final maturity of 92 days. Because the securities lending transactions were terminable at will, their duration did not generally match the duration of the investments made with the cash collateral received from the borrower.

On June 30, 2025, SBCERA had no credit risk exposure to borrowers. As of June 30, 2025, the fair value of securities on loan was \$97.1 million, with the fair value of cash collateral received for the securities on loan of \$98.7 million, and non-cash collateral of \$1.2 million.

NOTE 5 - RECEIVABLES

Receivables at year-end of major individual funds, nonmajor funds, and internal service funds in the aggregate, including the applicable allowances for uncollectible accounts are as follows:

Governmental Activities:	Accounts Receivable	Due From Other Governments	Taxes	Interest	Lease Receivable	Loans	Other Receivables	Total Governmental Activities
General Fund	\$ 5,198	\$ 520,369	\$ 57,191	\$ 58,935	\$ 1,109	\$ 39,563	\$ 8,489	\$ 690,854
Less Allowance for Doubtful Accounts	(214)	-	-	-	-	-	-	(214)
Capital Improvement Fund	-	4,151	-	-	-	-	-	4,151
Nonmajor Governmental Funds	5,887	108,077	10,789	328	20,183	5,500	17,549	168,313
Less Allowance for Doubtful Accounts	(160)	-	-	-	-	-	-	(160)
Internal Service Funds	683	2,681	-	-	-	-	-	3,364
Total Governmental Activities Receivables	<u>\$ 11,394</u>	<u>\$ 635,278</u>	<u>\$ 67,980</u>	<u>\$ 59,263</u>	<u>\$ 21,292</u>	<u>\$ 45,063</u>	<u>\$ 26,038</u>	<u>\$ 866,308</u>

Business-Type Activities:	Accounts Receivable	Due From Other Governments	Taxes	Interest	Lease Receivable	Loans	Other Receivables	Total Business-Type Activities
Medical Center	\$ 564,680	\$ 163,953	\$ -	\$ -	\$ -	\$ -	\$ 17,116	\$ 745,749
Less Allowance for Doubtful Accounts	(526,702)	-	-	-	-	-	-	(526,702)
Waste Systems Division	10,956	1,192	-	-	275	-	16,750	29,173
Less Allowance for Doubtful Accounts	(478)	-	-	-	-	-	(125)	(603)
Nonmajor Enterprise Funds	2,321	53	275	-	-	-	60	2,709
Total Business-Type Activities Receivables	<u>\$ 50,777</u>	<u>\$ 165,198</u>	<u>\$ 275</u>	<u>\$ -</u>	<u>\$ 275</u>	<u>\$ -</u>	<u>\$ 33,801</u>	<u>\$ 250,326</u>

Due From Other Governments

At June 30, 2025, the Governmental Funds accrued \$632,597 of receivables from other governments, of which, \$382,560 was due from the State of California. Of the amount owed by the State, \$78,334 was for health care services, \$142,393 was for public social services, \$66,684 was for motor vehicle license fees and sales tax monies, and the remaining \$95,149 was for other services. The remaining amount of \$250,037 was due from the federal government and other governmental agencies.

Loans Receivable

The loans receivable balance in the Governmental Activities is \$45,063, of this amount, \$24,685 represents the receivable under the Teeter Plan, \$5,500 is due from other various agencies, \$13,357 represents a County loan to the Adelanto Successor Agency, and \$1,521 represents a County loan to the Sheriff's Employees' Benefit Association.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 5 - Receivables (Continued)

Interest Receivable

Of the \$59,263 interest receivable reported in the Governmental Activities column of the statement of net position, \$43,963 is due from the Adelanto City Redevelopment Successor Agency.

Other Receivables

The \$26,038 other receivables in the Governmental Activities column of the statement of net position are accrued for amounts due to the County that do not specifically relate to one of the above receivable accounts. This amount is primarily due to delinquent penalties, redemption penalties, insurance recoveries and redemption interest related to receivable under the Teeter Plan. The other receivables in the Business-Type Activities total \$33,801. The majority of the \$16,625 reported in the Waste Systems Division represents insurance recoveries related to the Mid-Valley Landfill Perchlorate pollution remediation activities.

NOTE 6 - INTERFUND TRANSACTIONS

Interfund receivables and payables have been eliminated in the government-wide financial statements to minimize the grossing-up effect on assets and liabilities within the governmental and business-type activities. Internal balances that are residual amounts due between the governmental and business-type activities are not subject to elimination.

Due To/From Other Funds at June 30, 2025, are as follows:

	Payable Funds									
	General Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds	Medical Center	Waste Systems	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds	Totals
Receivable Funds										
General Fund	\$ -	\$ 7,009	\$ 34,137	\$ 41,146	\$ 20	\$ 13	\$ 18	\$ 51	\$ 11,506	\$ 52,703
Capital Improvement Fund	55,396	-	4,131	59,527	-	-	1,632	1,632	819	61,978
Nonmajor Governmental Funds	19,547	32	17,915	37,494	8	84	3,228	3,320	394	41,208
Total Governmental Funds	74,943	7,041	56,183	138,167	28	97	4,878	5,003	12,719	155,889
Medical Center	1,599	-	145	1,744	-	-	-	-	-	1,744
Waste Systems	8	-	33	41	-	-	-	-	1,100	1,141
Nonmajor Enterprise Funds	100	1	2	103	-	-	-	-	-	103
Total Enterprise Funds	1,707	1	180	1,888	-	-	-	-	1,100	2,988
Internal Service Funds	2,897	11	977	3,885	25	6	-	31	233	4,149
Totals	\$ 79,547	\$ 7,053	\$ 57,340	\$ 143,940	\$ 53	\$ 103	\$ 4,878	\$ 5,034	\$ 14,052	\$ 163,026

The Due To/From Other Funds balances primarily result from a time lag between the dates that goods and services are provided or reimbursable expenditures occur and payments between funds are made or transfers post in the system.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 6 - Interfund Transactions (Continued)

Advances To/From Other Funds at June 30, 2025, are as follows:

Receivable Funds	Payable Funds				
	Nonmajor Governmental Funds	Total Governmental Funds	Nonmajor Enterprise Funds	Total Enterprise Funds	Totals
General Fund	\$ 11,519	\$ 11,519	\$ -	\$ -	\$ 11,519
Nonmajor Governmental Funds	574	574	240	240	814
Total Governmental Funds	12,093	12,093	240	240	12,333
Totals	\$ 12,093	\$ 12,093	\$ 240	\$ 240	\$ 12,333

These amounts represent noncurrent interfund loans (advances) between funds and blended component units of the County for the purpose of financing cash flow needs. Interfund loans are expected to be repaid within a reasonable period of time. The \$11,519 is an amount loaned from the General Fund to provide cash flow primarily to the Big Bear Alpine Zoo Relocation Project and the CDH Eagle Hesperia Housing Project.

Transfers To/From Other Funds for the year ended June 30, 2025, reflect funding for capital projects, lease payments or debt service, subsidies of various County operations and re-allocations of special revenues.

The following schedule briefly summarizes the County's transfer activity:

Transfers In/Out

(a) Between Governmental and Business-type Activities:

Transfer Out	Transfer In							Totals
	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds	Medical Center	Waste Systems	Nonmajor Enterprise Funds	Total Enterprise Funds	
General Fund	\$ -	\$ -	\$ -	\$ 11,481	\$ 2	\$ 448	\$ 11,931	\$ 11,931
Capital Improvement Fund	-	-	-	-	-	4	4	4
Total Governmental Funds	-	-	-	11,481	2	452	11,935	11,935
Medical Center	-	-	-	-	-	-	-	-
Waste Systems	-	-	-	-	-	-	-	-
Nonmajor Enterprise Funds	28	(12)	16	-	-	-	-	16
Total Enterprise Funds	28	(12)	16	-	-	-	-	16
Totals	\$ 28	\$ (12)	\$ 16	\$ 11,481	\$ 2	\$ 452	\$ 11,935	\$ 11,951

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 6 - Interfund Transactions (Continued)

(b) Between Funds within the Governmental or Business-type Activities (1):

	Transfer In					Totals
	General Fund	Capital Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds	Internal Service Funds	
Transfer Out						
General Fund	\$ 708	\$ 312,301	\$ 170,951	\$ 483,960	\$ -	\$ 483,960
Capital Improvement Fund	24,163	-	20	24,183	73	24,256
Nonmajor Governmental Funds	78,915	13,170	11,577	103,662	237	103,899
Total Governmental Funds	103,786	325,471	182,548	611,805	310	612,115
Internal Service Funds	-	-	-	-	-	-
Totals	\$ 103,786	\$ 325,471	\$ 182,548	\$ 611,805	\$ 310	\$ 612,115

(1) These transfers were eliminated in the consolidation, by column, for the Governmental and Business-type Activities.

Amounts transferred from the Nonmajor Governmental Funds to the General Fund are primarily the result of \$17,000 of the tobacco settlement agreement for debt service of the Medical Center.

Amounts transferred from the Nonmajor Governmental Funds to the Capital Improvement Fund are primarily the result of \$5,040 for the Muscoy Baker Family Learning Center Expansion.

Amounts transferred from the General Fund to the Medical Center are the result of \$11,481 for year-end budgeted transfers for the Medical Center's debt service payments.

Amounts transferred from the General Fund to the Nonmajor Governmental Funds are the result of various capital improvement projects.

No amounts were transferred from the Medical Center or the Internal Service Funds to the Nonmajor Governmental Funds during the current fiscal year, as there were no pension obligation bond debt service payments.

Amounts transferred from the General Fund to the Capital Improvement Fund are mainly for various capital improvement projects, including \$61,102, for the Valley Emergency Operations Center, \$48,000, for the Probation Field Operations Building Project, \$21,131, for the 10740 4th Street Office Building in Rancho Cucamonga, and \$15,092, for the Sheriff Special Enforcement Division, Tilt-UP Building Construction.

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 7 - RESTRICTED CASH AND INVESTMENTS

Cash and investments of \$80,927, are restricted by legal or contractual requirements at June 30, 2025, and are comprised of the following:

Governmental Activities

General Fund:

Restricted cash and cash equivalents of \$19,465, represent funds held by a trustee, which are restricted for electronic benefits payments.

Business-Type Activities

Waste System Division:

Restricted cash and cash equivalents of the Solid Waste Management Division (SWMD) recorded \$61,462, as restricted cash and cash equivalents on June 30, 2025. The restricted cash consists of funds set aside for groundwater detection, treatment, and remediation, and for State mandated site closure, maintenance costs, and corrective action as required by the Department of Resources Recycling and Recovery (Cal Recycle).

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2025
(Amounts in thousands)

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025, is as follows:

Primary Government

	Beginning Balance	Additions	Deletions	Reclassification	Ending Balance
Governmental Activities					
Capital assets, non-depreciable/non-amortizable:					
Land	\$ 152,285	\$ 2,622	\$ -	\$ -	\$ 154,907
Land Use Rights	26,281	99	-	-	26,380
Development in progress	519,461	241,352	128,151	-	632,662
Total capital assets, non-depreciable/non-amortizable	698,027	244,073	128,151	-	813,949
Capital Assets, depreciable/amortizable:					
Improvements other than Buildings	349,309	18,178	18	-	367,469
Structures and Improvements	1,373,794	90,618	228	-	1,464,184
Infrastructure	1,609,037	13,592	-	-	1,622,629
Equipment and Software	613,132	110,978	22,644	-	701,466
Right-to-use Leased Land	1,069	2,449	212	-	3,306
Right-to-use Leased Buildings	413,574	99,769	10,702	-	502,641
Right-to-use Leased Equipment	1,503	551	-	-	2,054
Right-to-use Subscription Assets	103,472	44,791	1,528	-	146,735
Total capital assets, depreciable/amortizable	4,464,890	380,926	35,332	-	4,810,484
Less Capital Assets accumulated depreciation/ amortization for :					
Improvements other than Buildings	231,403	11,715	4	-	243,114
Structures and Improvements	603,278	42,039	174	-	645,143
Infrastructure	1,011,579	29,991	-	-	1,041,570
Equipment and Software	403,933	57,686	21,956	-	439,663
Right-to-use Leased Land	180	303	70	-	413
Right-to-use Leased Buildings	127,729	52,546	1,330	-	178,945
Right-to-use Leased Equipment	664	436	-	-	1,100
Right-to-use Subscription Assets	33,726	34,931	579	-	68,078
Total accumulated depreciation/amortization	2,412,492	229,647	24,113	-	2,618,026
Total capital assets, depreciable/amortizable, net	2,052,398	151,279	11,219	-	2,192,458
Governmental activities capital assets, net	\$ 2,750,425	\$ 395,352	\$ 139,370	\$ -	\$ 3,006,407

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 8 - Capital Assets (Continued)

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities				
Capital assets, non-depreciable/non-amortizable:				
Land	\$ 43,958	\$ 4	\$ -	\$ 43,962
Land Use Rights	351	-	-	351
Development in progress	80,738	32,467	11,978	101,227
Total capital assets, non-depreciable/non-amortizable	<u>125,047</u>	<u>32,471</u>	<u>11,978</u>	<u>145,540</u>
Capital Assets, depreciable/amortizable:				
Land Use Rights	1,109	-	-	1,109
Improvements other than Buildings	354,611	10,338	-	364,949
Structures and Improvements	580,314	4,033	-	584,347
Equipment and Software	144,110	4,381	58	148,433
Right-to-use Leased Buildings	37,706	-	-	37,706
Right-to-use Leased Equipment	4,629	-	-	4,629
Right-to-use Subscription Assets	13,369	10,583	-	23,952
Total capital assets, depreciable/amortizable	<u>1,135,848</u>	<u>29,335</u>	<u>58</u>	<u>1,165,125</u>
Less Capital Assets accumulated depreciation/amortization for :				
Land Use Rights	1,109	-	-	1,109
Improvements other than Buildings	198,913	8,281	-	207,194
Structures and Improvements	363,828	16,128	-	379,956
Equipment and Software	109,676	9,201	58	118,818
Right-to-use Leased Buildings	7,631	4,410	-	12,041
Right-to-use Leased Equipment	880	1,059	-	1,939
Right-to-use Subscription Assets	<u>5,778</u>	<u>3,701</u>	<u>-</u>	<u>9,479</u>
Total accumulated depreciation/amortization	<u>687,815</u>	<u>42,780</u>	<u>58</u>	<u>730,536</u>
Total capital assets, depreciable/amortizable, net	<u>448,033</u>	<u>(13,445)</u>	<u>-</u>	<u>434,589</u>
Business-type activities capital assets, net	<u>\$ 573,080</u>	<u>\$ 19,026</u>	<u>\$ 11,978</u>	<u>\$ 580,129</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 8 - Capital Assets (Continued)

Depreciation/amortization

Depreciation/amortization expense for Capital Assets is charged to governmental functions as follows:

General Government	\$	47,452
Public Protection		82,854
Public Ways and Facilities		28,551
Health and Sanitation		18,628
Public Assistance		42,971
Education		2,144
Recreation and Cultural Services		7,047
Total depreciation/amortization expense - governmental activities	\$	<u>229,647</u>

Depreciation/amortization expense for Capital Assets is charged to business-type functions as follows:

Medical Center	\$	34,125
Waste Systems Division		5,485
Non-Major Enterprise Funds		3,170
Total depreciation/amortization expense - business type activities	\$	<u>42,780</u>

Development in Progress

Development in Progress consists of the following projects:

	Governmental Activities	Business-Type Activities
Medical Center Projects	\$ -	\$ 85,179
Waste Systems Division Projects	-	7,090
Special Districts	-	8,958
800 MHZ Replacement/Upgrade Project	85,140	-
Transportation Projects	84,227	-
Valley Public Safety Operations Center	74,568	-
Flood Control Projects	38,994	-
ISD Building Remodel	35,060	-
Property Tax Legacy System Replacement Project	25,901	-
American Rescue Plan Act Chino Plume Groundwater Remedial	17,724	-
Assessor's Property Information Management System Upgrade to AIMS	15,277	-
Preliminary Space Programming (4X99)	14,592	-
Sheriff Colorado River Station Remodel	12,173	-
Groundwater Remedial Project (8Q11)	11,534	-
Chino Plume - CDA Agreement	9,707	-
County Fire Station 226 New Build	9,355	-
Other County Projects	198,410	-
Total	<u>\$ 632,662</u>	<u>\$ 101,227</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 9 - DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES

The County recognized deferred outflows of resources in the government-wide and fund financial statements. Deferred outflows of resources represent a consumption of net assets that applies to future periods. The County has two items that are reportable on the Government-Wide Statement of Net Position: from changes in the net pension liability and charges on refunding that result from the difference in the carrying value of refunded debt and its reacquisition price.

The balances as of June 30, 2025, of deferred outflows of resources are as follows:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Deferred Outflows Related to Pensions	\$ 761,741	\$ 124,588	\$ 886,329	\$ 857
Deferred Outflows Related to Bond Refunding:				
Certificates of Participation				
Medical Center Refunding Project (Series 2019 A)	-	4,859	4,859	-
Total Certificates of Participation	-	4,859	4,859	-
Total Deferred Outflows Related to Bond Refunding	-	4,859	4,859	-
Total Deferred Outflows of Resources	<u>\$ 761,741</u>	<u>\$ 129,447</u>	<u>\$ 891,188</u>	<u>\$ 857</u>

Refer to Note 18 - Retirement Plan for additional details on Deferred Outflows of Resources information related to pensions.

The County recognized deferred inflows of resources in the government-wide and fund financial statements. Deferred inflows of resources represent an acquisition of net assets that applies to future periods.

The balances as of June 30, 2025, of deferred inflows of resources in the government-wide financial statements are as follows:

	Government-Wide and Component Unit Activities			
	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Deferred Inflows Related to Pensions	\$ 176,147	\$ 28,239	\$ 204,386	\$ 232
Deferred Inflows Related to Leases:	20,501	263	20,764	-
Total Government-Wide and Component Unit Activities	<u>\$ 196,648</u>	<u>\$ 28,502</u>	<u>\$ 225,150</u>	<u>\$ 232</u>

Refer to Note 18 - Retirement Plan for additional Deferred Inflows of Resources information related to pensions.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 9 - Deferred Outflows and Inflows of Resources (Continued)

The balances as of June 30, 2025, of deferred inflows in the fund financial statements are as follows:

Governmental Funds:

Unavailable Revenues

	Property Tax Receivable	Interest Receivable	Other Receivable	Due from Governmental Agencies	Due from Other Agencies	Leases	Total Governmental Funds
General Fund	\$ 17,176	\$ 44,881	\$ -	\$ 25,200	\$ -	\$ 1,224	\$ 88,481
Nonmajor Governmental Funds	9,358	40	-	15,287	1,112	19,277	45,074
Total Unavailable Revenues	<u>\$ 26,534</u>	<u>\$ 44,921</u>	<u>\$ -</u>	<u>\$ 40,487</u>	<u>\$ 1,112</u>	<u>\$ 20,501</u>	<u>\$ 133,555</u>

Proprietary Funds:

Pensions and Leases

	Pensions	Leases	Total Proprietary Funds
Medical Center	\$ 27,393	\$ -	\$ 27,393
Waste Systems Division	846	263	1,109
Total Proprietary Funds	<u>\$ 28,239</u>	<u>\$ 263</u>	<u>\$ 28,502</u>
Internal Service Fund	\$ 6,505	\$ -	\$ 6,505
Total Internal Service Funds	<u>\$ 6,505</u>	<u>\$ -</u>	<u>\$ 6,505</u>

NOTE 10 - ADVANCES FROM OTHERS

Under both the accrual and modified accrual basis of accounting, revenue may be recognized only when earned. Therefore, both governmental funds and proprietary funds defer revenue recognition in connection with resources that have been received as of year-end, but not yet earned. A liability for advances from others such as grantors or third parties is offset by the corresponding assets recognized with a transaction before the earnings process is completed.

The balances as of June 30, 2025, of advances from others are as follows:

Governmental Activities:	Developer Deposits	Customer Deposits	Advances from Governmental Agencies	Advances from Other Agencies	Advances from Other County Departments	Government- Wide Eliminations	Total
General Fund	\$ 10,317	\$ 2,653	\$ 38,797	\$ 1,293	\$ 2,353	\$ -	\$ 55,413
Capital Improvement Fund	-	6	-	-	-	-	6
Nonmajor Governmental Funds	-	2,690	22	19,646	3,395	-	25,753
Internal Service Funds	-	-	-	-	1,196	(1,061)	135
Total Governmental Activities	<u>\$ 10,317</u>	<u>\$ 5,349</u>	<u>\$ 38,819</u>	<u>\$ 20,939</u>	<u>\$ 6,944</u>	<u>\$ (1,061)</u>	<u>\$ 81,307</u>

Business-Type Activities:	Customer Deposits	Advances from Other Agencies	Advances from Other County Departments	Total
Waste Systems Division	\$ 1,126	\$ 3	\$ 132	\$ 1,261
Nonmajor Enterprise Funds	123	38	-	161
Total Business-Type Activities	<u>\$ 1,249</u>	<u>\$ 41</u>	<u>\$ 132</u>	<u>\$ 1,422</u>

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS
June 30, 2025
(Amounts in thousands)

NOTE 11 - LONG TERM LIABILITIES

Primary Government

The following is a summary of long-term liability transactions for the year ended June 30, 2025:

	Beginning Balance *As Restated	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Revenue Bonds from Direct Placements	\$ 9,885	\$ -	\$ 565	\$ 9,320	\$ 575
Other Bonds and Notes	37,295	-	37,295	-	-
Other Bonds and Notes from Direct Borrowings and Direct Placements	1,180	-	145	1,035	161
Total COP, Bonds and Notes Payable	48,360	-	38,005	10,355	736
Compensated Absences	367,537	253,824	232,718	388,643	175,574
Direct Finance Capital Obligation	23,475	-	655	22,820	572
Lease Liability	295,208	102,768	60,103	337,873	52,281
Subscription Liability	65,111	43,327	41,225	67,213	34,581
Estimated Liability for Litigation and Self -Insured Claims	461,230	134,045	94,052	501,223	114,979
Net Pension Liability	1,798,349	-	178,518	1,619,831	-
Total Governmental Activities - Long-term Liabilities	\$ 3,059,270	\$ 533,964	\$ 645,276	\$ 2,947,958	\$ 378,723
Business-Type Activities					
Certificates of Participation, net	\$ 145,020	\$ -	\$ 35,764	\$ 109,256	\$ 32,520
General Obligation Bonds	50	-	-	50	50
Notes from Direct Borrowings	940	-	82	858	84
Total COP, Bonds and Notes Payable	146,010	-	35,846	110,164	32,654
Compensated Absences	53,306	9,687	955	62,038	53,496
Direct Finance Capital Obligation	255	-	252	3	3
Lease Liability	34,433	-	5,133	29,300	5,311
Subscription Liability	7,139	10,570	5,570	12,139	4,487
Other Long-Term Liabilities	84,823	8,239	1,434	91,628	-
Pollution Remediation Obligations	63,968	12,931	-	76,899	6,360
Estimated Liability for Closure/Postclosure Care Costs	165,107	8,893	5,259	168,741	10,515
Net Pension Liability	206,058	-	22,458	183,600	-
Total Business-type Activities -Long-term Liabilities	\$ 761,099	\$ 50,320	\$ 76,907	\$ 734,512	\$ 112,826

*Beginning balance as restated for GASB 101 implementation.

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for internal service funds are included as part of the above totals for governmental activities.

For the governmental activities, liabilities for compensated absences, and net pension liability are typically liquidated by the General Fund and other funds in which financial resources are received to account for such outflows of resources, respectively. The liability for litigation and self-insured claims is liquidated by the Risk Management Internal Service Fund.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

Governmental Activities:

Bonds and Notes Payable

San Bernardino County Financing Authority – Courthouse Project Bonds (2007)

In June 2007, SBCFA entered into a direct placement agreement with Wells Fargo Bank, National Association to issue revenue bonds in order to provide funds for the County to finance the costs of refurbishing and renovating a county courthouse facility. The revenue bonds are special, limited obligations of SBCFA payable solely from and secured by a first pledge of an exclusive lien on surcharge revenues consisting of a fee not to exceed thirty-five dollars charged on certain civil court filings made in superior courts located in the County. Only surcharge revenue received after June 29, 2007, has been pledged. The collection of the surcharge shall terminate upon repayment of the amortized costs incurred, or 30 years from the sale of the revenue bonds, whichever occurs first. Surcharge revenues are projected to produce 150 percent of the debt service requirements over the remaining life of the bonds. Excess surcharge revenue shall be used to pay for costs of improvements.

The debt service schedule for the current fiscal year required principal and interest payments totaling \$1,084. The total surcharge revenues received during the fiscal year totaled \$2,658. The bonds are subject to a special mandatory redemption prior to maturity if the debt service coverage ratio for the immediately prior bond year is less than 150 percent. The current coverage ratio was 2.40. The total principal and interest remaining on the bonds are \$12,957. Interest is payable semi-annually at interest rates from 5.10 percent to 5.50 percent starting December 1, 2007. \$15,270 is expected to mature on June 1, 2037. The bonds are not subject to optional redemption prior to maturity. The bonds contain a provision that, in the event of default, the outstanding principal balance and accrued interest are due and payable immediately.

San Bernardino County Flood Control District – Refunding Bonds (Series 2008 and 2016)

In April 2008, Flood Control issued Refunding Bonds, Series 2008, in the amount of \$37,295 to refund all of Flood Control's outstanding \$45,000 San Bernardino County Flood Control Judgment Obligation Bonds, Series B, which were issued to refund a portion of certain obligations of Flood Control under a settlement agreement relating to an inverse condemnation action against Flood Control. The bond was fully paid as of June 30, 2025.

In February 2016, Flood Control entered into a direct placement agreement with Wells Fargo, National Association to issue Refunding Judgment Obligation Bonds, Series A, in the amount of \$27,870 to pay in full the outstanding principal balance of the 2007 Judgment Obligation Bonds, Series A. The bond was fully paid as of June 30, 2025.

Agreement with Liquidity Facilities

Flood Control Refunding Bonds (Series 2008): In April 2008, Flood Control issued Refunding Bonds, Series 2008, in the amount of \$37,295. Interest on the Refunding Bonds, Series 2008 is paid at a Weekly Rate Mode interest rate payable on the first business day of each calendar month commencing on May 1, 2008. Principal payments are due annually in various amounts commencing August 1, 2029, through 2037. The bonds were fully repaid as of June 30, 2025.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

The Bonds were issued to refund all of Flood Control's outstanding \$45,000 San Bernardino County Flood Control Judgment Obligation Bonds, Series B, which were issued to refund a portion of certain obligations of Flood Control under a settlement agreement relating to an inverse condemnation action against Flood Control, fund interest on the Series 2008 Bonds at an assumed rate of 4.85% through August 1, 2008, and costs of issuance incurred in connection with the issuance of the Series 2008 Bonds. The interest rate is variable and is shown at the assumed rate of 4.85% in the repayment schedule.

The Bonds have an optional tender provision that gives the bondholder the option of selling their Bonds back to Flood Control, at par, upon seven days' notice. Flood Control has obtained a direct pay, irrevocable letter of credit (LC) from Bank of America ("Bank") to provide credit support, and cash for such tenders, in the event tendered Bonds cannot be immediately remarketed to another investor. Flood Control entered into a Reimbursement Agreement and Fee Letter with the Bank in July of 2011, to document the terms related to the issuance of the LC. Flood Control did not pay any upfront commitment fee to the Bank for this LC; however, it pays a facility fee at agreed upon rates on the Available Amount of the LC (as defined in the LC agreement). This LC is an irrevocable direct pay letter of credit with a current stated expiration date of July 3, 2025.

The LC is directly drawn on monthly to make the interest payment on the Bonds. The Bank is reimbursed for the monthly draw on the LC with the debt service payments made by Flood Control. An LC draw would also occur if an investor exercises the optional tender provision and the Bonds cannot be immediately remarketed to another investor. In the event of a draw on the LC to purchase bonds that have been tendered but not remarketed (Liquidity Advance) that is not repaid by Flood Control within 90 days, the Liquidity Advance will convert to a Term Loan on the ninety first day, if conditions precedent to a Term Loan are satisfied by Flood Control. As of June 30, 2025, this clause was exercised and the bond was paid in full.

San Bernardino County Fire Protection District (SBCFPD) – 2010 Installment Loan

In August 2010, Crest Forest Fire Protection District (dissolved and annexed into SBCFPD effective July 2015) entered into a direct borrowing lease/leaseback agreement with Municipal Finance Corporation (MFC) in the amount of \$2,286. The agreement contains (1) a provision that, in the event of default, SBCFPD shall remain liable until the amount in default has been fully paid with interest at a rate of 8% per annum (2) a provision that, in the event of default, MFC may terminate the lease and re-lease all or any portion of the leased property. SBCFPD agrees to pay to MFC all costs, loss, or damages occurring payable at the same time and in the same manner of the lease payments. There shall be no right, under any circumstances, to accelerate the lease payments to be immediately due and payable.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

A summary of bonds and notes payable recorded in the governmental activities and payable from Debt Service Funds is as follows:

	Interest Rates (%)	Issue Date	Maturity Date	Original Issue Amount	Outstanding as of June 30, 2025
Revenue Bonds					
Courthouse Project Bonds (2007) (Direct Placement)	5.10 to 5.50	6/29/2007	6/30/2037	\$ 18,370	\$ 9,320
Total Revenue Bonds					<u>9,320</u>
Other Bonds and Notes					
Refunding Bonds (Series 2008)	0.66 to 4.86	4/16/2008	8/1/2037	\$ 37,295	-
Fire Protection District 2010 Installment Loan (Direct Borrowing)	5	8/2/2010	8/1/2030	\$ 2,286	1,035
Total Other Bonds and Notes					<u>1,035</u>
Total Governmental Activities					<u>\$ 10,355</u>

The following is a schedule of principal debt service requirements to maturity as of June 30, 2025, for bonds and notes payable in the governmental activities:

Years Ending	Revenue Bonds from Direct Placements	Other Bonds & Notes from Direct Borrowings and Direct Placements	Total
2026	\$ 575	\$ 160	\$ 735
2027	605	171	776
2028	645	186	831
2029	680	196	876
2030	715	211	926
2031 - 2035	4,140	111	4,251
2036 - 2037	1,960	-	1,960
Total Principal	<u>\$ 9,320</u>	<u>\$ 1,035</u>	<u>\$ 10,355</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

The following is a schedule of interest expense requirements to maturity as of June 30, 2025, for bonds and notes payable in the governmental activities:

Years Ending	Revenue Bonds from Direct Placements	Other Bonds & Notes from Direct Borrowings and Direct Placements	Total
2026	\$ 513	\$ 54	\$ 567
2027	481	45	526
2028	448	35	483
2029	412	25	437
2030	375	15	390
2031 - 2035	1,247	3	1,250
2036 - 2037	162	-	162
Total Interest	<u>\$ 3,638</u>	<u>\$ 177</u>	<u>\$ 3,815</u>

Business-Type Activities:

Arrowhead Regional Medical Center (Certificates of Participation Series 2019A and 2019B)

Certificates of Participation (COP) are secured by annual lease payments payable by the County for use of the facilities constructed or acquired from the COP proceeds. The County has created a nonprofit organization and a joint powers authority to issue the Certificates in accordance with California Government Code. The County leases various projects from the corporation. The lease payments are used by the corporation to pay interest on, and principal of, the COPs.

The Arrowhead Refunding Project Series 2019 A Certificates of Participation were issued by IEPFC, dated July 1, 2019, in the amount of \$224,045, with interest rates of 5%.

The proceeds from the issuance along with other District and County funds, were used to refund the outstanding principal balance of the 1994, 1996, and 2009 A Certificates of Participation. The deferred loss of \$21,866 will be amortized as an adjustment to interest expense over the remaining life of the 2019 Series A certificates.

The COPs contain certain bond covenants, which are deemed by the County to be duties imposed by law. The County must include the applicable lease-purchase payments due each year in its annual budget and make the necessary appropriations. The County is also covenanted to maintain certain levels of liability, property damage, casualty, rental interruption, and earthquake insurance in connection with each lease-purchase agreement. The County is in compliance with all significant financial restrictions and requirements as set forth in its various debt covenants. In addition, the County is in compliance with arbitrage regulations on all applicable bonds. Arbitrage computations are computed on an annual basis to determine if a rebate or liability exists as described in Section 103 of the Internal Revenue Code of 1954, Section 148(f) of the Internal Revenue Code of 1986, as amended and all applicable regulations issued there under.

The COPs contain a provision that, should the County default under the lease agreement, the Trustee may terminate the lease agreement and hold the County liable for all lease payments on an annual basis. According to the lease agreement, lease payments may not be accelerated upon default. The COPs are secured with collateral of the Arrowhead Regional Medical Center.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

County Service Area (General Obligation Bonds and Notes Payable)

General Obligation Bonds are issued to provide funds for the acquisition and construction of major capital facilities. These bonds are backed by the full faith and credit of the County and revenue for the retirement of such bonds is provided by ad valorem taxes on property within the jurisdiction of the governmental unit issuing the bonds. The bonds are matured but not redeemed and thus debt provisions are not presented.

County Service Area issued \$2,150 in direct borrowing notes with California Infrastructure and Economic Development Bank. The notes contain a provision that, in the event of default, the outstanding principal balance and accrued interest are due and payable immediately.

A summary of bonds and notes payable recorded in the business-type activities are as follows:

	Interest Rates (%)	Issue Date	Maturity Date	Original Issue Amount	Outstanding as of June 30, 2025
Certificates of Participation					
Medical Center Refunding Project Series 2019A	5.00	7/2/2019	10/1/2027	\$ 224,045	\$ 100,765
Premium / (Discounts):					
Medical Center Refunding Project Series 2019A					8,491
Total Certificates of Participation					<u>109,256</u>
General Obligation Bonds					
Spring Valley Lake Sewer Facilities:					
Series A	6.50 to 6.75	2/15/1972	2/15/2002	1,300	15
Series B	6.10 to 6.15	4/1/1974	4/1/2004	1,000	15
Helendale Sewer Facilities:					
Series A	5.00	6/1/1978	6/1/1998	1,550	5
Helendale Water Facilities:					
Series B	7.00	9/1/1982	6/1/1997	1,450	5
Pinon Hills Water Distribution:					
Series C	9.00 to 11.00	11/1/1984	3/1/2005	1,518	5
Oak Hills Water Distribution Facilities	7	9/1/1974	9/1/1994	750	5
Total General Obligation Bonds					<u>50</u>
Notes Payable					
Oak Hills Water (Loan) (Direct Borrowing)	3	11/25/2003	8/25/2033	2,150	858
Total Notes Payable					<u>858</u>
Total Business-Type Activities					<u>\$ 110,164</u>

Additional information on the County's long-term debt can be found in the separately issued financial statements of the Inland Empire Public Facilities Corporation and the San Bernardino County Financing Authority.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

The following is a schedule of principal debt service requirements to maturity as of June 30, 2025, for COPs, bonds and notes payable in the business-type activities:

Years Ending June 30	Certificates of Participation	General Obligation Bonds	Notes From Direct Borrowings	Total
2026	\$ 32,520	\$ 50	\$ 84	\$ 32,654
2027	34,265	-	87	34,352
2028	33,980	-	89	34,069
2029	-	-	92	92
2030	-	-	95	95
2031 - 2034	-	-	411	411
Total Principal	100,765	50	858	101,673
Plus: Premium	8,491	-	-	8,491
Total Bonds and Notes Payable	<u>\$ 109,256</u>	<u>\$ 50</u>	<u>\$ 858</u>	<u>\$ 110,164</u>

The following is a schedule of interest expense requirements to maturity as of June 30, 2025, for COPs, bonds, and notes payable in the business-type activities:

Years Ending June 30	Certificates of Participation	Notes From Direct Borrowings	Total
2026	\$ 4,225	\$ 25	\$ 4,250
2027	2,556	23	2,579
2028	850	20	870
2029	-	17	17
2030	-	14	14
2031 - 2034	-	26	26
Total Interest	<u>\$ 7,631</u>	<u>\$ 125</u>	<u>\$ 7,756</u>

Pollution Remediation Obligations

GASB 49, Accounting and Financial Reporting for Pollution Remediation Obligations, addresses pollution remediation obligations. Once an obligating event occurs, governments are required to estimate expected cash outlays for the various components of expected remediation activities related to current or potential detrimental effects of existing pollution.

Mid-Valley Sanitary Landfill

The County, through its Waste Systems Division (Waste Systems) has been named as a discharger in orders issued by the Santa Ana Regional Water Quality Control Board (RWQCB) for perchlorate and volatile organic compounds (VOCs) in the groundwater in the Rialto-Colton Basin. The County operates its Mid-Valley Sanitary Landfill (MVSL), including historic, unlined landfill cells, and operating landfill cell, and an undeveloped area planned for expansion, on land overlying the Rialto-Colton basin. The County was previously named in lawsuits to compel it to participate in pollution remediation in the Rialto-Colton Basin alleged to be related to activities at the Mid-Valley Sanitary Landfill, including the expansion property.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

Waste Systems is currently managing a groundwater remediation project down gradient from the Mid-Valley Landfill and the expansion property. The expansion property is immediately adjacent to land formerly used in various manufacturing operations. Perchlorate and VOCs have been detected in groundwater.

Waste Systems investigated impacts to groundwater from VOCs on the west side of the MVSL that resulted in the construction of a pump and treat system. This was converted to include a soil vapor extraction optional system on County-owned land to capture as much VOC contamination as possible. The on-site system continues to be operated by Waste Systems as of June 30, 2025. The remediation plan also included the settlement with San Gabriel Valley Water Company DBA Fontana Water Company whereby the water company would pump and treat VOCs that escaped the County-run system and the County pays the water company for the treatment of VOCs at the company's groundwater production wells. It is not currently possible to determine when the County's obligation to San Gabriel Valley Water Company will end.

Waste Systems, following RWQCB protocol, later conducted a variety of additional tests and analysis for perchlorate and VOCs in the portion of the Rialto-Colton Basin down gradient of the MVSL, including the expansion property on the east side. The result was the preparation and implementation of a remediation plan approved by the RWQCB. That remediation system has continued to be operated as of June 30, 2025.

Yucaipa Disposal Site

Waste Systems disclosed the occurrence of a pollution event at the inactive Yucaipa Disposal Site. A VOC plume had been detected in the groundwater, which had migrated beyond the landfill boundary. Waste Systems continues to work closely with the RWQCB to ensure its pollution remediation measures adequately address the contamination.

On August 1, 2018, RWQCB approved the County's Work Plan to expand the in-situ remedial design to full scale. The Yucaipa Corrective Action Program (CAP) was expanded to 26 injection wells by October 2019 and electron-donor media to stimulate in-situ bioactivity that consumes pollution was completed by the end of the month. Working with the RWQCB, the County periodically re-doses its bio-remedial wells, as needed, to support ongoing removal of VOC's in groundwater at the site. In 2019 and 2020, additional bacteria colonies that perform the in-situ consumption of pollution were added to the system.

Heaps Peak Disposal Site

Waste Systems disclosed, to the State of California, the occurrence of a pollution event at the inactive Heaps Peak Disposal Site (HPDS). A landfill leachate discharge occurred that threatened the groundwater. Waste Systems prepared and submitted a Report of Waste Discharge (ROWD) to the RWQCB and received approval to contain and treat the leachate. The leachate treatment system was installed within the HPDS maintenance building. The leachate treatment system has been periodically improved and upgraded and now functions well. Waste Systems continues to work very closely with the RWQCB to ensure its pollution control and remediation measures are successful.

Lenwood Hinkley Sanitary Landfill

The RWQCB notified Waste Systems regarding the violation of the Waste Discharge Requirements based upon a 2013 Groundwater Monitoring Reports submitted by Waste Systems, which showed VOCs and other contaminants above set regulatory standards at the Lenwood Hinkley Sanitary Landfill (LHSL).

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

Waste Systems initiated a bioenhanced in-situ remedial Pilot Study consisting of an initial injection of carbon donor media near compliance well LHS1 and monthly sampling and analyses to track the chemical response in groundwater. The velocity of groundwater north of the landfill is relatively slow, however, and quarterly monitoring activities were later resumed and soon set regulatory standards were met. Analytical results for the Pilot Study obtained since 2016 have been positive and suggest conditions in the aquifer are capable of promoting and sustaining anaerobic biogenic reductive dechlorination.

With approval from the RWQCB, the County injected a second dose of electron-donor media. Board staff also approved injecting additional colonies of bacteria capable of consuming polluted groundwater and this inoculation occurred in February 2019. In 2020, additional carbon donor materials and bacteria colonies that perform the in-situ consumption of pollution were added to the system. Working with the RWQCB, the County periodically re-doses its bio-remedial wells, as needed, to support ongoing removal of VOCs in groundwater in the site.

Milliken Landfill (Pilot Study)

In 2015, the RWQCB sent a letter to Waste Systems concerning the inactive Milliken Landfill. The RWQCB letter requested Waste Systems perform gas samples from existing landfill gas probes and evaluate the potential for landfill impacts to off-site structures; to update reports for the landfill due to lack of groundwater to run the Corrective Action Program (CAP) pump and treat program and to evaluate the need for additional downgradient monitoring. Waste Systems engaged a consultant to prepare a workplan pursuant to the RWQCB letter and to implement the workplan. Waste Systems later received a draft evaluation report prepared as part of the workplan. The workplan concluded that sufficient landfill gas may be present along the downgradient border of the landfill to support soil vapor extraction (SVE) as an additional CAP mitigation measure.

In September 2018, a two-day pilot study at two extraction wells along the south perimeter of the Milliken site was conducted, followed by a longer SVE pilot study beginning on October 18, 2019, and concluding on December 18, 2019. The second pilot study included: engineering, design, permitting, Southern California Edison (SCE) temporary power, and construction of a block wall enclosure to house the rental SCE equipment (blower, granular activated carbon vessel, piping and instrumentation). SVE blower and GAC data collected from this month-long study assessed the viability for a full-scale SVE system at Milliken. A Summary Report of pilot study findings was submitted to the RWQCB on February 12, 2020, which recommended installation and operation of a full-scale SVE system at the site. RWQCB approval for installation and operation of the full-scale system was obtained in February 2020, and the County began design and construction shortly thereafter. In May 2023, the South Coast Air Quality Management District granted operational approval for system operation. The full-scale SVE system was installed, has been in operation, and maintained since August of 2023.

In fiscal year 2025, the estimated total pollution remediation liability increased from \$63,968 at June 30, 2024, to \$76,899 at June 30, 2025. The effect of any changes in the estimated total current cost of pollution remediation is reported primarily in the period of change. The major contributing factors that caused the pollution remediation liability to increase by a net amount of \$12,931 are listed below:

- The Mid-Valley net liability increased by a net of \$12,024 primarily due to the remeasurement of the future Rialto Groundwater Treatment System OM&M costs. The outstanding liability as of June 30, 2025, is \$61,578.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

- The Yucaipa net liability increased by a net of \$745 primarily due to a substantial increase in anticipated future bi-annual dosing event costs. The outstanding liability as of June 30, 2025, is \$1,906.
- The Heaps Peak net liability increased by a net of \$230 primarily due to an increase in anticipated future Leachate Treatment System OM&M costs. The outstanding liability as of June 30, 2025, is \$12,385.
- The Lenwood-Hinkley net liability decreased by a net of \$68 primarily due to a decrease in anticipated future annual plume cleanup SWRCB permit fee costs. The outstanding liability as of June 30, 2025, is \$1,030.

Current and future estimated remediation costs are based on actual component costs adjusted for inflation in future fiscal years. Future estimates may be revised to reflect changes to equipment and service costs as well as any changes in technology and regulations. In fiscal year 2025, Waste Systems expended \$2,418 in performing pollution remediation activities at Mid-Valley Landfill, Yucaipa Disposal Site, Heaps Peak Disposal Site, and Lenwood-Hinkley Disposal Site. Outlays are expected to be incurred in fiscal year 2026 totaling \$6,360. The presence of perchlorate, VOC, and leachate will continue to be remediated and monitored with an expected estimated outlay of \$70,539 from fiscal year 2027 through fiscal year 2043.

Conduit Debt (Limited Obligation)

Single and Multi-Family Mortgage Revenue Bonds

The County issues Single Family Mortgage Revenue Bonds to provide funds to purchase mortgage loans secured by first trust deeds on newly constructed and existing single-family residences. Additionally, the County issues Multi-Family Mortgage Revenue Bonds to finance the construction of multi-family apartment projects in the County. These programs assist persons and families of low and moderate income within the County to afford the costs of safe and sanitary housing. The bonds will be payable solely from and secured by a pledge of payment received on the acquired mortgage loans, certain insurance with respect thereto, and other monies pledged under the bond resolution. Single Family Mortgage Revenue Bonds of \$90 and Multi-Family Mortgage Revenue Bonds of \$50,265 at June 30, 2025, do not represent a liability of the County and, as such, do not appear in the accompanying basic financial statements.

School District General Obligation Bonds

San Bernardino County issued General Obligation Bonds (GOB) on behalf of certain Schools within the San Bernardino School District. The GOBs are payable solely by ad valorem taxes to be levied within the District. The General Obligation Bonds of \$4,750 at June 30, 2025, do not represent a liability of the County and, as such, do not appear in the accompanying basic financial statements.

Special Assessment Bonds

The County acts as an agent for the property owners benefited by the projects financed from special assessment bond proceeds, in collecting the assessments, forwarding the collections to bondholders, and initiating foreclosure proceedings, if appropriate. Special assessment bonds of \$77,860 at June 30, 2025, do not represent a liability of the County and, as such, do not appear in the accompanying basic financial statements.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 11 - Long Term Liabilities (Continued)

Discretely Presented Component Unit

Long-term liability transactions for FIRST 5 San Bernardino for the year ended June 30, 2025, are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Compensated Absences	\$ 276	\$ 58	\$ -	\$ 334	\$ 58
Net Pension Liability	1,625	-	233	1,392	-
Lease Liability	3,706	-	280	3,426	304
Total Long-Term Liabilities	<u>\$ 5,607</u>	<u>\$ 58</u>	<u>\$ 513</u>	<u>\$ 5,152</u>	<u>\$ 362</u>

NOTE 12 - DIRECT FINANCE CAPITAL OBLIGATIONS

On December 7, 2021, the Board approved executing a lease agreement with Inland Valley Development Agency and Tax-Exempt Financing for a New Headquarters Facility for the District in San Bernardino. The annual lease payment of \$1,900 also includes recurring operating expenses and the impact of a one-time, \$8,500 partial prepayment of the lease payments that is allowed pursuant to the Lease Agreement. The County has set aside \$8,500 in a reserve fund for this purpose. Pursuant to the Lease Agreement, this prepayment must be made within 90 days of the Lease Commencement Date. The rent, paid over the 25-year lease term, plus the County's \$8,500 prepayment, is equivalent to approximately \$55,900. The lease commences upon completion and acceptance of the facility, which occurred on May 6, 2024. This annual lease payment is partially offset by the reduction of costs (\$500) from vacating occupancy of prior facilities, for a net increase in costs of \$1,400 annually, funded by County revenue. Principal and interest payments are due on the 1st day of each month.

The County has financed purchase agreements with financial institutions and medical equipment manufacturers expiring at various dates through the fiscal year ending 2026, providing for monthly payments at various rates. Equipment acquired under these agreements has been accounted for as financed purchase obligations.

The gross value of equipment acquired under finance purchase obligations at June 30, 2025, was \$1,645, net of accumulated amortization of \$1,645.

The County's outstanding financed purchase agreements, secured by the related equipment of \$221, contain provision that in the event of default, outstanding amounts may become immediately due if the County is unable to make payment.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 12 - Direct Finance Capital Obligations (Continued)

The future minimum requirements of the finance purchase obligations as of June 30, 2025, are as follows:

Years Ending June 30	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2026	\$ 572	\$ 722	\$ 3	\$ -	\$ 1,297
2027	646	765	-	-	1,411
2028	667	744	-	-	1,411
2029	693	719	-	-	1,412
2030	717	694	-	-	1,411
2031-2035	3,983	3,073	-	-	7,056
2036-2040	4,740	2,316	-	-	7,056
2041-2045	5,642	1,414	-	-	7,056
2046-2049	5,160	368	-	-	5,528
Total Minimum Payments	\$ 22,820	\$ 10,815	\$ 3	\$ -	\$ 33,638

NOTE 13 - CLOSURE AND POSTCLOSURE CARE COST

State Financial Assurance Mechanism regulations require landfill operators to set aside funds, or provide alternative funding mechanisms to fund the closure and post-closure maintenance of landfills. The funding must be completed prior to the final date of closure. These regulations apply to solid waste landfills that have been or will be operated on or after January 1, 1988. The closure and post-closure care costs of other landfills not subject to these State regulations is funded separately in the Waste Systems Division.

Closure and post-closure care costs include, but are not limited to, such items as final cover, groundwater monitoring, well installations, and landfill gas monitoring systems.

The twenty (20) landfills listed below (with their capacity used and estimated remaining lives) are those currently subject to State and Federal regulations:

Landfill	Capacity Used	Years Remaining	Landfill	Capacity Used	Years Remaining
Apple Valley	100%	Closed	Milliken	100%	Closed
Baker	100%	Closed	Morongo Valley	100%	Closed
Barstow	7%	481	Needles	100%	Closed
Big Bear	100%	Closed	Newberry Springs	100%	Closed
Colton	100%	Inactive	Phelan	100%	Closed
Hesperia	100%	Closed	San Timoteo	53%	23
Landers	28%	74	Trona-Argus	100%	Closed
Lenwood-Hinkley	100%	Closed	Twentynine Palms	100%	Closed
Lucerne Valley	100%	Closed	Victorville	23%	92
Mid-Valley	50%	28	Yermo	100%	Closed

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 13 - Closure and Postclosure Care Cost (Continued)

The estimated closure and post-closure activity for the year ended June 30, 2025 includes the following:

	Beginning Balance	Increase (Decrease)	Ending Balance
Estimated Liability for Closure Care Costs	\$ 33,673	\$ 3,650	\$ 37,323
Estimated Liability for Postclosure Care Costs	131,434	(16)	131,418
Total	<u>\$ 165,107</u>	<u>\$ 3,634</u>	<u>\$ 168,741</u>

The annually inflated landfill closure and post-closure care cost estimates of \$276,330 and \$263,681, respectively for a total of \$540,011, are based upon the most recently submitted Closure/Post-Closure Maintenance Plan documents filed with the State and Federal permitting agencies. If, at some future date, these closure cost estimates are adjusted (due to changes in inflation, technology, regulations, etc.), the County is required to make corresponding changes in the amount of funds deposited for closure.

As of June 30, 2025, the cumulative liability recorded by the County based upon individual landfill capacity usage was \$338,477 (\$164,878 closure costs and \$173,599 post-closure costs). The remaining \$201,534 of estimated closure and post-closure costs will be recorded and funded as landfill capacities are used.

Cumulative closure and post-closure related outlays of \$127,555 and \$42,181, have been incurred through June 30, 2025. Landfill closure liabilities increased to \$37,323 and post-closure liabilities decreased to \$131,418. In accordance with GASB 18, "Accounting for Municipal Solid Waste Landfill (MSWLF) Closure and Postclosure Care Costs", the effect of any changes in the estimated total current cost of closure and postclosure care is reported primarily in the period of change. The total Estimated Liability for Closure and Postclosure Care Costs at June 30, 2025, is \$168,741 and is recorded in the Waste Systems Division proprietary fund and the Business Type Activities.

In accordance with a pledge of revenue funding mechanism adopted by the San Bernardino County Board of Supervisors on July 28, 2009, the County has pledged tipping fees and interest revenue to fund the post-closure maintenance costs, as needed. Total tipping fees received in the current fiscal year were \$100,093 and post-closure expenses were \$3,865. Each landfill site's maintenance costs are budgeted annually following the Closure and Post-Closure Maintenance Plan as approved by the Department of Resources Recycling and Recovery (CalRecycle). The County has restricted cash of \$61,462 in the Waste System Division enterprise fund, this amount is to provide financial assurance for landfill closure costs as required by CalRecycle. The term for each landfill site funding requirements is thirty (30) years starting with the date of closure as certified by the State.

NOTE 14 - SELF INSURANCE (ACTUAL AMOUNTS)

The County has self-insurance programs for property damage, public liability, workers' compensation claims, medical malpractice liability, environmental liability, and cyber security.

Public liability claims are self-insured for up to \$3 million per occurrence with a one-time corridor retention of \$2 million. Excess insurance coverage over the Self-Insured Retention (SIR) up to \$50 million is provided through a combination of insurance policies as recommended by Alliant Insurance Services Inc., Insurance broker through PRISM (Public Risk Innovation, Solutions, and Management) as follows:

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 14 - Self Insurance (Actual Amounts) (Continued)

Primary liability coverage for specific Human Services (HS) departments:

- \$2.5 million in excess of \$500,000 self-insured retention with PRISM.

Additional primary liability coverage (in excess of HS primary liability):

- \$7 million excess of \$3 million self-insured retention with PRISM; and reinsurance provided by Starstone National Insurance Company and ACE American Insurance Company.
- \$5 million, excess of \$10 million with PRISM with quota share reinsurance provided by Everest Reinsurance Company, Great American Insurance Company, Greenlight Reinsurance LTD, Arcadian Risk Capital LTD on behalf of Sirius Point Bermuda Insurance Company LTD, and Arch Reinsurance LTD.
- \$10 million in excess of \$15 million provided by PRISM with reinsurance provided by Safety National Casualty Corporation.

Secondary Liability Coverage:

- \$10 million in excess of \$25 million with Allied World National Assurance Co.
- \$5 million in excess of \$35 million with Great American Excess & Surplus Co.
- \$10 million in excess of \$40 million with PRISM, reinsured with Munich Reinsurance America, Inc.

, the actuary has recommended that the County maintains a \$24 million reserve to cover SIR exposure for auto and general liability programs. No settlements related to these programs have exceeded insurance coverage in the last three years.

The Workers' Compensation program continued under the PRISM Excess Workers' Compensation Program with the following limits:

- \$3 million in excess of \$2 million SIR and statutory limits with Great American Insurance Co.,
- \$45 million in excess of \$5 million with ACE American Insurance Co.
- Statutory excess of \$50 million with Liberty Insurance Co.

The County supplements its self-insurance for medical malpractice claims with a \$25 million per claim policy (\$35 million aggregate) with BETA Risk Management Authority, which provides annual coverage on a claims-made basis with a SIR of \$1 million for each claim.

Environmental claims are expected to occur infrequently but have the potential to be expensive when they do occur. Environmental claims are self-insured up to \$1 million per occurrence, with excess coverage provided through a combination of policies as follows:

- \$10 million per pollution condition and aggregate limits provides by Illinois Union Insurance Company.
- \$15 million for each claim and aggregate limits in excess of \$10 million provided by Tokio Marine Specialty Insurance Company.
- \$25 million for each claim and aggregate limits in excess of \$25 million provided by Fireman's Fund Indemnity Corporation (Allianz).

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 14 - Self Insurance (Actual Amounts) (Continued)

The County extends environmental coverage to County Contractors with a \$25 million per incident and \$25 million aggregate in excess of \$100,000 self-insurance retention.

Coverage for data breaches and cyber security breaches are self-insured for \$1.5 million per occurrence with excess coverage provided as follows:

- \$5 million per claim and \$5 million aggregate in excess of \$1.5 million SIR provided by Indian Harbor Insurance Company.
- \$5 million per claim in excess of \$5 million provided by Starr Surplus Lines Insurance.
- \$5 million per claim in excess of \$10 million provided by Liberty Surplus Insurance Corporation.
- \$5 million per claim in excess of \$15 million provided by Berkley Assurance Company.
- \$10 million per claim in excess of \$20 million provided by Lloyd's of London Syndicate.

Property damage claims are insured on an occurrence basis over a \$100,000 deductible through PRISM and reinsured with Fidelis Insurance and several other insurers/reinsurers including Westchester Fire Insurance Company, Aspen Specialty Insurance Company, Ironshore Indemnity Inc., Munich Reinsurance America, Inc., and several other insurance companies.

- \$300 million for all risk coverage, with additional \$300 million shared excess coverage and additional \$200 million all risk coverage for Arrowhead Regional Medical Center (ARMC).
- \$200 million for flood control.
- \$100 million for earthquake coverage.

The claims related to the above referenced programs are accounted for in the Department of Risk Management's internal service funds ("Funds"), except for unemployment insurance and employee dental insurance, which are accounted for in the General Fund. The liabilities recorded in these Funds are based on the results of actuarial studies and include amounts for allocated and unallocated loss adjustment expenses. The liabilities for these claims are reported using a discounted rate of 0.79% and an actuarially determined 80% confidence level. Since claims are paid over time, the discount rate determines the amount of funding needed to cover current claims. The confidence level describes the likelihood of the available funding exceeding the actual amounts of the claims. It is the County's practice to obtain actuarial studies on an annual basis for the General Liability, Workers' Compensation, and Property Insurance programs.

The total claims liability of \$501.22 million reported at June 30, 2025, is based on the requirements of GASB Statement No. 10, Accounting and Financial Reporting for Risk Financing and Related Insurance Issues, which requires 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 the loss can be reasonably estimated.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 14 - Self Insurance (Actual Amounts) (Continued)

Changes in the claims liability amounts for fiscal year 2025 were:

Fiscal Year	Beginning of Year Liability	Current-Year Claims and Changes in Estimates	Claim Payments	Balance at Year-End
2024-25	\$461,230	\$134,045	\$(94,052)	\$501,223

NOTE 15 - COLLATERALIZED FACILITIES

The following County Facilities have been pledged as collateral in certain County financing transactions:

Facilities	Beginning	Additions	Deletions	Ending
Arrowhead Regional Medical Center	\$ 490,481	\$ -	\$ -	\$ 490,481
	<u>\$ 490,481</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 490,481</u>

In addition to these facilities, the County entered into a ground lease agreement with the State of California for the property located on 9438 Commerce Way in Adelanto, California, known as the Adelanto Detention Center Expansion, to assist the County in obtaining eligibility for AB900 funding. The State, in turn, has pledged the facility as collateral for lease-revenue bonds it issued to fund the project.

NOTE 16 - FUND BALANCES DETAIL

Details of Fund Balance Classifications reported in Governmental Funds are as follows:

	General Fund	Capital Improvement Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Nonmajor Permanent Funds	Total Nonmajor Funds	Total
Nonspendable:								
Loan Receivable	\$ 26,770	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	26,770
Prepaid Items and Inventories	17,781	-	23,887	-	-	-	23,887	41,668
Land Held for Resale	549	-	-	-	-	-	-	549
Endowments	-	-	-	-	-	1,899	1,899	1,899
Total Nonspendable Fund Balance	<u>\$ 45,100</u>	<u>\$ -</u>	<u>\$ 23,887</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,899</u>	<u>\$ 25,786</u>	<u>\$ 70,886</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 16 - Fund Balances Detail (Continued)

	General Fund	Capital Improvement Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Nonmajor Permanent Funds	Total Nonmajor Funds	Total
Restricted for:								
Social Services Realignment	\$ 132,010	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	132,010
Health Services Realignment	95,600	—	—	—	—	—	—	95,600
Behavioral Health Realignment	264,572	—	—	—	—	—	—	264,572
Law and Justice Realignment	150,141	—	—	—	—	—	—	150,141
Family Support Realignment	120,685	—	—	—	—	—	—	120,685
Coronavirus Fund	32,622	—	—	—	—	—	—	32,622
CalWORKs Maintenance of Effort Realignment	9,352	—	—	—	—	—	—	9,352
Teeter Plan	23,778	—	—	—	—	—	—	23,778
Aging Programs	3,045	—	—	—	—	—	—	3,045
Debt Service	—	—	—	161	—	—	161	161
Central Courthouse Project	—	—	1,942	—	—	—	1,942	1,942
Redemption Restitution Maintenance	—	—	1,322	—	—	—	1,322	1,322
Redevelopment Housing	—	—	3,730	—	15,287	—	19,017	19,017
Capital Improvement Projects	—	190,754	—	—	—	—	—	190,754
Flood Control	—	—	342,917	—	—	—	342,917	342,917
Domestic Violence Programs	—	—	3,448	—	—	—	3,448	3,448
Crime Prosecution	—	—	24,741	—	—	—	24,741	24,741
Probation Programs	—	—	66,809	—	—	—	66,809	66,809
Recorder's Micrographics	—	—	28,441	—	—	—	28,441	28,441
Local Law Enforcement Block Grant	—	—	2,977	—	—	—	2,977	2,977
Sheriff Special Projects	—	—	27,202	—	—	—	27,202	27,202
Fire Protection	—	—	275,265	—	10	—	275,275	275,275
Chino Agriculture Preserve	—	—	39,807	—	—	—	39,807	39,807
Road Operations	—	—	74,392	—	—	—	74,392	74,392
Measure I	—	—	29,084	—	—	—	29,084	29,084
Regional Development Mitigation Plan	—	—	45,398	—	—	—	45,398	45,398
Facilities Development Plans	—	—	5,059	—	—	—	5,059	5,059
Airport Operations	—	—	4,152	—	—	—	4,152	4,152
Mental Health Services Act	—	—	305,777	—	—	—	305,777	305,777
Master Settlement Agreement	—	—	72	—	—	—	72	72
Block Grant Carryover Program	—	—	1,089	—	—	—	1,089	1,089
Vector Control Assessments	—	—	7,555	—	—	—	7,555	7,555
Public Health - Other	—	—	7,023	—	—	—	7,023	7,023
Inland Counties Emergency Medical Agencies	—	—	11,573	—	—	—	11,573	11,573
Aging and Adult Services - Other	—	—	1,968	—	—	—	1,968	1,968
Job and Employment Services	—	—	832	—	—	—	832	832
Economic and Community Development	—	—	54,502	—	—	—	54,502	54,502
Wraparound Reinvestment	—	—	56,411	—	—	—	56,411	56,411
Regional Parks	—	—	2,881	—	—	—	2,881	2,881
Park and Recreation Districts	—	—	1,272	—	8,066	—	9,338	9,338
County Free Library	—	—	47,741	—	—	—	47,741	47,741
County Service Area	—	—	43,325	—	28,671	—	71,996	71,996
Other Restricted Programs	—	—	29,681	—	—	—	29,681	29,681
Total Restricted Fund Balance	\$ 831,805	\$ 190,754	\$ 1,548,388	\$ 161	\$ 52,034	\$ —	\$ 1,600,583	\$ 2,623,142

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 16 - Fund Balances Detail (Continued)

	General Fund	Capital Improvement Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Nonmajor Permanent Funds	Total Nonmajor Funds	Total
Committed to:								
AB177/199 Criminal Fees Backfill Reserve	\$ 5,312	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	5,312
Asset Replacement	7,226	-	-	-	-	-	-	7,226
Body Camera Implementation Project	1,357	-	-	-	-	-	-	1,357
Building Acquisition Reserve	47,572	-	-	-	-	-	-	47,572
Business Process Improvement Reserve	5,000	-	-	-	-	-	-	5,000
Big Bear Alpine Zoo	900	-	-	-	-	-	-	900
Building Replacement Reserve	92,858	-	-	-	-	-	-	92,858
Chino Airport Development Plan Reserve	250	-	-	-	-	-	-	250
Chino SOI Sewer Project Reserve	11,336	-	-	-	-	-	-	11,336
Community Concerns Reserve	11,916	-	-	-	-	-	-	11,916
Community Service Upgrades Reserve	60,710	-	-	-	-	-	-	60,710
Human Capital Management System Reserve	45,681	-	-	-	-	-	-	45,681
New Property Tax System	14,442	-	-	-	-	-	-	14,442
New Voting System	2,388	-	-	-	-	-	-	2,388
Count Infrastructure Reserve	40,609	-	-	-	-	-	-	40,609
Countywide Crime Suppression and Pilot Program	2,449	-	-	-	-	-	-	2,449
Countywide Strategic Warehouse Reserve	8,667	-	-	-	-	-	-	8,667
District Attorney High Desert Office Project	10,000	-	-	-	-	-	-	10,000
December 2nd Memorial	382	-	-	-	-	-	-	382
Earned Leave	6,964	-	-	-	-	-	-	6,964
Economic Development Grant Fund	2,800	-	-	-	-	-	-	2,800
Economic Development Program Needs	1,127	-	-	-	-	-	-	1,127
Enterprise Financial System Post Implementation Costs	1,929	-	-	-	-	-	-	1,929
Etiwanda Reserve	750	-	-	-	-	-	-	750
Fire Station Replacement	34,000	-	-	-	-	-	-	34,000
Foster Youth Campus Reserve	28,000	-	-	-	-	-	-	28,000
Homeless Outreach Engagement Services Reserve	2,828	-	-	-	-	-	-	2,828
Indigent Defense Costs	500	-	-	-	-	-	-	500
West Valley Detention Center Jail Upgrade	5,345	-	-	-	-	-	-	5,345
Labor	13,319	-	-	-	-	-	-	13,319
Land Use Services Plan and Amendments	5,604	-	-	-	-	-	-	5,604
Land Use Digitization Reserve	2,000	-	-	-	-	-	-	2,000
Liability Reserve	25,000	-	-	-	-	-	-	25,000
Library Enhancement Reserve	8,000	-	-	-	-	-	-	8,000
Litigation Expenses	10,564	-	-	-	-	-	-	10,564
Medical Center Debt Service	32,075	-	-	-	-	-	-	32,075
Pacific Village Reserve	3,737	-	-	-	-	-	-	3,737
Public Works Infrastructure Reserve	19,306	-	-	-	-	-	-	19,306
Regional Parks Projects Reserve	1,415	-	-	-	-	-	-	1,415
Restricted Revenue Set-Aside	6,973	-	-	-	-	-	-	6,973
Retirement	60,942	-	-	-	-	-	-	60,942
Running Springs County Library	2,635	-	-	-	-	-	-	2,635
National Trails Highway	308	-	-	-	-	-	-	308
Rock Springs Bridge Project	411	-	-	-	-	-	-	411
Stanfield Cutoff Road Repair and Bridge Replacement	25,985	-	-	-	-	-	-	25,985
Vision to Succeed	249	-	-	-	-	-	-	249
Other Committed Programs	518	-	-	-	-	-	-	518
Total Committed Fund Balance	672,339	-	-	-	-	-	-	672,339

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 16 - Fund Balances Detail (Continued)

	General Fund	Capital Improvement Fund	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Nonmajor Permanent Funds	Total Nonmajor Funds	Total
Assigned to:								
Automated Systems Development	\$ 12,314	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	12,314
Chino Airport	-	29,959	-	-	-	-	-	29,959
800 MHZ Upgrade Project	-	31,021	-	-	-	-	-	31,021
Department of Behavioral Health Rancho Cucamonga Acquisition	-	21,068	-	-	-	-	-	21,068
District Attorney Building Acquisition	-	12,130	-	-	-	-	-	12,130
County Buildings Retrofit and Improvements	-	298,023	-	-	-	-	-	298,023
Probation Field Operation Building	-	93,291	-	-	-	-	-	93,291
Department of Public Works Headquarters Replacement	-	79,493	-	-	-	-	-	79,493
Community Development and Housing Acquisitions & Expansions	-	50,092	-	-	-	-	-	50,092
Community Development and Housing Acquisitions in San Bernardino	-	29,480	-	-	-	-	-	29,480
Maintenance, Upgrades and Other Capital Outlay	-	120,007	-	-	-	-	-	120,007
Disaster Recovery	-	-	1,374	-	-	-	1,374	1,374
Flood Control	-	-	10,706	-	-	-	10,706	10,706
Sheriff Special Projects	-	26,994	-	-	-	-	-	26,994
Road Operations	-	-	81,404	-	-	-	81,404	81,404
Master Settlement Agreement	-	-	59,493	-	-	-	59,493	59,493
Mental Health	-	-	4,789	-	-	-	4,789	4,789
Human Resources	-	-	15,906	-	-	-	15,906	15,906
Chino Agriculture Preserve	-	-	2,183	-	-	-	2,183	2,183
Economic and Community Development	-	-	26,382	-	-	-	26,382	26,382
Regional Parks	-	-	4,595	-	-	-	4,595	4,595
Teamsters Side Letter Reserve	779	-	-	-	-	-	-	779
Other Assigned Programs	-	-	1,922	-	-	-	1,922	1,922
Total Assigned Fund Balance	13,093	791,558	208,754	-	-	-	208,754	1,013,405
Unassigned Fund Balance	1,157,115	-	-	-	-	-	-	1,157,115
Total Fund Balances	\$ 2,719,452	\$ 982,312	\$ 1,781,029	\$ 161	\$ 52,034	\$ 1,899	\$ 1,835,123	\$ 5,536,887

NOTE 17 - MEDICARE AND MEDI-CAL PROGRAMS

The Medical Center provides services to eligible patients under Medi-Cal and Medicare programs. For the fiscal year ended June 30, 2025, the Medi-Cal program represented approximately 58%, and the Medicare program represented approximately 29% of the Medical Center's net patient service revenues. Medi-Cal inpatient services are reimbursed at contractually agreed upon per diem rates and outpatient services are reimbursed under a schedule of maximum allowances. Medicare inpatient services are reimbursed based upon pre-established rates for Medicare Severity- Diagnostic Related Group (MS-DRG). Outpatient services are reimbursed based on prospectively determined payments per procedure under a system called Ambulatory Payment Classifications. Certain defined capital and the medical education costs related to Medicare beneficiaries continue to be paid based on a cost-reimbursement methodology. The Medical Center is reimbursed for cost- reimbursable items at a tentative rate, with final settlement determined after submission of annual cost reports by the Medical Center and audits thereof by the fiscal intermediary.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 17 - Medicare and Medi-Cal Programs (Continued)

The Medical Center's classification of patients under these programs and the appropriateness of their admissions are subject to an independent review by a peer review organization under contract with the Medical Center. Final reports on the results of such audits have been received through June 30, 2019, for Medi-Cal. Notice of Amount of Program Reimbursement (NPR) has been received for Medicare cost reports through June 30, 2021. Adjustments as a result of such audits are recorded in the year the amounts can be determined.

Additional detailed financial information, including separately issued financial statements, can be obtained from the Auditor-Controller/Treasurer/Tax Collector's Office at 268 W. Hospitality Lane, San Bernardino, CA 92415-0018.

NOTE 18 - RETIREMENT PLAN

The County provides pension benefits to eligible employees through a cost sharing multiple-employer defined benefit pension plan (the Plan) administered by the San Bernardino County Employees' Retirement Association (SBCERA). SBCERA is a fiduciary component unit of the County pursuant to GASB Statement Nos. 61 and 84 and its fiduciary activity is included in the pension (and other employee benefit) trust fund column of the County's fiduciary fund financial statements.

The County recognized net pension liabilities, deferred outflows, and deferred inflows of resources related to pensions, and pension expenses from the SBCERA retirement plan in the government-wide financial statements. The balances as of June 30, 2025, of net pension liabilities, deferred outflows and deferred inflows of resources related to pensions, and pension expenses are as follows:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Net Pension Liabilities	\$ 1,619,831	\$ 183,600	\$ 1,803,431	\$ 1,392
Deferred Outflows of Resources Related to Pensions	\$ 761,741	\$ 124,588	\$ 886,329	\$ 857
Deferred Inflows of Resources Related to Pensions	\$ 176,147	\$ 28,239	\$ 204,386	\$ 232
Pension Expenses	\$ 326,244	\$ 44,465	\$ 370,709	\$ 308

Plan Description

SBCERA was established in 1945 and operates under the provisions of the California County Employees Retirement Law of 1937 (CERL), and the California Public Employees' Pension Reform Act of 2013 (PEPRA). The Plan's authority to establish and amend the benefit terms are set by the CERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the San Bernardino County Board of Supervisors and/or the SBCERA Board of Retirement (Board). SBCERA is a tax qualified plan under Section 401(a) of the Internal Revenue Code.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

SBCERA provides benefits to its members, who are employed by 17 active plan sponsors (participating employers), and five withdrawn employers. These include: The San Bernardino County, Barstow Fire Protection District, Big Bear Fire Authority, California State Association of Counties, City of Big Bear Lake, City of Chino Hills, Consolidated Fire Agencies (CONFIRE), Crestline Sanitation District, Department of Water and Power of the City of Big Bear Lake, Hesperia Recreation and Park District, Law Library for San Bernardino County, Local Agency Formation Commission, Mojave Desert Air Quality Management District, SBCERA, San Bernardino County Transportation Authority, South Coast Air Quality Management District, and Superior Court of California San Bernardino County (Superior Court), Inland Valley Development Agency (withdrew June 30, 2012), San Bernardino International Airport Authority (withdrew June 30, 2012), Rim of the World Recreation and Park District (withdrew May 4, 2013), Inland Library System (withdrew May 31, 2019), and California Electronic Recording Transaction Network Authority (withdrew June 30, 2021).

Fiduciary oversight of SBCERA is vested with the SBCERA Board, which consists of nine voting members and three alternate members. Four members are appointed by the San Bernardino County's Board of Supervisors, six members (which include two alternates) are elected by the members of SBCERA (General members elect two members, Safety members elect one member and one alternate, and Retired members elect one member and one alternate), and the San Bernardino County Treasurer (County Treasurer) is an ex-officio member who has designated one alternate. Board members serve three-year terms, with the exception of the County Treasurer, who serves during their tenure in office. SBCERA's Chief Executive Officer is appointed by the Board, and implements the policies and direction set by the Board.

SBCERA publishes its own annual comprehensive financial report that includes its financial statements and required supplementary information, which can be obtained by contacting SBCERA, attention Fiscal Services Department, 348 W. Hospitality Lane, Suite 100, San Bernardino, California 92408 or visiting the website at www.SBCERA.org.

Plan Membership

As of the June 30, 2024 actuarial valuation, SBCERA membership consisted of 50,060 members, including 23,131 active members, 15,924 inactive members or beneficiaries currently receiving benefits, 4,079 inactive members eligible for but not yet receiving benefits, and 6,926 inactive members with fewer than five years of service credit and eligible for refund value of account only.

Benefits Provided

SBCERA provides retirement, disability, death, and survivor benefits. SBCERA administers the Plan which provides benefits for two membership classifications, General and Safety, and those benefits are tiered based upon date of SBCERA membership. Safety membership is extended to those involved in active law enforcement and fire suppression. All other members are classified as General members. Generally, those who become members prior to January 1, 2013 are Tier 1 members. All other members are Tier 2. An employee who is appointed to a regular or contract position, whose service is at least fifty percent of the full standard of hours required is a member of SBCERA and is provided with pension benefits pursuant to Plan requirements.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

The CERL and PEPRA establish benefit terms. Retirement benefits are calculated on the basis of age, average final compensation, and service credit as follows:

	General - Tier 1	General - Tier 2	Safety - Tier 1	Safety - Tier 2
Final Average Compensation	Highest 12 consecutive months	Highest 36 consecutive months	Highest 12 consecutive months	Highest 36 consecutive months
Normal Retirement Age	The later of age 55 or the age at which the member vests in his/her benefits under the CERL, but not later than age 70	The later of age 55 or the age at which the member vests in his/her benefits under the CERL, but not later than age 70	The later of age 50 or the age at which the member vests in his/her benefits under the CERL, but not later than age 70	The later of age 50 or the age at which the member vests in his/her benefits under the CERL, but not later than age 70
Early Retirement: Years of service required and / or age eligible for	Age 70 any years 10 years age 50 30 years any age	Age 70 any years 5 years age 52 N/A	Age 70 any years 10 years age 50 20 years any age	Age 70 any years 5 years age 50 N/A
Benefit	At normal retirement age, 2.00% per year of final average compensation for every year of service credit	At age 67, 2.50% per year of final average compensation for every year of service credit	At normal retirement age, 3.00% per year of final average compensation for every year of service credit	At age 57, 2.70% per year of final average compensation for every year of service credit
Benefit Adjustments	Reduced before age 55, increased after 55 up to age 65	Reduced before age 67	Reduced before age 50	Reduced before age 57
Final Average Compensation Limitation	Internal Revenue Code section 401(a)(17)	Government Code section 7522.10	Internal Revenue Code section 401(a)(17)	Government Code section 7522.10

An automatic cost of living adjustment is provided to benefit recipients based on changes in the local region Consumer Price Index (CPI) up to a maximum of 2% per year. Any increase greater than 2% is banked and may be used in years where the CPI is less than 2%. There is a one-time 7% increase at retirement for members hired before August 19, 1975. The Plan also provides disability and death benefits to eligible members and their beneficiaries, respectively. For retired members, the death benefit is determined by the retirement benefit option chosen. For all other members, the beneficiary is entitled to benefits based on the members years of service or if the death was caused by employment. General members are also eligible for survivor benefits which are payable upon a member's death.

Contributions

Participating employers and active members are required by statute to contribute a percentage of covered payroll to the Plan. This requirement is pursuant to Government Code sections 31453.5 and 31454 for participating employers, and Government Code sections 31621.6, 31639.25, and 7522.30 for active members. The contribution requirements are established and may be amended by the SBCERA Board pursuant to Article 1 of the CERL, which is consistent with the Plan's actuarial funding policy. The contribution rates are adopted yearly based on an annual actuarial valuation, which is conducted by an independent actuary, that requires actuarial assumptions with regard to mortality, expected future service (including age at entry into the Plan, if applicable and tier), and compensation increases of the members and beneficiaries. The combined active member and employer contribution rates are expected to finance the costs of benefits for employees that are allocated during the year, with an additional amount to finance any unfunded accrued liability. Participating

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

employers may pay a portion of the active members' contributions through negotiations and bargaining agreements.

Employee and employer contribution rates for the fiscal year ended June 30, 2025 are as follows:

	General - Tier 1	General - Tier 2	Safety - Tier 1	Safety - Tier 2
Employee contribution rates	8.50% to 14.95%	8.74%	12.20% to 17.89%	15.06%
Employer contribution rates	24.21%	21.57%	61.41%	52.82%

For the year ended June 30, 2025, the County's employer contributions to the Plan were equal to the actuarially determined required employer contributions as follows:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Employer Contributions				
General Members	\$ 255,123	\$ 61,523	\$ 316,646	\$ 422
Safety Members	197,665	-	197,665	-
Total	\$ 452,788	\$ 61,523	\$ 514,311	\$ 422

Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2025, the County reported net pension liabilities for its proportionate share of the Plan's net pension liability as follows:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
General Members	\$ 769,090	\$ 183,600	\$ 952,690	\$ 1,392
Safety Members	850,741	-	850,741	-
Total	\$ 1,619,831	\$ 183,600	\$ 1,803,431	\$ 1,392

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's fiscal year 2024 actual contributions to the Plan relative to the total employer contributions of all SBCERA's participating employers. The County's proportion in the Plan was 85.08%, including 85.01% for the primary government and 0.07% for the discretely presented component unit. This proportion excludes the Consolidated Fire Agencies of the East Valley as it is not part of the County's reporting entity. There was an increase of 0.54%, including 0.54% for primary government and a slight decrease of (0.003%) for discretely presented component unit, from its proportion measured as of June 30, 2023.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

The allocation of the County's proportion of the net pension liability to governmental activities, business-type activities, and a discretely presented component unit was based on each fund group's fiscal year 2024 actual contributions to the County's pension plan relative to the total contributions of the County. The allocation of the County's proportion and its change from its proportion measured as of June 30, 2023, are as follows:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Proportion - June 30, 2024				
General Members	42.61 %	10.17 %	52.78 %	0.08 %
Safety Members	47.14 %	- %	47.14 %	- %
Total	89.75 %	10.17 %	99.92 %	0.08 %
Change - Increase (Decrease)				
General Members	(1.33 %)	(0.10 %)	(1.43 %)	- %
Safety Members	1.43 %	- %	1.43 %	- %
Total	0.10 %	(0.10 %)	- %	- %

For the year ended June 30, 2025, the County recognized pension expense of \$371,017 as follows:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Pension Expense	\$326,244	\$44,465	\$370,709	\$308

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

At June 30, 2025, the County reported its proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions, from the following sources:

	Deferred Outflows of Resources			
	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Changes of assumptions	\$ 34,057	\$ 3,860	\$ 37,917	\$ 29
Differences between actual and expected experience	205,557	23,092	228,649	177
Changes in proportion and differences between County contributions and proportionate share of contributions	69,339	36,113	105,452	229
Pension contributions subsequent to the measurement date	452,788	61,523	514,311	422
Total	<u>\$ 761,741</u>	<u>\$ 124,588</u>	<u>\$ 886,329</u>	<u>\$ 857</u>

	Deferred Inflows of Resources			
	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
Changes of assumptions	\$ 56,914	\$ 6,451	\$ 63,365	\$ 49
Differences between actual and expected experience	21,244	2,408	23,652	18
Net differences between projected and actual earnings on pension plan investments	41,358	4,688	46,046	36
Changes in proportion and differences between County contributions and proportionate share of contributions	56,631	14,692	71,323	129
Total	<u>\$ 176,147</u>	<u>\$ 28,239</u>	<u>\$ 204,386</u>	<u>\$ 232</u>

The total amount of \$514,733 reported as deferred outflows of resources related to contributions to the Plan subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
2026	\$ (124,284)	\$ (8,468)	\$ (132,752)	\$ (84)
2027	229,886	33,520	263,406	247
2028	31,534	8,821	40,355	45
2029	(4,330)	953	(3,377)	(5)
Total	<u>\$ 132,806</u>	<u>\$ 34,826</u>	<u>\$ 167,632</u>	<u>\$ 203</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

Actuarial Assumptions

The County's proportion of the Plan's total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Valuation Date	June 30, 2024
Actuarial Cost Method	Entry Age Actuarial Cost Method
Actuarial Assumptions:	
Investment Rate of Return	7.25%
Inflation	2.50%
Projected Salary Increases	General: 4.30% to 9.50%; Safety: 4.75% to 10.00%
Cost of Living Adjustments	Consumer price index with a 2.00% maximum
Administrative Expenses	0.90% of payroll

The actuarial assumptions used to determine the total pension liability as of June 30, 2024, were based on the results of the Actuarial Experience Study dated May 24, 2023, which covered the period from July 1, 2019 through June 30, 2022. They are the same assumptions used in the June 30, 2024, actuarial valuation.

Mortality rates used in the June 30, 2024, actuarial valuation were based on the Pub-2010 Amount-Weighted Above-Median Mortality Table projected generationally with the two-dimensional MP-2021 projection scale. For healthy General members, the General Healthy Retiree rates (increased by 10%) were used. For healthy Safety members, the Safety Healthy Retiree rates (decreased by 5% for females) were used. For disabled General members, the Non-Safety Disabled Retiree rates (decreased by 5% for females) were used. For disabled Safety members, the Safety Disabled Retiree rates were used. For beneficiaries not currently in Pay Status, the General Healthy Retiree rates (increased by 10%) were used. For beneficiaries currently in Pay Status, the General Contingent Survivor rates (increased by 5% for males and 15% for females) were used.

The long-term expected rate of return on the Plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These returns 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, adding expected inflation, and subtracting expected investment expenses and a risk margin.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

The June 30, 2024, target allocation (approved by the SBCERA Board) and projected arithmetic real rates of return for each major asset class, after deducting inflation, used in the derivation of the long-term expected investment rate of return assumption are summarized in the table as follows:

Asset Class	Investment Classification	Target Allocation ⁽¹⁾	Long-Term Expected Real Rate of Return
Large Cap U.S. Equity	Domestic Common and Preferred Stock	14.50%	6.00%
Small Cap U.S. Equity	Domestic Common and Preferred Stock	2.50%	6.65%
Developed International Equity	Foreign Common and Preferred Stock	7.00%	7.01%
Emerging Market Equity	Foreign Common and Preferred Stock	6.00%	8.80%
U.S. Core Fixed Income	U.S. Government and Municipals/Domestic Bonds	2.00%	1.97%
High Yield/Credit Strategies	Domestic Bonds/Foreign Bonds	13.00%	6.48%
Emerging Market Debt	Emerging Market Debt	6.00%	4.76%
Real Estate Core	Real Estate	2.50%	3.86%
Real Estate Non-Core	Real Estate	2.50%	5.40%
International Credit	Foreign Alternatives	11.00%	7.10%
Absolute Return	Domestic Alternatives/Foreign Alternatives	7.00%	7.10%
Real Assets	Domestic Alternatives/Foreign Alternatives	6.00%	10.10%
Private Equity	Domestic Alternatives/Foreign Alternatives	18.00%	9.84%
Cash and Equivalents	Short-Term Cash Investment Funds	2.00%	0.63%
Total		<u>100.00%</u>	

(1) For actuarial purposes, target allocations only change once every three years based on the triennial actuarial experience study.

Discount Rate

The discount rate used to measure the Plan's total pension liability was 7.25% for the year ended June 30, 2024. The projection of cash flows used to determine the discount rate assumed employer and member contributions will be made at rates equal to the actuarially determined contribution rates. For this purpose, only employee and employer contributions that are intended to fund benefits for current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. 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 the Plan investments of 7.25% was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2024.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 18 - Retirement Plan (Continued)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the County's proportionate share of the net pension liability, calculated using the discount rate of 7.25%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	Governmental Activities	Business-Type Activities	Primary Government Total	Discretely Presented Component Unit
County's proportionate share of the net pension liability				
1.00% Decrease (6.25%)	\$ 3,337,585	\$ 448,923	\$ 3,786,508	\$ 3,403
Current Discount Rate (7.25%)	1,619,831	183,600	1,803,431	1,392
1.00% Increase (8.25%)	216,082	(33,222)	182,860	(252)

Pension Plan Fiduciary Net Position

Detailed information about the pension fund's fiduciary net position is available in the separately issued SBCERA annual comprehensive financial report.

NOTE 19 - LEASES

The County leases buildings, equipment, and land for various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through 2074, with an interest rate range of 0.19%-5.00%.

Lease obligations consist of the following for the year ended June 30, 2025:

Lease Liabilities	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities	\$ 295,208	\$ 102,768	\$ 60,103	\$ 337,873	\$ 52,281
Business Activities	34,433	—	5,133	29,300	5,311
Totals	\$ 329,641	\$ 102,768	\$ 65,236	\$ 367,173	\$ 57,592

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 19 - Leases (Continued)

Total future minimum lease payments under lease agreements are as follows:

	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2026	\$ 52,281	\$ 6,202	\$ 5,311	\$ 376	\$ 64,170
2027	48,820	5,383	5,433	283	59,919
2028	42,417	4,609	4,500	206	51,732
2029	37,268	3,851	2,820	155	44,094
2030	31,866	3,144	2,501	123	37,634
2031-2035	95,501	8,810	8,735	181	113,227
2036 and thereafter	29,720	1,833	-	-	31,553
Total minimum lease payments	<u>\$ 337,873</u>	<u>\$ 33,832</u>	<u>\$ 29,300</u>	<u>\$ 1,324</u>	<u>\$ 402,329</u>

Right-to-use assets acquired through outstanding leases are shown below, by underlying asset class:

	Governmental	Business-Type
	Activities	Activities
Buildings	\$ 502,641	\$ 37,706
Equipment	2,054	4,629
Land	3,306	-
Less: accumulated amortization	180,459	13,980
	<u>\$ 327,542</u>	<u>\$ 28,355</u>

The County, acting as lessor, leases buildings and land under long-term, non-cancelable lease agreements. The leases expire at various dates through 2043. During the year ended June 30, 2025, the County recognized \$2,408 in lease revenue and \$287 in interest revenue, with an interest rate range of 0.28%-1.69%, respectively, pursuant to these lease agreements.

The County leases office space and land to related parties, and related lease receivables and deferred inflows have been recorded. The leases provide for minimum annual lease payments of \$23,783, through March 31, 2050.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 19 - Leases (Continued)

Total future minimum lease payments to be received under lease agreements are as follows:

	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2026	\$ 2,443	\$ 290	\$ 94	\$ 1	\$ 2,828
2027	2,537	264	97	1	2,899
2028	2,618	235	84	-	2,937
2029	2,492	205	-	-	2,697
2030	1,434	174	-	-	1,608
2031-2035	3,695	678	-	-	4,373
2036 and thereafter	6,073	368	-	-	6,441
Total minimum lease payments	<u>\$ 21,292</u>	<u>\$ 2,214</u>	<u>\$ 275</u>	<u>\$ 2</u>	<u>\$ 23,783</u>

The County, acting as lessor, leases buildings and land under long-term, regulated lease agreements. The leases expire at various dates through 2048. During the year ended June 30, 2025, the County recognized \$1,266 in lease revenue, with an interest rate range of 0.55%-3%, respectively, pursuant to these lease agreements.

Total future minimum lease payments to be received under regulated lease agreements are as follows:

Regulated Activities	
	Payments
2026	\$ 1,137
2027	1,100
2028	1,120
2029	1,136
2030	1,133
2031-2035	5,200
2036 and thereafter	5,641
Total minimum lease payments	<u>\$ 16,467</u>

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 20 - SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITAS)

The County has entered into various long-term, non cancellable subscription-based information technology arrangements (SBITAs) for administrative and operational purposes. These SBITAs include services related to cloud-based software applications, data storage, and management services. The SBITAs expire at various dates through 2032, with an interest rate range of 0.19%-3.24%. The SBITAs provide for minimum annual subscription payments of \$82,975 through October 31, 2032.

SBITA obligations consist of the following for the year ended June 30, 2025:

Subscription Liabilities	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental-Type	\$ 65,111	\$ 43,327	\$ 41,225	\$ 67,213	\$ 34,581
Business-Type	7,139	10,570	5,570	12,139	4,487
Totals	<u>\$ 72,250</u>	<u>\$ 53,897</u>	<u>\$ 46,795</u>	<u>\$ 79,352</u>	<u>\$ 39,068</u>

Total future minimum subscription payments under SBITAs are as follows:

	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2026	\$ 34,581	\$ 1,406	\$ 4,487	\$ 301	\$ 40,775
2027	16,480	884	3,565	196	21,125
2028	8,016	420	2,021	119	10,576
2029	6,131	183	1,854	60	8,228
2030	828	29	212	2	1,071
2031-2035	1,177	22	-	-	1,199
Total minimum subscription payments	<u>\$ 67,213</u>	<u>\$ 2,944</u>	<u>\$ 12,139</u>	<u>\$ 678</u>	<u>\$ 82,974</u>

Right-to-use assets acquired through SBITAs are shown below:

	Governmental Activities	Business-Type Activities
Subscription Assets	\$ 146,735	\$ 23,952
Less: accumulated amortization	68,078	9,479
	<u>\$ 78,657</u>	<u>\$ 14,473</u>

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 21 - OPIOID LITIGATION SETTLEMENT

The State of California, along with other states, settled claims that certain prescription drug companies and pharmaceutical distributors engaged in misleading and fraudulent conduct in the marketing and sale of opioids and failed to monitor for, detect, and prevent diversion of the drugs. The County also settled the same and related claims and is required to use these funds for activities to remediate the opioid crisis and treat or mitigate opioid use disorder and related disorders through prevention, harm reduction, treatment, and recovery services.

Payment schedules vary by settlement, with disbursement periods ranging from 1 to 18 years. These funds support substance use disorder programs and initiatives carried out by the County Department of Behavioral Health, Department of Public Health, and the Sheriff's Office.

Settlement payments consist of two types of funds: Abatement Funds and Subdivision Funds.

- Abatement Funds and any interest earned must be used for future opioid remediation activities and expended or encumbered within 5 years (7 years for Capital Outlay Projects) of receipt. Any unspent funds and related interest must be repaid to the California Department of Health Care Services (DHCS). The County received \$17,689 in the current year.
- Subdivision Funds and any interest earned must be used for future opioid remediation activities and may reimburse past opioid-related expenses, including litigation fees. The County received \$3,977 in the current year.

NOTE 22 - COMMITMENTS, CONTINGENCIES, AND CERTAIN SUBSEQUENT EVENTS

Lawsuits and Other Claims

The County, and other Board governed entities, have been named as a defendant in numerous lawsuits and claims arising in the normal course of operations. In the aggregate, these claims seek monetary damages in significant amounts. To the extent the outcome of such litigation has been determined to result in probable loss to the County, or other Board governed entities, such loss has been recorded in the accompanying basic financial statements. In the opinion of County management and County Counsel, the ultimate outcome of the remaining claims cannot be determined at this time.

(a) American Medical Response of Inland Empire (AMR)

Action brought by AMR, challenging the County's award of an exclusive ambulance contract to Consolidated Fire Agencies, a joint powers authority (CONFIRE), following a competitive Request for Proposal (RFP) process. Trial court issued a preliminary injunction prohibiting the County from moving forward with CONFIRE during the pendency of the writ of mandate action. County appealed the preliminary injunction ruling. Meanwhile, writ of mandate proceeding went to trial in September of 2025. On December 4, 2025, the trial court issued a Statement of Decision, ruling in favor of AMR. The trial court matter does not conclude until a judgment is entered. On December 18, 2025, the Court of Appeal issued an opinion reversing the trial court's order issuing the preliminary injunction and sent the case back to the trial court for further proceedings.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 22 - Commitments, Contingencies, and Certain Subsequent Events (Continued)

consistent with the opinion. The Court of Appeal opinion casts doubt on the ability of AMR to prevail, but the outcome remains unknown and unknowable at this point.

(b) Risk Management

Claim 124597 involves an appeal of a jury verdict on July 2, 2025, against the County for \$25,241 where the plaintiff alleges that he was wrongfully incarcerated for 20 years. The County initiated the appeal process and filed a motion for a new trial.

Claim 139754 involves an appeal of a jury verdict on September 23, 2024, against the County for \$33,000 where the plaintiff alleges that he was sexually abused as a minor for several years by a former Sheriff Deputy who is now incarcerated. The County has filed the appeal and is waiting for the appeal to be heard.

Claim 128535-3 involves an appeal of a jury verdict on August 22, 2023, against the County for \$11,070 where the plaintiff suffered injuries from an auto accident with a Sheriff Deputy who was found at fault for the accident. The County filed an appeal, but the court of appeal ruled against the County on August 21, 2025. A jury verdict payment was issued for \$12,702 on August 28, 2025, which includes interest.

Grants

The County recognizes as revenue, grant monies received as reimbursement for costs incurred in certain Federal and State programs it administers. Although the County's grant programs are being audited through June 30, 2025, in accordance with the provisions of the Single Audit Act of 1996, these programs are still subject to financial and compliance audits and resolution of previously identified questioned costs. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

Commitments

The County has entered into contractual agreements for various projects. The following encumbered amounts are included within restricted, committed or assigned fund balance for their specific purposes, respectively.

	<u>Outstanding Encumbrances</u>
Major Governmental Funds:	
General Fund	\$ 191,609
Capital Improvement Fund	261,495
Total Major Governmental Funds	<u>453,104</u>
Nonmajor Governmental Funds	<u>202,695</u>
Total Governmental Funds	<u><u>\$ 655,799</u></u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 22 - Commitments, Contingencies, and Certain Subsequent Events (Continued)

Agreements/Certain Claims

(a) El Mirage Off-Highway Vehicle Park

The County entered into an Interagency Agreement (Agreement) with the California Off-Highway Motor Vehicle Recreation Commission, the California Department of Parks and Recreation (Parks), the County of Los Angeles, and the Bureau of Land Management (BLM) to create an off-road vehicle park and camping area on November 14, 1988. The County, BLM, and Parks entered into a MOU to further define the roles of each agency in the development of the El Mirage Off-Highway Vehicle Park (Park) in 1990. In accordance with the Agreement and the MOU, Parks provided the funding, the County is to appraise and acquire land in the Park as an acquisition agent initially taking title in trust for the BLM, and then, convey the land to the BLM to operate and manage the Park. Approximately 1,431 parcels have been acquired and approximately 329 have been transferred to the BLM. There are 135 parcels remaining to be acquired. The El Mirage Trust Fund balance is \$2,182.

(b) Community Development

The Community Development and Housing Department (CDH) has various business and housing loan programs funded by the Department of Housing and Urban Development (HUD) that were administered CDH. While the programs are no longer being administered, the loan portfolios are actively maintained to provide oversight and ensure compliance. HUD funds are used to develop viable communities, provide decent, safe and sanitary housing, create suitable living environments, and expand economic opportunities for low-income and moderate-income individuals/households.

CDH issues various loans for the creation of affordable housing units through new construction or acquisition/rehabilitation. The loans issued for the multi-family affordable housing projects have two loan types: debt service or residual receipts. The debt service loans require a set payment, annually. Some of the debt service loans are fully amortized, while others are partially amortized requiring a balloon payment or refinancing upon maturity. The residual receipts loans have more flexibility whereas payments are required and calculated based upon the amount of excess cashflow available after above the line expenses are absorbed; the residual receipts calculations are done on an annual basis. If the aggregate residual receipts payments received over the term of the loan are insufficient to fully satisfy the loan, the remaining balance is forgivable providing the terms and conditions, as set forth in the Regulatory Agreement, have been met. The multi-family loan portfolio is comprised of 44 outstanding loans and is valued at \$104,268.

Under HUD regulations, any monies received from the repayments of the loans is considered Program Income and is subject to the same regulations and use restrictions imposed upon the original funding sources. The total long-term receivables for the loan portfolio as of June 30, 2025 is \$110,334; however, given the nature of the residual receipts loans, the forgivable loans, and the grants, it is anticipated that a significantly lower amount will be collected. Due to the contingent nature of these loans, they are not currently recognized in the financial statements

(c) County Service Area 70-F Morongo

On June 20, 2017, the San Bernardino County Division of Environmental Health Services (EHS) issued Citation No.: 05_66_17C_019_3600226_02 (Citation) pursuant to Section 116555 of the California Health and Safety Code (HSC) to County Service Area 70-F Morongo Water System (Water System) concerning detection of levels of uranium exceeding HSC Section 116555 and Title 22, CCR, Section 64442. The Water System is

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 22 - Commitments, Contingencies, and Certain Subsequent Events (Continued)

permitted as a community public water system as defined in HSC Section 116275(i) and provides daily water service to approximately 88 service connections or 290, to residents in the unincorporated community known as Morongo, San Bernardino County, California, using three wells as its source of domestic water. Title 22, CCR, Division 4, Chapter 15, Article 5, establishes primary drinking water standards and monitoring and reporting requirements for radioactive constituents. All public water systems must comply with the maximum contaminant level (MCL) for uranium of 20 pCi/L, as established in Title 22 CCR Section 64442. Pursuant to the Citation, EHS determined water produced by three Water System wells exceeded the uranium MCL. EHS and the Water System developed a Corrective Action Plan to mitigate water quality and quantity issues that exist with the Water System. The implementation of the Corrective Action Plan is currently underway and remediation efforts are ongoing.

Pollution Remediation

(a) Sanitary Landfills

Volatile Organic Compound Contamination of Ground Water: On November 10, 1998, the County approved a settlement agreement with the San Gabriel Valley Water Company (SGVWC). This agreement settles the claim that a volatile organic compound (perchloroethylene (PCE)) released from the Mid-Valley Sanitary Landfill has negatively impacted some of SGVWC's wells which it operates through its subsidiary, Fontana Water Company (FWC). This agreement requires the County to pay for the annual operation and maintenance cost of FWC's (PCE) treatment system for as long as the specified contaminants continue to be detected at FWC's wells in this area.

As security for each annual payment, the County must annually post a letter of credit for 125% of the year's operations and maintenance costs, based upon an estimated budget submitted by the SGVWC. When the agreement was approved, the then-current estimate for the annual operations and maintenance costs was \$500 per year. The operations and maintenance costs over the life of the agreement have averaged about \$297 per year. The agreement does not state a specified number of years over which these annual operations and maintenance costs may be incurred; therefore, a reasonable estimate of the contingent liability cannot be determined. In addition to these costs, the County has historically paid \$224 per year for water rights used to run the PCE remediation systems. The agreement with Rialto expired in May 2020 and the County agreed to an additional two-year agreement to pay for water rights such that for the 2020/2021 water year the County paid approximately \$297 and for the 2021/2022 water year the County paid approximately \$302 for the water rights. This agreement to pay for water rights expired on December 31, 2022, and the County negotiated an amendment to extend the agreement until December 31, 2025. Pursuant to the revised three year agreement, for the 2022/2023 water year the County paid \$317, for the 2023/2024 water year the County paid \$333, and for the 2024/2025 water year the County will pay \$349 for the water rights.

Perchlorate Contamination of Ground Water: Commencing in about 2004, numerous lawsuits were filed naming the County concerning perchlorate groundwater contamination in the Rialto-Colton Basin alleged to be emanating from or near the Mid-Valley Sanitary Landfill ("MVSL") operated by the Solid Waste Management Division. As of June 30, 2025, these lawsuits were substantially resolved as to the County, and the other litigants, through various settlements. In the ongoing lawsuit City of Colton v. American Promotional Events, Inc., et. al. (Los Angeles Superior Court Case No. BC376008, and related actions), in which the County is not a defendant, Pyro Spectaculars, Inc. filed a claim with the County on October 21, 2021, indicating it intends to file a cross-claim against the County seeking contribution for alleged contamination to groundwater drinking wells that service the City of Riverside. The County denied the claim but entered into a tolling agreement effective from May 16, 2022, to February 16, 2023, in an attempt for Pyro Spectaculars, Inc. to resolve the matter and

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 22 - Commitments, Contingencies, and Certain Subsequent Events (Continued)

avoid naming the County as a cross-defendant. Pyro Spectaculars, Inc. informed the County it will not pursue a cross-claim upon expiration of the tolling agreement and instead made a public records request to which the County promptly complied. Since there had been no further activity, the Risk Management department closed this claim on November 25, 2024 without payment. The County remains obligated to continue remediation of groundwater contamination in compliance with the settlements, court orders and agency orders.

San Gabriel Valley Water Company lawsuit involving perchlorate at the MVSL: On July 1, 2008, San Gabriel Valley Water Company filed a claim alleging that perchlorate from the County's MVSL, including the expansion portion of the property where aggregate mining is taking place, has impacted its wells in the Rialto-Colton Basin. It is too early to determine the potential liability of the County. While San Gabriel never pursued that claim in court, on April 17, 2014, San Gabriel Valley Water Company DBA Fontana Water Company and Fontana Union Water Company each filed with the County individual claims asserting that each has been damaged by the County's denial of the tenders and Fontana Water Company also claims property damage from contamination from the landfill. No further communications have been received by the County concerning these claims as of the date of this report. It is uncertain how San Gabriel Valley Water Company will proceed on its claim.

(b) Chino Airport

On June 27, 2008, the California Regional Water Quality Control Board (Regional Board) issued a Clean-up and Abatement Order (Order No. R8-2008-0064) to the San Bernardino County Department of Airports concerning contaminated groundwater near the Chino Airport. The Order required the County to conduct an investigation of Volatile Organic Compounds (VOCs) located in groundwater off-site, south, of the Chino Airport and to develop a remedial action plan. Trichloroethylene (TCE), which is a VOC, was originally found in wells down gradient of Chino Airport in the 1980s. The County complied with the Regional Board's Order through various investigatory plans and processes. The County installed monitoring wells during fiscal year 2012-13 to allow better characterization of the width and depth of the groundwater contamination plume located south of Chino Airport. The characterization of the groundwater plume was completed in mid-2013 and accepted by the Regional Board. The recent (2013-2016) characterization work done by the County indicates that the plume is made up of several VOCs (primarily consisting of TCE and 1, 2, 3-trichloropropane (1, 2, 3-TCP) which was used as an industrial solvent and soil fumigant).

In June 2013, the County submitted to the Regional Board a Work Plan for Additional Site Characterization on the Chino Airport property and that work commenced in late 2013, continuing through calendar year 2014. This site work was completed in early 2015. Reports concerning this Additional Site Characterization work were submitted to the Regional Board. Starting in 2015, the County commenced work on an Engineering Feasibility Study (EFS) to analyze various remediation plans to address the groundwater contamination. The draft EFS was submitted to the Regional Board in August 2016 and approved in 2017.

On January 11, 2017, the Regional Board issued Clean up and Abatement Order (CAO) No. R8-2017-0011 to supersede Order No. R8-2008-0064. The County is now complying with the new CAO order and is preparing a final remediation plan for review and approval by the Regional Board. In December 2017, the County submitted to the Regional Board a Draft Interim Remedial Action Plan (IRAP) which identifies the proposed remedial plan to contain and treat the contaminated groundwater. The proposed remedial action set forth in the IRAP contemplates a long-term settlement and operations agreement with the Chino Desalter Authority (CDA). The settlement agreement between the County and CDA was approved by their respective boards in September-

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025

(Amounts in thousands)

Note 22 - Commitments, Contingencies, and Certain Subsequent Events (Continued)

October 2019. The final IRAP was submitted to the Regional Board on May 18, 2020, and was approved on November 4, 2020.

The County purchased three, multiyear insurance policies covering the period 1966-1975 issued by The Insurance Company of the State of Pennsylvania (ICSOP). The County tendered a claim to ICSOP in 2008 for costs incurred in compliance with the CAO. ICSOP stopped making payments on the claim and disputed its obligation to continue to reimburse the County for more than one occurrence. The County disputes this interpretation of the policies and on November 24, 2021, the County initiated the legal action San Bernardino County v. The Insurance Company of the State of Pennsylvania, Case No. 5:21-cv-01978 alleging breach of contract, breach of implied covenant of good faith and fair dealing, and declaratory relief. Trial was originally set for May 4, 2023, was continued to November 2, 2023, and then taken off calendar by the court to resolve pending motions. ICSOP moved for partial summary judgment and the trial court granted the motion and dismissed the remainder of the action. The County appealed to the Ninth Circuit Court of Appeals and the matter remains pending.

The scope and cost of a final remediation plan is dependent on approval by the Regional Board and will require cooperation with the CDA and possibly the Chino Groundwater Basin Watermaster. Further, the workplan to implement the remediation has not yet been approved by the oversight agency- the Regional Board. The Regional Board is requiring the County to conduct supplemental vapor intrusion and shallow soil investigation at the Airport as part of the human health screening-level risk evaluation. The County is in the process of complying with the additional investigation. The County has estimated costs for the Remediation Plan including ongoing operations and maintenance over 30-50 years to possibly range between \$40-70 million.

Teamsters Local 1932 Health and Welfare Trust Retiree Plan

The County entered into a series of agreements with Teamsters Local 1932 regarding the health benefits available to its members and the contributions to a retiree medical trust. These actions could lead to an Other Post-Employment Benefits (OPEB) liability in the future, although this is not yet certain. The County entered into a Side Letter Agreement with the Teamsters Local 1932 on March 10, 2020, Board Agenda Item #29, to initiate negotiations to establish an option for the Teamsters Local 1932 members to select the County-sponsored health plans or the Teamsters-sponsored health plans that are offered through a Teamsters healthcare trust. On June 22, 2021, Board Agenda Item # 46, the County entered into a Side Letter Agreement with the Teamsters to defer 0.5% of the FY 2021-22 2.5% across-the-board wage and to defer 1% of the FY 2022-23 3% across-the-board increase to a Teamsters Local 1932 retiree medical trust. On June 27, 2023, Board Agenda Item #64, the County paid \$12,593,111 to the Teamsters Local 1932 retiree medical trust. The \$12,593,111 was funded by the employees' deferral of the across-the-board increases for FY 2021-22 and FY 2022-23. Employee contributions to the Teamsters Local 1932 retiree medical trust are paid bi-weekly going forward. The County has agreed to a retiree medical trust, the potential for an OPEB liability will depend on the interpretation and applicability of GASB 75 in the context of these agreements or any changes to the agreements.

Sheriff's Employees' Benefit Association Healthcare Trust

The County's recent agreements with the Sheriff's Employees' Benefit Association (SEBA) could potentially lead to the recognition of an Other Post-Employment Benefits (OPEB) liability in the future, although this has not yet been determined. The County approved the Memorandum of Understanding with SEBA on July 12, 2022, Board Agenda # 15 and approved a one-time \$10 million contribution to a medical trust or similar benefits program for all SEBA employees contingent upon agreement on parameters by SEBA and the County.

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 22 - Commitments, Contingencies, and Certain Subsequent Events (Continued)

The County entered into a Side Letter Agreement with SEBA on June 11, 2024, Board Agenda # 106, for the implementation of a Healthcare Trust and payment of the one-time \$10 million contribution authorized on July 12, 2022, Board Agenda # 15. The County subsequently approved another Memorandum of Understanding with SEBA on September 9, 2025, Board Agenda # 36 and approved an additional one-time contribution of \$8 million to the SEBA Healthcare Trust. Of this amount, SEBA utilized \$1,521,557 to repay the Loan Agreement approved on February 25, 2025, Board Agenda # 21. As a result, the County provided a one-time lump sum payment of \$6,478,443 to the SEBA Healthcare Trust. While the County has taken significant steps toward funding healthcare benefits for SEBA employees through two one-time contributions totaling \$18 million and the establishment of a Healthcare Trust, the potential for an OPEB liability remains uncertain until the application of GASB 75 to these arrangements are clarified.

NOTE 23 - RESTATEMENT OF COMPENSATED ABSENCES

During the fiscal year ended June 30, 2025, the County implemented the provisions of GASB Statement No. 101, Compensated Absences, which establishes a unified model for recognizing and measuring compensated absences liabilities in governmental financial statements. The statement replaces the prior guidance under GASB 16 and clarifies how employers should account for benefits like vacation, sick leave, and paid time off.

The County has adopted the "Days Used" method for recognizing compensated absences liabilities. This method estimates the liability by calculating leave earned for services already rendered and projecting future usage that is 'more likely than not' (>50%) to be utilized or paid out. The projection is grounded in historical leave usage, with liabilities measured at current pay rates and including associated salary-related costs such as employer FICA and Medicare.

The implementation of GASB 101 led to a change in accounting principle. As a result, beginning compensated absences and beginning net position were restated, increasing beginning compensated absences and decreasing beginning net position by \$108,709.

The restatement of beginning compensated absences and beginning net position is summarized as follows:

	Restatement to Government-Wide Financial Statement		
	Governmental Activities	Business-Type Activities	Total
Restatement of Compensated Absences:			
Beginning Compensated Absences, As Previously Reported	\$272,056	\$40,078	\$312,134
Change in Accounting Principle	95,481	13,228	108,709
Beginning Compensated Absences, As Restated	<u>\$367,537</u>	<u>\$53,306</u>	<u>\$420,843</u>
Restatement of Net Position:			
Beginning Net Position, As Previously Reported	\$6,206,622	\$778,440	\$6,985,062
Change in Accounting Principle	(95,481)	(13,228)	(108,709)
Beginning Net Position, As Restated	<u>\$6,111,141</u>	<u>\$765,212</u>	<u>\$6,876,353</u>

SAN BERNARDINO COUNTY

NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

Note 23 - Restatement of Compensated Absences (Continued)

Restatement to Enterprise Funds

Restatement of Compensated Absences:	Medical Center	Waste Systems Division	Total Nonmajor Enterprise Funds	Total
Beginning Compensated Absences, As Previously Reported	\$38,559	\$1,519	\$—	\$40,078
Change in Accounting Principle	12,724	504	—	13,228
Beginning Compensated Absences, As Restated	<u>\$51,283</u>	<u>\$2,023</u>	<u>\$—</u>	<u>\$53,306</u>
Restatement of Net Position:	Medical Center	Waste Systems Division	Total Nonmajor Enterprise Funds	Total
Beginning Net Position, As Previously Reported	\$435,372	\$212,933	\$130,135	\$778,440
Change in Accounting Principle	(12,724)	(504)	—	(13,228)
Beginning Net Position, As Restated	<u>\$422,648</u>	<u>\$212,429</u>	<u>\$130,135</u>	<u>\$765,212</u>

Restatement to Internal Service Funds

Restatement of Compensated Absences:	General Services Group	Tele-communication Services	Computer Operations	Fleet Management	Risk Management	Flood Control Equipment	Total
Beginning Compensated Absences, As Previously Reported	\$172	\$1,834	\$5,728	\$1,210	\$699	\$—	\$9,643
Change in Accounting Principle	81	705	2,106	528	337	—	3,757
Beginning Compensated Absences, As Restated	<u>\$253</u>	<u>\$2,539</u>	<u>\$7,834</u>	<u>\$1,738</u>	<u>\$1,036</u>	<u>\$—</u>	<u>\$13,400</u>
Restatement of Net Position:	General Services Group	Tele-communication Services	Computer Operations	Fleet Management	Risk Management	Flood Control Equipment	Total
Beginning Net Position, As Previously Reported	\$7,308	\$23,860	\$48,054	\$55,015	\$21,226	\$17,534	\$172,997
Change in Accounting Principle	(81)	(705)	(2,106)	(528)	(337)	—	(3,757)
Beginning Net Position, As Restated	<u>\$7,227</u>	<u>\$23,155</u>	<u>\$45,948</u>	<u>\$54,487</u>	<u>\$20,889</u>	<u>\$17,534</u>	<u>\$169,240</u>

SAN BERNARDINO COUNTY
NOTES TO THE BASIC FINANCIAL STATEMENTS

June 30, 2025
(Amounts in thousands)

NOTE 24 - NEW ACCOUNTING PRONOUNCEMENTS

GASB Statement No. 103 – Financial Reporting Model Improvements

In April 2024, GASB issued Statement No. 103, Financial Reporting Model Improvements. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for fiscal year ending June 30, 2026. The County has not determined the effect of this Statement.

GASB Statement No. 104 – Disclosure of Certain Capital Assets

In September 2024, GASB issued Statement No. 104, Disclosure of Certain Capital Assets. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. The requirements of this Statement are effective for fiscal year ending June 30, 2026. The County has not determined the effect of this Statement.

GASB Statement No. 105 – Subsequent Events

In December 2025, GASB issued Statement No. 105, Subsequent Events. The objective of this Statement is to improve the financial reporting requirements for subsequent events, thereby enhancing consistency in their application and better meeting the information needs of financial statement users. The requirements of this Statement are effective for fiscal year ending June 30, 2027. The County has not determined the effect of this Statement.





REQUIRED SUPPLEMENTARY INFORMATION





SAN BERNARDINO COUNTY

REQUIRED SUPPLEMENTAL INFORMATION (UNAUDITED)

SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

COSTING SHARING RETIREMENT PLAN - SAN BERNARDINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

LAST 10 FISCAL YEARS

(AMOUNTS IN THOUSANDS)

County Total	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
County's proportion of the net pension liability ⁽¹⁾	85.08%	84.54%	83.46%	80.91%	82.83%	81.73%	81.36%	82.57%	82.92%	83.37%
County's proportionate share of the net pension liability	\$1,804,823	\$2,006,032	\$1,940,123	\$1,066,486	\$3,320,161	\$2,216,336	\$2,061,295	\$2,176,107	\$2,046,702	\$1,619,806
County's covered payroll	\$1,603,724	\$1,474,889	\$1,368,248	\$1,338,809	\$1,286,478	\$1,222,101	\$1,163,251	\$1,116,557	\$1,061,307	\$1,048,550
County's proportionate share of the net pension liability as a percentage of its covered payroll	112.54%	136.01%	141.80%	79.66%	258.08%	181.35%	177.20%	194.89%	192.85%	154.48%
Plan fiduciary net position as a percentage of the total pension liability	87.79%	85.57%	85.12%	91.19%	71.96%	79.61%	79.89%	77.90%	76.86%	80.98%
Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

Primary Government	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Primary Government's portion of the net pension liability	85.01%	84.47%	83.39%	80.86%	82.76%	81.66%	81.29%	82.48%	82.81%	83.27%
Primary Government's proportionate share of the net pension liability	\$1,803,431	\$2,004,407	\$1,938,432	\$1,065,772	\$3,317,265	\$2,214,449	\$2,059,554	\$2,174,075	\$2,044,518	\$1,618,134
Primary Government's covered payroll	\$1,601,906	\$1,473,187	\$1,366,611	\$1,337,246	\$1,285,098	\$1,220,711	\$1,161,950	\$1,115,185	\$1,059,874	\$1,047,144
Primary Government's proportionate share of the net pension liability as a percentage of its covered payroll	112.58%	136.06%	141.84%	79.70%	258.13%	181.41%	177.25%	194.95%	192.90%	154.53%
Plan fiduciary net position as a percentage of the total pension liability	87.79%	85.57%	85.12%	91.19%	71.96%	79.61%	79.89%	77.90%	76.86%	80.98%
Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

Discretely Presented Component Unit	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Component Unit's proportion of the net pension liability	0.07%	0.07%	0.07%	0.05%	0.07%	0.07%	0.07%	0.09%	0.11%	0.10%
Component Unit's proportionate share of the net pension liability	\$1,392	\$ 1,625	\$1,691	\$714	\$2,896	\$1,887	\$1,741	\$2,032	\$2,184	\$1,672
Component Unit's covered payroll	\$1,818	\$ 1,702	\$1,637	\$1,563	\$1,380	\$1,390	\$1,301	\$1,372	\$1,433	\$1,406
Component Unit's proportionate share of the net pension liability as a percentage of its covered payroll	76.55%	95.46%	103.30%	45.70%	209.91%	135.77%	133.89%	148.15%	152.40%	118.99%
Plan fiduciary net position as a percentage of the total pension liability	87.79%	85.57%	85.12%	91.19%	71.96%	79.61%	79.89%	77.90%	76.86%	80.98%
Measurement date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015

SAN BERNARDINO COUNTY
REQUIRED SUPPLEMENTAL INFORMATION (UNAUDITED)
SCHEDULE OF THE COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
COSTING SHARING RETIREMENT PLAN - SAN BERNARDINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION
LAST 10 FISCAL YEARS (CONTINUED)
(AMOUNTS IN THOUSANDS)

Note to Schedule:

In 2025, there were no changes of assumptions. Amounts reported in 2025 primarily reflect the 8.61% return on the market value of assets during 2023-2024 that was higher than the assumed return of 7.25%. The net pension liability decreased from \$2.37 billion to \$2.12 billion. Additionally, the Consolidated Fire Agencies (CONFIRE) separated from the County effective July 1, 2023 for financial reporting purposes. The results shown in the GASB 68 Report for the June 30, 2024 measurement date have been updated to reflect the result of the CONFIRE's separation from the County.

In 2024, the actuarial assumptions used in the June 30, 2023 valuation were based on the results of the 2020 Triennial Actuarial Experience Study, which covered the period from July 1, 2019 through June 30, 2022. Amounts reported in 2024 primarily reflect a decrease of 0.25% for inflation rate, an increase of 0.05% of payroll for administrative expenses, and adjustments of projected salary increases and mortality rates to more closely reflect actual experience. Mortality rates used in the June 30, 2023 actuarial valuation were based on the Pub-2010 Amount-Weighted Above-Median Mortality Table projected generationally with the two-dimensional MP-2021 projection scale rather than MP-2019 projection scale.

In 2023, there were no changes of assumptions. Amounts reported in 2023 primarily reflect the -2.37% return on the market value of assets during 2021-2022 that was lower than the assumed return of 7.25%. Additionally, the results of the Board adopted Resolution 2020-5 in this valuation reflect the refunds of member contributions previously paid in conjunction with certain pay items for inclusion in compensation earnable, which increased the net pension liability by \$12.3 million.

In 2022, there were no changes of assumptions. Amounts reported in 2022 primarily reflect the 32.61% return on the market value of assets during 2020-2021 that was higher than the assumed return of 7.25% and the changes in benefit terms based on a decision in the Alameda County Deputy Sheriffs' Assn. et al. v. Alameda County Employees' Retirement Assn. litigation issued by the California Supreme Court on July 30, 2020. The Board of Retirement adopted Resolution 2020-5, which detailed the implementation of the Alameda decision including reclassifying certain pay items for inclusion in compensation earnable. The results in this valuation reflect the reclassification of those pay codes, which reduced the Plan's net pension liability by \$132.8 million.

In 2021, the actuarial assumptions used in the June 30, 2020 valuation were based on the results of the actuarial experience study for the period from July 1, 2016 through June 30, 2019. Amounts reported in 2021 primarily reflect a decrease of 0.25% inflation rate, an increase of 0.15% payroll for administrative expenses, and adjustments of projected salary increases and mortality rates to more closely reflect actual experience. Mortality rates were based on the Pub-2010 Amount-Weighted Above-Median Mortality Table projected generationally with the two-dimensional MP-2019 projection scale.

In 2019 and 2020, there were no changes of assumptions. In 2018, the actuarial assumptions used in the June 30, 2017 valuation were based on the results of an actuarial experience study for the three year period of July 1, 2013 through June 30, 2016. Amounts reported in 2018 primarily reflect a decrease of 0.25% for both the investment rate of return and inflation rate, an increase of 0.1% of payroll for administrative expenses, and adjustments of projected salary increases and mortality rates to more closely reflect actual experience. Mortality rates used in the June 30, 2017 actuarial valuation were based on the Headcount-Weighted RP 2014 Healthy Annuitant Mortality Table rather than on the RP-2000 Combined Healthy Mortality Table, which was used to determine amounts reported prior to 2018.

(1) Percentage excludes the Consolidated Fire Agencies of the East Valley (CONFIRE) which is not part of the San Bernardino County's reporting entity and was separated from the County's group as from 7/1/2023.

SAN BERNARDINO COUNTY

REQUIRED SUPPLEMENTAL INFORMATION (UNAUDITED)

SCHEDULE OF THE COUNTY'S CONTRIBUTIONS

COSTING SHARING RETIREMENT PLAN - SAN BERNARDINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION

LAST 10 FISCAL YEARS

(AMOUNTS IN THOUSANDS)

County Total	2025	2024 ⁽³⁾	2023 ⁽²⁾	2022	2021 ⁽¹⁾	2020	2019	2018	2017	2016
Actuarially determined contribution	\$514,733	\$493,104	\$468,869	\$453,712	\$413,599	\$387,854	\$371,241	\$315,907	\$303,138	\$286,271
Contributions in relation to the actuarially determined contribution	514,733	493,104	468,869	453,712	413,599	387,854	371,241	315,907	303,138	286,271
County's covered payroll	\$1,764,411	\$1,603,724	\$1,474,889	\$1,368,248	\$1,338,809	\$1,286,478	\$1,222,101	\$1,163,251	\$1,116,557	\$1,033,349
Contributions as a percentage of covered payroll	29.17%	30.75%	31.79%	33.16%	30.89%	30.15%	30.38%	27.16%	27.15%	27.70%
Primary Government	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$514,311	\$492,662	\$468,425	\$453,263	\$413,204	\$387,511	\$370,902	\$315,618	\$302,836	\$285,943
Contributions in relation to the actuarially determined contribution	514,311	492,662	468,425	453,263	413,204	387,511	370,902	315,618	302,836	285,943
County's covered payroll	\$1,762,586	\$1,601,906	\$1,473,187	\$1,366,611	\$1,337,246	\$1,285,098	\$1,220,711	\$1,161,950	\$1,115,185	\$1,059,864
Contributions as a percentage of covered payroll	29.18%	30.75%	31.80%	33.17%	30.90%	30.15%	30.38%	27.16%	27.16%	26.98%
Discretely Presented Component Unit	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially determined contribution	\$422	\$ 442	\$444	\$449	\$395	\$343	\$339	\$289	\$302	\$328
Contributions in relation to the actuarially determined contribution	422	442	444	449	395	343	339	289	302	328
County's covered payroll	\$1,825	\$ 1,818	\$1,702	\$1,637	\$1,563	\$1,380	\$1,390	\$1,301	\$1,372	\$1,443
Contributions as a percentage of covered payroll	23.14%	24.30%	26.06%	27.44%	25.25%	24.89%	24.42%	22.19%	21.98%	22.91%

Note to Schedule:

(3) 2024 Contributions have been revised due to the Plan cleared pre-15/16 account balance and memo adjustments.

(2) 2023 Contributions have been revised due to the Plan wrote off memo adjustment.

(1) 2021 Contributions have been revised due to the Plan corrected an error on the 415 replacement benefit plan adjustment.





SUPPLEMENTAL INFORMATION





COMBINING FINANCIAL STATEMENTS NONMAJOR GOVERNMENTAL FUNDS





**SAN BERNARDINO COUNTY
COMBINED BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2025 (IN THOUSANDS)**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUNDS	TOTAL NONMAJOR FUNDS
ASSETS					
CASH AND INVESTMENTS	\$ 1,804,243	\$ 161	\$ 48,162	\$ 1,899	\$ 1,854,465
ACCOUNTS RECEIVABLE - NET	5,727	—	—	—	5,727
DUE FROM OTHER GOVERNMENTS	108,077	—	—	—	108,077
TAXES RECEIVABLE	10,789	—	—	—	10,789
INTEREST RECEIVABLE	328	—	—	—	328
LEASE RECEIVABLE	20,183	—	—	—	20,183
LOAN RECEIVABLE	5,500	—	—	—	5,500
OTHER RECEIVABLES	17,549	—	—	—	17,549
DUE FROM OTHER FUNDS	35,911	—	5,297	—	41,208
LAND HELD FOR RESALE	361	—	1,301	—	1,662
INVENTORIES	281	—	—	—	281
PREPAID ITEMS	23,606	—	—	—	23,606
ADVANCES TO OTHER FUNDS	814	—	—	—	814
TOTAL ASSETS	2,033,369	161	54,760	1,899	2,090,189
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES:					
ACCOUNTS PAYABLE	73,642	—	1,814	—	75,456
SALARIES AND BENEFITS PAYABLE	26,747	—	—	—	26,747
DUE TO OTHER FUNDS	56,970	—	370	—	57,340
DUE TO OTHER GOVERNMENTS	11,662	—	—	—	11,662
INTEREST PAYABLE	918	—	23	—	941
ADVANCES FROM OTHERS	25,753	—	—	—	25,753
ADVANCES FROM OTHER FUNDS	11,574	—	519	—	12,093
TOTAL LIABILITIES	207,266	—	2,726	—	209,992
DEFERRED INFLOWS OF RESOURCES	45,074	—	—	—	45,074
FUND BALANCES:					
NONSPENDABLE	23,887	—	—	1,899	25,786
RESTRICTED	1,548,388	161	52,034	—	1,600,583
ASSIGNED	208,754	—	—	—	208,754
TOTAL FUND BALANCES	1,781,029	161	52,034	1,899	1,835,123
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 2,033,369	\$ 161	\$ 54,760	\$ 1,899	\$ 2,090,189

**SAN BERNARDINO COUNTY
COMBINED — STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	PERMANENT FUNDS	TOTAL NONMAJOR FUNDS
REVENUES					
TAXES	\$ 299,685	\$ —	\$ —	\$ —	\$ 299,685
LICENSES, PERMITS, AND FRANCHISES	1,015	—	—	—	1,015
FINES, FORFEITURES, AND PENALTIES	5,081	—	—	—	5,081
REVENUES FROM USE OF MONEY AND PROPERTY	100,885	—	1,561	115	102,561
AID FROM OTHER GOVERNMENTAL AGENCIES	594,364	—	1,500	—	595,864
CHARGES FOR CURRENT SERVICES	177,883	—	—	—	177,883
OTHER REVENUES	45,184	1	—	—	45,185
TOTAL REVENUES	\$ 1,224,097	\$ 1	\$ 3,061	\$ 115	\$ 1,227,274
EXPENDITURES					
CURRENT:					
GENERAL GOVERNMENT	3,555	—	662	—	4,217
PUBLIC PROTECTION	395,606	—	—	—	395,606
PUBLIC WAYS AND FACILITIES	131,028	—	—	—	131,028
HEALTH AND SANITATION	281,266	—	—	—	281,266
PUBLIC ASSISTANCE	137,408	—	—	—	137,408
EDUCATION	23,334	—	—	—	23,334
RECREATION AND CULTURAL SERVICES	16,661	—	—	—	16,661
DEBT SERVICE:					
PRINCIPAL	49,003	—	—	—	49,003
INTEREST AND FISCAL CHARGES	4,224	—	60	—	4,284
CAPITAL OUTLAY	98,523	—	6,639	—	105,162
TOTAL EXPENDITURES	\$ 1,140,608	\$ —	\$ 7,361	\$ —	\$ 1,147,969
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ 83,489	\$ 1	\$ (4,300)	\$ 115	\$ 79,305
OTHER FINANCING SOURCES (USES):					
TRANSFERS OUT	(102,882)	—	(864)	(153)	(103,899)
TRANSFERS IN	156,247	—	26,289	—	182,536
PROCEEDS OF REFUNDING BONDS	—	—	—	—	—
LEASE FINANCING	19,406	—	—	—	19,406
SUBSCRIPTION FINANCING	5,357	—	—	—	5,357
SALE OF CAPITAL ASSETS	260	—	—	—	260
TOTAL OTHER FINANCING SOURCES AND (USES)	78,388	—	25,425	(153)	103,660
NET CHANGE IN FUND BALANCES	161,877	1	21,125	(38)	182,965
FUND BALANCES, BEGINNING	1,619,152	160	30,909	1,937	1,652,158
FUND BALANCES, ENDING	\$ 1,781,029	\$ 161	\$ 52,034	\$ 1,899	\$ 1,835,123



COMBINING FINANCIAL STATEMENTS NONMAJOR GOVERNMENTAL FUNDS



SAN BERNARDINO COUNTY

NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS

SPECIAL REVENUE FUNDS DESCRIPTIONS

Transportation

The Transportation fund accounts for the administration, planning, design, construction, traffic operations, maintenance, and improvements of approximately 2,552 miles of County roadways. The fund is financed principally from state and federal fuel taxes (Highway User Tax or Gas Tax), voter-approved state transportation infrastructure bond proceeds (Proposition 1B), sales tax revenues, and developer fees.

Special Transportation

The Special Transportation fund accounts for roadway resurfacing, rehabilitation, and widening projects, as well as elderly and handicap transit services. The source of funding is a countywide one-half cent sales tax that was passed by the voters of the County in November, 1989 (Measure I). The Measure I funds received must be spent within the sub-area in which they were collected.

Special Aviation

The Special Aviation fund accounts for County airport construction projects financed principally by state and federal grants.

Mental Health Services Act

Mental Health Services Act accounts for funds used for reducing the long-term adverse impact on individuals, families, and state and local budgets resulting from untreated serious mental illness. Revenues are derived from a state income tax surcharge of one percent on the portion of taxpayers' annual income that exceeds \$1 million.

Preschool Services

The Preschool Services Department fund administers the Federal Head Start and Early Head Start programs, California Department of Education State Preschool program, as well as the Child and Adult Care Food Program throughout the County. These programs are funded from federal and state sources with no net County cost.

Aging And Adult Services

The Aging and Adult Services fund accounts for services provided to the County's elderly through senior citizen programs financed primarily by state aid.

Jobs And Employment Services

The Jobs and Employment Services fund was established to provide services to job seekers, incumbent workers, entrepreneurs, and employers through Workforce Investment Act (WIA) funding from the Department of Labor.

Courthouse Temporary Construction

The Courthouse Temporary Construction fund accounts for revenues derived from a surcharge on parking fines, non-parking offenses, and criminal fines used solely for the acquisition, rehabilitation, construction, and financing of courtrooms and courtroom facilities pursuant to Government Code Section 76100.

SAN BERNARDINO COUNTY NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS

Special Revenue Service Funds (Continued)

Criminal Justice Temporary Construction

The Criminal Justice Temporary Construction fund accounts for the monies that are restricted to be used for improvements to criminal justice facilities. Revenues are derived from a surcharge on parking fines and criminal fines pursuant to Government Code Section 76101.

Central Courthouse Surcharge

The Central Courthouse Surcharge fund accounts for the monies to be used solely for the Central Courthouse seismic retrofit/remodel project as well as contributions to the state for the new courthouse in downtown San Bernardino. Revenue comes from a surcharge on civil filings as authorized by Government Code Section 70624.

Micrographics Fees

The Micrographics Fees fund was established to support, maintain, and modernized the creation, retention, and retrieval of information in the County's systems of recorded documents, recorder records, electronic recording, social security number (SSN) truncation, and vital records. Revenue includes fees collected pursuant to Government Code Sections 27361 on legal documents, 27397 on electronic recording and 27301 on SSN truncation, and Health and Safety Code Section 103605(f) and 103625(g)(2) for certified copies of vital statistics records.

Local Law Enforcement Block Grant

Local Law Enforcement Block Grant fund accounts for the law enforcement activities to improve the overall criminal justice system and prevent or reduce crime and violence. These activities are funded through federal grants and the Southwest Border Prosecution Initiative reimbursement project.

Sheriff Special Projects

The Sheriff Special Projects fund accounts for the following specific functions: Inland Regional Narcotics Enforcement Team, local detention facility projects, federal and state asset forfeitures, vehicle registration assessments, law enforcement, vehicle replacement, equipment and maintenance, civil process operations associated with court services, and Cal-ID regional crime laboratory for the County and other fire and law enforcement agencies. Revenues are primarily derived from federal and state grants, joint trust contributions by all local contracting municipal agencies, and court fees as authorized by Government Code Sections 26731 and 26746.

Fire Protection Districts

The Fire Protection Districts fund accounts for emergency mitigation and management of fire suppression, emergency medical services, ambulance services, HAZMAT response, arson investigation, technical rescue including water borne, flooding, mudslide and winter rescue operations, terrorism and weapons of mass destruction. Revenues are primarily derived from property taxes, federal and state grants, and HAZMAT generator and handler fees.

Economic And Community Development

The Economic and Community Development fund accounts for administration of federal, state, and local grant funds allocated to the County for housing and community development programs. Federal grants comprise a large percentage of the funding.

SAN BERNARDINO COUNTY

NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS

Special Revenue Service Funds (Continued)

Flood Control District

The Flood Control District fund was established to intercept and convey flood flows through and away from developed areas of the County, as well as to promote water conservation and improved water quality with a very extensive system of flood control and water conservation facilities. District revenue is primarily derived from property taxes, federal and state aid on specific projects, subdivision and permit fees, rents and royalties, and revenue from local water agencies for water spreading services.

County Service Areas

The County Service Areas fund accounts for essential programs and municipal services provided to remote geographical areas as well as rapidly growing communities. These funds are primarily financed from property taxes, federal and state grants, rental income, interest income, and service fees.

Park And Recreation Districts

The Park and Recreation Districts fund accounts for the operation and maintenance of developed parks, undeveloped parks, community buildings, an equestrian arena, and sports fields. Revenues are primarily derived from property taxes, grant funds, park and swim program revenues, concessions, and rent.

County Free Library

The County Free Library fund provides public library services through a network of thirty-two branches to all County unincorporated areas and seventeen cities within the County. It also accounts for the Bloomington Library being co-located within the Bloomington Intergenerational Housing Project. The Library is funded primarily through property tax revenues, federal and state funds, service fees, contributions from local Friends of the Library organizations, and the Bloomington Library reserve provided by the developer of the housing project.

Redevelopment Successor Housing

The Redevelopment Successor Housing fund was established to retain the housing functions of the former Redevelopment Agency (RDA) and has all rights, power, duties, and obligations related to building, preserving, and rehabilitating affordable housing for low to moderate income households.

Joint Powers Authorities

The Joint Powers Authorities fund accounts for cash accumulated from financing activities to be used for all administrative costs and obligations of the authorities

Other Special Revenue

Other Special Revenue funds account for revenues received for various activities and programs including Master Settlement Agreement, Block Grant Carryover Program, Workers' Compensation Insurance Fraud Prosecution, Specialized Prosecutions, San Manuel Amphitheater, Bio-terrorism Preparedness, Vital Statistics State Fees, Vector Control Assessments, Chino Agricultural Preserve, Off-Highway Vehicle License Fees, County Trails System, Park Maintenance and Development, Disaster Recovery, State Supplementation for County Assessors Program, Project Roomkey and Rehousing Strategy, El Mirage Off-Road Vehicle Park, Epidemiology Laboratory Capacity, and Inland Counties Emergency Medical Agency. Revenues are primarily derived from the tobacco lawsuit Master Settlement Agreement, federal and state funds, park admission fees, rents, and service fees.

SAN BERNARDINO COUNTY

NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS

DEBT SERVICE FUNDS DESCRIPTIONS

Pension Obligation Bonds

The Pension Obligation Bond fund administers the debt service payments related to the County's pension obligation bonds.

CAPITAL PROJECTS FUNDS DESCRIPTIONS

Redevelopment Successor Housing

The Redevelopment Successor Housing Capital Projects fund was established to account for projects related to building, preserving, and rehabilitating affordable housing for low to moderate income households.

Fire Protection Districts

The Fire Protection Districts Capital Projects fund accounts for the financial resources used to acquire and construct fire protection facilities within certain geographical areas of the County. These funds are primarily financed by transfers from the Fire Protection Districts' special revenue funds, and interest income.

Park And Recreation Districts

The Park and Recreation Districts Capital Projects fund accounts for the financial resources used to acquire and construct recreational facilities within certain geographical areas of the County. These funds are primarily financed by Proposition 40 project funds, transfers from the Park and Recreation Districts' special revenue funds, and interest income.

County Service Areas

The County Service Areas Capital Projects fund accounts for the financial resources and acquisition and construction of facilities within certain geographical areas of the County. These funds are primarily financed by state capital grants, transfers from the County Service Areas special revenue funds, and interest income.

PERMANENT FUNDS DESCRIPTIONS

Lucerne Valley Cemetery Endowment Care Fund

The Lucerne Valley Cemetery Endowment Care fund accounts for cash contributions for the Lucerne Valley Cemetery endowment. Interest earnings are used for care and maintenance of the cemetery.

Etiwanda CSA 120 Endowment Care Fund

The Etiwanda CSA 120 Endowment Care fund, uses all interest earned for operating activities for the North Etiwanda Preserve.



**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2025 (IN THOUSANDS)**

	TOTAL	TRANSPORTATION	SPECIAL TRANSPORTATION	SPECIAL AVIATION
ASSETS				
CASH AND INVESTMENTS	\$ 1,804,243	\$ 153,728	\$ 81,278	\$ 5,604
ACCOUNTS RECEIVABLE - NET	5,727	—	—	—
DUE FROM OTHER GOVERNMENTS	108,077	17,606	3,558	—
TAXES RECEIVABLE	10,789	—	—	—
INTEREST RECEIVABLE	328	—	—	—
LEASE RECEIVABLE	20,183	—	—	—
LOANS RECEIVABLE	5,500	—	—	—
OTHER RECEIVABLES	17,549	—	—	—
DUE FROM OTHER FUNDS	35,911	6,751	150	—
LAND HELD FOR RESALE	361	—	—	—
INVENTORIES	281	169	—	—
PREPAID ITEMS	23,606	48	—	—
ADVANCES TO OTHER FUNDS	814	55	—	—
TOTAL ASSETS	\$ 2,033,369	\$ 178,357	\$ 84,986	\$ 5,604
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 73,642	\$ 12,420	\$ 3,591	\$ —
SALARIES AND BENEFITS PAYABLE	26,747	1,687	—	—
DUE TO OTHER FUNDS	56,970	1,146	1,799	1,452
DUE TO OTHER GOVERNMENTS	11,662	5,976	—	—
INTEREST PAYABLE	918	—	—	—
ADVANCES FROM OTHERS	25,753	1,114	—	—
ADVANCES FROM OTHER FUNDS	11,574	—	55	—
TOTAL LIABILITIES	207,266	22,343	5,445	1,452
DEFERRED INFLOWS OF RESOURCES				
	45,074	1	—	—
FUND BALANCES:				
NONSPENDABLE	23,887	217	—	—
RESTRICTED	1,548,388	74,392	79,541	4,152
ASSIGNED	208,754	81,404	—	—
TOTAL FUND BALANCES	1,781,029	156,013	79,541	4,152
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 2,033,369	\$ 178,357	\$ 84,986	\$ 5,604

**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)**

	MENTAL HEALTH SERVICES ACT	PRESCHOOL SERVICES	AGING AND ADULT SERVICES	JOBS AND EMPLOYMENT SERVICES
ASSETS				
CASH AND INVESTMENTS	\$ 320,380	\$ 2,488	\$ 1,098	\$ 1,358
ACCOUNTS RECEIVABLE - NET	2,690	—	—	—
DUE FROM OTHER GOVERNMENTS	21,451	8,005	5,955	2,765
OTHER RECEIVABLES	456	—	—	—
DUE FROM OTHER FUNDS	996	284	99	767
TOTAL ASSETS	\$ 345,973	\$ 10,777	\$ 7,152	\$ 4,890
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 29,068	\$ 5,926	\$ 45	\$ 3,000
SALARIES AND BENEFITS PAYABLE	3,164	1,422	171	417
DUE TO OTHER FUNDS	5,534	224	4,968	9
DUE TO OTHER GOVERNMENTS	2,430	1,656	—	585
ADVANCES FROM OTHERS	—	5	—	—
TOTAL LIABILITIES	40,196	9,233	5,184	4,011
DEFERRED INFLOWS OF RESOURCES	—	—	—	47
FUND BALANCES:				
RESTRICTED	305,777	1,544	1,968	832
TOTAL FUND BALANCES	305,777	1,544	1,968	832
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 345,973	\$ 10,777	\$ 7,152	\$ 4,890

**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)**

	COURTHOUSE TEMPORARY CONSTRUCTION	CRIMINAL JUSTICE TEMPORARY CONSTRUCTION	CENTRAL COURTHOUSE SURCHARGE	MICROGRAPHICS FEES
ASSETS				
CASH AND INVESTMENTS	\$ —	\$ 9,731	\$ 3	\$ 29,260
ACCOUNTS RECEIVABLE - NET	—	—	—	13
DUE FROM OTHER GOVERNMENTS	—	3	—	—
DUE FROM OTHER FUNDS	—	—	6,335	176
TOTAL ASSETS	\$ —	\$ 9,734	\$ 6,338	\$ 29,449
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ —	\$ —	\$ 1	\$ 990
SALARIES AND BENEFITS PAYABLE	—	—	—	18
DUE TO OTHER FUNDS	—	9,731	—	—
TOTAL LIABILITIES	—	9,731	1	1,008
FUND BALANCES:				
RESTRICTED	—	3	6,337	28,441
TOTAL FUND BALANCES	—	3	6,337	28,441
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ —	\$ 9,734	\$ 6,338	\$ 29,449

**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)**

	LOCAL LAW ENFORCEMENT BLOCK GRANT	SHERIFF SPECIAL PROJECTS	FIRE PROTECTION DISTRICTS	ECONOMIC AND COMMUNITY DEVELOPMENT
ASSETS				
CASH AND INVESTMENTS	\$ 3,031	\$ 27,792	\$ 288,084	\$ 61,388
ACCOUNTS RECEIVABLE - NET	—	—	1,478	—
DUE FROM OTHER GOVERNMENTS	—	1,992	1,492	21,561
TAXES RECEIVABLE	—	—	4,635	—
INTEREST RECEIVABLE	—	—	1	—
LEASE RECEIVABLE	—	—	645	—
LOANS RECEIVABLE	—	—	—	5,500
OTHER RECEIVABLES	—	—	1,701	—
DUE FROM OTHER FUNDS	—	243	3,108	1,718
PREPAID ITEMS	—	—	22,993	—
TOTAL ASSETS	\$ 3,031	\$ 30,027	\$ 324,137	\$ 90,167
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ —	\$ 75	\$ 4,691	\$ 1,438
SALARIES AND BENEFITS PAYABLE	—	—	10,942	144
DUE TO OTHER FUNDS	54	2,199	3,758	1,588
DUE TO OTHER GOVERNMENTS	—	551	55	—
INTEREST PAYABLE	—	—	—	611
ADVANCES FROM OTHERS	—	—	947	—
ADVANCES FROM OTHER FUNDS	—	—	—	5,500
TOTAL LIABILITIES	54	2,825	20,393	9,281
DEFERRED INFLOWS OF RESOURCES				
	—	—	5,486	2
FUND BALANCES:				
NONSPENDABLE	—	—	22,993	—
RESTRICTED	2,977	27,202	275,265	54,502
ASSIGNED	—	—	—	26,382
TOTAL FUND BALANCES	2,977	27,202	298,258	80,884
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 3,031	\$ 30,027	\$ 324,137	\$ 90,167

**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)**

	FLOOD CONTROL DISTRICT	COUNTY SERVICE AREAS	PARK AND RECREATION DISTRICTS	COUNTY FREE LIBRARY
ASSETS				
CASH AND INVESTMENTS	\$ 361,274	\$ 44,508	\$ 8,259	\$ 48,884
ACCOUNTS RECEIVABLE - NET	888	84	65	208
DUE FROM OTHER GOVERNMENTS	2,299	248	—	1
TAXES RECEIVABLE	4,647	147	68	1,292
INTEREST RECEIVABLE	240	34	—	—
LEASE RECEIVABLE	21	45	—	—
OTHER RECEIVABLES	—	22	194	—
DUE FROM OTHER FUNDS	1,074	4,807	89	283
INVENTORIES	—	—	112	—
PREPAID ITEMS	565	—	—	—
ADVANCES TO OTHER FUNDS	—	759	—	—
TOTAL ASSETS	\$ 371,008	\$ 50,654	\$ 8,787	\$ 50,668
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 7,547	\$ 1,669	\$ 286	\$ 1,400
SALARIES AND BENEFITS PAYABLE	957	546	176	548
DUE TO OTHER FUNDS	1,040	3,995	984	22
DUE TO OTHER GOVERNMENTS	171	205	11	—
INTEREST PAYABLE	—	1	306	—
ADVANCES FROM OTHERS	2,739	23	5	—
ADVANCES FROM OTHER FUNDS	—	519	5,500	—
TOTAL LIABILITIES	12,454	6,958	7,268	1,970
DEFERRED INFLOWS OF RESOURCES	4,366	371	135	957
FUND BALANCES:				
NONSPENDABLE	565	—	112	—
RESTRICTED	342,917	43,325	1,272	47,741
ASSIGNED	10,706	—	—	—
TOTAL FUND BALANCES	354,188	43,325	1,384	47,741
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 371,008	\$ 50,654	\$ 8,787	\$ 50,668

**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)**

	REDEVELOPMENT SUCCESSOR HOUSING	JOINT POWERS AUTHORITIES	OTHER SPECIAL REVENUE
ASSETS			
CASH AND INVESTMENTS	\$ 3,564	\$ 8,251	\$ 344,280
ACCOUNTS RECEIVABLE - NET	—	—	301
DUE FROM OTHER GOVERNMENTS	—	—	21,141
INTEREST RECEIVABLE	—	27	26
LEASE RECEIVABLE	—	—	19,472
OTHER RECEIVABLES	—	—	15,176
DUE FROM OTHER FUNDS	10	—	9,021
LAND HELD FOR RESALE	361	—	—
TOTAL ASSETS	\$ 3,935	\$ 8,278	\$ 409,417
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES:			
ACCOUNTS PAYABLE	\$ —	\$ —	\$ 1,495
SALARIES AND BENEFITS PAYABLE	—	—	6,555
DUE TO OTHER FUNDS	205	6,336	11,926
DUE TO OTHER GOVERNMENTS	—	—	22
ADVANCES FROM OTHERS	—	—	20,920
TOTAL LIABILITIES	205	6,336	40,918
DEFERRED INFLOWS OF RESOURCES	—	—	33,709
FUND BALANCES:			
RESTRICTED	3,730	1,942	244,528
ASSIGNED	—	—	90,262
TOTAL FUND BALANCES	3,730	1,942	334,790
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 3,935	\$ 8,278	\$ 409,417

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	TRANSPORTATION	SPECIAL TRANSPORTATION	SPECIAL AVIATION
REVENUES:				
TAXES	\$ 299,685	\$ —	\$ 8,504	\$ —
LICENSES, PERMITS AND FRANCHISES	1,015	350	—	—
FINES, FORFEITURES AND PENALTIES	5,081	—	—	—
REVENUES FROM USE OF MONEY AND PROPERTY	100,885	5,897	4,735	389
AID FROM OTHER GOVERNMENTAL AGENCIES	594,364	106,777	1,311	297
CHARGES FOR CURRENT SERVICES	177,883	2,145	5,942	—
OTHER REVENUES	45,184	462	—	2,196
TOTAL REVENUES	1,224,097	115,631	20,492	2,882
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	3,555	—	—	—
PUBLIC PROTECTION	395,606	—	—	—
PUBLIC WAYS AND FACILITIES	131,028	113,851	14,611	—
HEALTH AND SANITATION	281,266	—	—	—
PUBLIC ASSISTANCE	137,408	—	—	—
EDUCATION	23,334	—	—	—
RECREATION AND CULTURAL SERVICES	16,661	—	—	—
DEBT SERVICE:				
PRINCIPAL	49,003	209	—	—
INTEREST AND FISCAL CHARGES	4,224	—	—	—
CAPITAL OUTLAY	98,523	23,130	—	—
TOTAL EXPENDITURES	1,140,608	137,190	14,611	—
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	83,489	(21,559)	5,881	2,882
OTHER FINANCING SOURCES (USES):				
TRANSFERS OUT	(102,882)	(55)	(100)	(3,167)
TRANSFERS IN	156,247	68,458	55	—
LEASE FINANCING	19,406	—	—	—
SUBSCRIPTION FINANCING	5,357	624	—	—
SALE OF CAPITAL ASSETS	260	177	—	—
TOTAL OTHER FINANCING SOURCES (USES)	78,388	69,204	(45)	(3,167)
NET CHANGE IN FUND BALANCES	161,877	47,645	5,836	(285)
FUND BALANCES, BEGINNING	1,619,152	108,368	73,705	4,437
FUND BALANCES, ENDING	<u>\$ 1,781,029</u>	<u>\$ 156,013</u>	<u>\$ 79,541</u>	<u>\$ 4,152</u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	MENTAL HEALTH SERVICES ACT	PRESCHOOL SERVICES	AGING AND ADULT SERVICES	JOBS AND EMPLOYMENT SERVICES
REVENUES:				
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 22,648	\$ 325	\$ 246	\$ 843
AID FROM OTHER GOVERNMENTAL AGENCIES	231,156	64,197	27,648	20,532
CHARGES FOR CURRENT SERVICES	2,707	247	—	—
OTHER REVENUES	4,845	648	4,673	81
TOTAL REVENUES	<u>261,356</u>	<u>65,417</u>	<u>32,567</u>	<u>21,456</u>
EXPENDITURES:				
CURRENT:				
HEALTH AND SANITATION	258,316	—	—	—
PUBLIC ASSISTANCE	—	63,694	32,398	20,712
DEBT SERVICE:				
PRINCIPAL	3,378	1,895	60	832
INTEREST AND FISCAL CHARGES	404	162	—	56
CAPITAL OUTLAY	13,084	6,782	—	—
TOTAL EXPENDITURES	<u>275,182</u>	<u>72,533</u>	<u>32,458</u>	<u>21,600</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(13,826)</u>	<u>(7,116)</u>	<u>109</u>	<u>(144)</u>
OTHER FINANCING SOURCES (USES):				
TRANSFERS OUT	(906)	(317)	(28,762)	—
TRANSFERS IN	82	11	28,762	297
LEASE FINANCING	11,895	6,337	—	—
SUBSCRIPTION FINANCING	958	264	—	—
TOTAL OTHER FINANCING SOURCES (USES)	<u>12,029</u>	<u>6,295</u>	<u>—</u>	<u>297</u>
NET CHANGE IN FUND BALANCES	(1,797)	(821)	109	153
FUND BALANCES, BEGINNING	307,574	2,365	1,859	679
FUND BALANCES, ENDING	<u>\$ 305,777</u>	<u>\$ 1,544</u>	<u>\$ 1,968</u>	<u>\$ 832</u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	COURTHOUSE TEMPORARY CONSTRUCTION	CRIMINAL JUSTICE TEMPORARY CONSTRUCTION	CENTRAL COURTHOUSE SURCHARGE	MICROGRAPHICS FEES
REVENUES:				
FINES, FORFEITURES AND PENALTIES	\$ 362	\$ 1,206	\$ —	\$ —
REVENUES FROM USE OF MONEY AND PROPERTY	—	498	8	458
CHARGES FOR CURRENT SERVICES	—	—	2,651	2,499
TOTAL REVENUES	362	1,704	2,659	2,957
EXPENDITURES:				
CURRENT:				
PUBLIC PROTECTION	—	—	—	2,404
PRINCIPAL	—	—	—	116
INTEREST AND FISCAL CHARGES	—	—	—	1
CAPITAL OUTLAY	—	—	—	23
TOTAL EXPENDITURES	—	—	—	2,544
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	362	1,704	2,659	413
OTHER FINANCING SOURCES (USES):				
TRANSFERS OUT	(362)	(1,837)	(2,658)	—
TRANSFERS IN	—	—	1,839	3,000
TOTAL OTHER FINANCING SOURCES (USES)	(362)	(1,837)	(819)	3,000
NET CHANGE IN FUND BALANCES	—	(133)	1,840	3,413
FUND BALANCES, BEGINNING	—	136	4,497	25,028
FUND BALANCES, ENDING	\$ —	\$ 3	\$ 6,337	\$ 28,441

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	LOCAL LAW ENFORCEMENT BLOCK GRANT	SHERIFF SPECIAL PROJECTS	FIRE PROTECTION DISTRICTS	ECONOMIC AND COMMUNITY DEVELOPMENT
REVENUES:				
TAXES	\$ —	\$ —	\$ 149,320	\$ —
REVENUES FROM USE OF MONEY AND PROPERTY	182	1,382	17,393	3,113
AID FROM OTHER GOVERNMENTAL AGENCIES	1,264	13,749	10,085	48,331
CHARGES FOR CURRENT SERVICES	—	859	137,653	48
OTHER REVENUES	—	—	3,063	293
TOTAL REVENUES	1,446	15,990	317,514	51,785
EXPENDITURES:				
CURRENT:				
PUBLIC PROTECTION	1,138	10,414	299,785	—
PUBLIC ASSISTANCE	—	—	—	19,009
DEBT SERVICE:				
PRINCIPAL	—	—	2,829	274
INTEREST AND FISCAL CHARGES	—	—	2,266	238
CAPITAL OUTLAY	238	2,221	23,501	—
TOTAL EXPENDITURES	1,376	12,635	328,381	19,521
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	70	3,355	(10,867)	32,264
OTHER FINANCING SOURCES (USES):				
TRANSFERS OUT	—	—	—	(6,835)
TRANSFERS IN	—	—	32,190	1,776
LEASE FINANCING	—	—	494	—
SUBSCRIPTION FINANCING	—	—	1,795	—
SALE OF CAPITAL ASSETS	—	—	69	—
TOTAL OTHER FINANCING SOURCES (USES)	—	—	34,548	(5,059)
NET CHANGE IN FUND BALANCES	70	3,355	23,681	27,205
FUND BALANCES, BEGINNING	2,907	23,847	274,577	53,679
FUND BALANCES, ENDING	\$ 2,977	\$ 27,202	\$ 298,258	\$ 80,884

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	FLOOD CONTROL DISTRICT	COUNTY SERVICE AREAS	PARK AND RECREATION DISTRICTS	COUNTY FREE LIBRARY
REVENUES:				
TAXES	\$ 100,096	\$ 5,932	\$ 4,089	\$ 31,719
LICENSES, PERMITS AND FRANCHISES	53	—	—	—
REVENUES FROM USE OF MONEY AND PROPERTY	15,359	2,602	469	23
AID FROM OTHER GOVERNMENTAL AGENCIES	6,561	1,534	175	267
CHARGES FOR CURRENT SERVICES	806	5,970	2,467	645
OTHER REVENUES	149	17	915	13
TOTAL REVENUES	123,024	16,055	8,115	32,667
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	—	2,689	—	—
PUBLIC PROTECTION	50,959	—	—	—
PUBLIC WAYS AND FACILITIES	—	2,566	—	—
EDUCATION	—	—	—	23,334
RECREATION AND CULTURAL SERVICES	—	3,304	8,490	—
DEBT SERVICE:				
PRINCIPAL	37,561	23	—	671
INTEREST AND FISCAL CHARGES	250	46	233	17
CAPITAL OUTLAY	13,043	3,708	307	1,884
TOTAL EXPENDITURES	101,813	12,336	9,030	25,906
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	21,211	3,719	(915)	6,761
OTHER FINANCING SOURCES (USES):				
TRANSFERS OUT	(237)	(1,368)	(410)	(5,040)
TRANSFERS IN	1,358	1,586	893	9
LEASE FINANCING	—	—	—	680
SUBSCRIPTION FINANCING	624	53	—	961
SALE OF CAPITAL ASSETS	11	3	—	—
TOTAL OTHER FINANCING SOURCES (USES)	1,756	274	483	(3,390)
NET CHANGE IN FUND BALANCES	22,967	3,993	(432)	3,371
FUND BALANCES, BEGINNING	331,221	39,332	1,816	44,370
FUND BALANCES, ENDING	\$ 354,188	\$ 43,325	\$ 1,384	\$ 47,741

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
SPECIAL REVENUE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	REDEVELOPMENT SUCCESSOR HOUSING	JOINT POWERS AUTHORITIES	OTHER SPECIAL REVENUE
REVENUES:			
TAXES	\$ —	\$ —	\$ 25
LICENSES, PERMITS AND FRANCHISES	—	—	612
FINES, FORFEITURES AND PENALTIES	—	—	3,513
REVENUES FROM USE OF MONEY AND PROPERTY	192	348	23,775
AID FROM OTHER GOVERNMENTAL AGENCIES	7	—	60,473
CHARGES FOR CURRENT SERVICES	—	—	13,244
OTHER REVENUES	248	—	27,581
TOTAL REVENUES	447	348	129,223
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	—	2	864
PUBLIC PROTECTION	—	—	30,906
HEALTH AND SANITATION	—	—	22,950
PUBLIC ASSISTANCE	590	—	1,005
RECREATION AND CULTURAL SERVICES	—	—	4,867
DEBT SERVICE:			
PRINCIPAL	—	565	590
INTEREST AND FISCAL CHARGES	—	544	7
CAPITAL OUTLAY	—	—	10,602
TOTAL EXPENDITURES	590	1,111	71,791
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(143)	(763)	57,432
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	—	(1,839)	(48,989)
TRANSFERS IN	—	2,658	13,273
SUBSCRIPTION FINANCING	—	—	78
TOTAL OTHER FINANCING SOURCES (USES)	—	819	(35,638)
NET CHANGE IN FUND BALANCES	(143)	56	21,794
FUND BALANCES, BEGINNING	3,873	1,886	312,996
FUND BALANCES, ENDING	\$ 3,730	\$ 1,942	\$ 334,790

**SAN BERNARDINO COUNTY
 COMBINING BALANCE SHEET
 DEBT SERVICE FUNDS
 JUNE 30, 2025 (IN THOUSANDS)**

		PENSION OBLIGATION BONDS
ASSETS		
CASH AND INVESTMENTS	\$	161
TOTAL ASSETS	\$	161
FUND BALANCES:		
RESTRICTED	\$	161
TOTAL FUND BALANCES	\$	161

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	PENSION OBLIGATION BONDS
REVENUES	
OTHER REVENUES	\$ 1
TOTAL REVENUES	1
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1
NET CHANGE IN FUND BALANCES BEFORE EXTRAORDINARY ITEM	1
FUND BALANCES, BEGINNING	160
FUND BALANCES, ENDING	\$ 161

**SAN BERNARDINO COUNTY
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 2025 (IN THOUSANDS)**

	TOTAL	REDEVELOPMENT SUCCESSOR HOUSING	FIRE PROTECTION DISTRICTS	PARK AND RECREATION DISTRICTS	COUNTY SERVICE AREAS
ASSETS					
CASH AND INVESTMENTS	\$ 48,162	\$ 13,986	\$ 10	\$ 8,671	\$ 25,495
DUE FROM OTHER FUNDS	5,297	—	—	212	5,085
LAND HELD FOR RESALE	1,301	1,301	—	—	—
TOTAL ASSETS	<u>\$ 54,760</u>	<u>\$ 15,287</u>	<u>\$ 10</u>	<u>\$ 8,883</u>	<u>\$ 30,580</u>
LIABILITIES AND FUND BALANCES					
LIABILITIES:					
ACCOUNTS PAYABLE	\$ 1,814	\$ —	\$ —	\$ 758	\$ 1,056
DUE TO OTHER FUNDS	370	—	—	59	311
INTEREST PAYABLE	23	—	—	—	23
ADVANCES FROM OTHER FUNDS	519	—	—	—	519
TOTAL LIABILITIES	<u>2,726</u>	<u>—</u>	<u>—</u>	<u>817</u>	<u>1,909</u>
FUND BALANCES:					
RESTRICTED	<u>52,034</u>	<u>15,287</u>	<u>10</u>	<u>8,066</u>	<u>28,671</u>
TOTAL FUND BALANCES	<u>52,034</u>	<u>15,287</u>	<u>10</u>	<u>8,066</u>	<u>28,671</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 54,760</u>	<u>\$ 15,287</u>	<u>\$ 10</u>	<u>\$ 8,883</u>	<u>\$ 30,580</u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	REDEVELOPMENT SUCCESSOR HOUSING	FIRE PROTECTION DISTRICTS	PARK AND RECREATION DISTRICTS	COUNTY SERVICE AREAS
REVENUES					
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 1,561	\$ 823	\$ 127	\$ 269	\$ 342
AID FROM OTHER GOVERNMENTAL AGENCIES	1,500	—	—	1,652	(152)
TOTAL REVENUES	3,061	823	127	1,921	190
EXPENDITURES					
CURRENT:					
GENERAL GOVERNMENT	662	208	—	283	171
DEBT SERVICE:					
INTEREST AND FISCAL CHARGES	60	—	—	38	22
CAPITAL OUTLAY	6,639	—	—	4,585	2,054
TOTAL EXPENDITURES	7,361	208	—	4,906	2,247
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,300)	615	127	(2,985)	(2,057)
OTHER FINANCING SOURCES (USES):					
TRANSFERS OUT	(864)	—	(624)	—	(240)
TRANSFERS IN	26,289	—	—	10,281	16,008
TOTAL OTHER FINANCING SOURCES AND (USES)	25,425	—	(624)	10,281	15,768
NET CHANGE IN FUND BALANCES	21,125	615	(497)	7,296	13,711
FUND BALANCES, BEGINNING	30,909	14,672	507	770	14,960
FUND BALANCES, ENDING	\$ 52,034	\$ 15,287	\$ 10	\$ 8,066	\$ 28,671

**SAN BERNARDINO COUNTY
 COMBINING BALANCE SHEET
 PERMANENT FUNDS
 JUNE 30, 2025 (IN THOUSANDS)**

	TOTAL	LUCERNE VALLEY CEMETERY ENDOWMENT CARE FUND	ETIWANDA CSA 120 ENDOWMENT CARE FUND
ASSETS			
CASH AND INVESTMENTS	\$ 1,899	\$ 124	\$ 1,775
TOTAL ASSETS	<u>\$ 1,899</u>	<u>\$ 124</u>	<u>\$ 1,775</u>
FUND BALANCES			
NONSPENDABLE	\$ 1,899	\$ 124	\$ 1,775
TOTAL FUND BALANCES	<u>\$ 1,899</u>	<u>\$ 124</u>	<u>\$ 1,775</u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
PERMANENT FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	LUCERNE VALLEY CEMETERY ENDOWMENT CARE FUND	ETIWANDA CSA 120 ENDOWMENT CARE FUND
REVENUES			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 115	\$ 7	\$ 108
TOTAL REVENUES	115	7	108
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	115	7	108
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(153)	—	(153)
TOTAL OTHER FINANCING SOURCES AND (USES)	(153)	—	(153)
NET CHANGE IN FUND BALANCES	(38)	7	(45)
FUND BALANCES, BEGINNING	1,937	117	1,820
FUND BALANCES, ENDING	<u>\$ 1,899</u>	<u>\$ 124</u>	<u>\$ 1,775</u>





COMBINING FINANCIAL STATEMENTS NONMAJOR ENTERPRISE FUNDS



SAN BERNARDINO COUNTY NONMAJOR ENTERPRISE FUNDS DESCRIPTIONS

County Service Areas

The County Service Areas Enterprise Funds account for water, sewer, and sanitation facilities within certain geographical areas of the County. User fees are the principal source of revenue.

Other Enterprise

The Other Enterprise Funds account for the Museum Gift Shop and Regional Parks Snack Bar operations. Sales are the principal source of revenue.

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	COUNTY SERVICE AREAS	OTHER ENTERPRISE
ASSETS			
CURRENT ASSETS:			
CASH AND INVESTMENTS	\$ 90,503	\$ 90,132	\$ 371
ACCOUNTS RECEIVABLE, NET	2,321	2,321	—
DUE FROM OTHER GOVERNMENTS	53	53	—
TAXES RECEIVABLE	275	275	—
OTHER RECEIVABLES	60	60	—
DUE FROM OTHER FUNDS	103	103	—
INVENTORIES	48	—	48
TOTAL CURRENT ASSETS	93,363	92,944	419
NONCURRENT ASSETS:			
CAPITAL ASSETS NOT BEING DEPRECIATED OR AMORTIZED:			
LAND	4,529	4,529	—
LAND USE RIGHTS	258	258	—
DEVELOPMENT IN PROGRESS	8,958	8,958	—
CAPITAL ASSETS BEING DEPRECIATED AND AMORTIZED:			
LAND USE RIGHTS	1,004	1,004	—
STRUCTURES, IMPROVEMENTS, AND INFRASTRUCTURE	103,525	103,525	—
EQUIPMENT AND SOFTWARE	2,070	2,070	—
ACCUMULATED DEPRECIATION AND AMORTIZATION	(70,313)	(70,313)	—
TOTAL NONCURRENT ASSETS	50,031	50,031	—
TOTAL ASSETS	143,394	142,975	419
LIABILITIES			
CURRENT LIABILITIES:			
ACCOUNTS PAYABLE	1,275	1,275	—
SALARIES AND BENEFITS PAYABLE	2	—	2
DUE TO OTHER FUNDS	4,878	4,878	—
DUE TO OTHER GOVERNMENTS	675	675	—
INTEREST PAYABLE	59	59	—
ADVANCES FROM OTHERS	161	161	—
COMPENSATED ABSENCES PAYABLE	2	—	2
BONDS AND NOTES PAYABLE	134	134	—
TOTAL CURRENT LIABILITIES	7,186	7,182	4
NONCURRENT LIABILITIES:			
ADVANCES FROM OTHER FUNDS	240	240	—
BONDS AND NOTES PAYABLE	774	774	—
TOTAL NONCURRENT LIABILITIES	1,014	1,014	—
TOTAL LIABILITIES	8,200	8,196	4
NET POSITION			
NET INVESTMENT IN CAPITAL ASSETS	49,314	49,314	—
RESTRICTED FOR DEBT SERVICE	50	50	—
UNRESTRICTED	85,830	85,415	415
TOTAL NET POSITION	\$ 135,194	\$ 134,779	\$ 415

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	COUNTY SERVICE AREAS	OTHER ENTERPRISE
OPERATING REVENUES:			
CHARGES FOR CURRENT SERVICES	\$ 15,254	\$ 15,228	\$ 26
OTHER	438	424	14
TOTAL OPERATING REVENUES	15,692	15,652	40
OPERATING EXPENSES:			
PROFESSIONAL SERVICES	1,573	1,573	—
SALARIES AND EMPLOYEES BENEFITS	3,644	3,596	48
SELF-INSURANCE CLAIMS	43	43	—
SERVICES AND SUPPLIES	14,498	14,465	33
DEPRECIATION AND AMORTIZATION	3,169	3,169	—
TOTAL OPERATING EXPENSES	22,927	22,846	81
OPERATING INCOME (LOSS)	(7,235)	(7,194)	(41)
NONOPERATING REVENUES (EXPENSES):			
INVESTMENT INCOME	5,443	5,443	—
INTEREST EXPENSE	(38)	(38)	—
TAX REVENUE	6,051	6,051	—
GRANT REVENUE	139	139	—
OTHER NONOPERATING REVENUES	263	263	—
TOTAL NONOPERATING REVENUES (EXPENSES)	11,858	11,858	—
CHANGE IN NET POSITION BEFORE TRANSFERS	4,623	4,664	(41)
TRANSFERS OUT	(16)	(16)	—
TRANSFERS IN	452	452	—
CHANGE IN NET POSITION	5,059	5,100	(41)
TOTAL NET POSITION, BEGINNING	130,135	129,679	456
TOTAL NET POSITION, ENDING	\$ 135,194	\$ 134,779	\$ 415

**SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)**

	TOTAL	COUNTY SERVICE AREAS	OTHER NONMAJOR ENTERPRISE
CASH FLOWS FROM OPERATING ACTIVITIES:			
CASH RECEIVED FROM SERVICES	\$ 16,145	\$ 16,105	\$ 40
CASH PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES	(12,688)	(12,641)	(47)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(3,641)	(3,596)	(45)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(184)	(132)	(52)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
TAXES RECEIVED	5,866	5,866	—
GRANTS RECEIVED	139	139	—
TRANSFERS RECEIVED	452	452	—
TRANSFERS PAID	(16)	(16)	—
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	6,441	6,441	—
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(6,251)	(6,251)	—
PRINCIPAL PAID ON BONDS AND NOTES	(82)	(82)	—
INTEREST PAID ON BONDS AND NOTES	(28)	(28)	—
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(6,361)	(6,361)	—
CASH FLOWS FROM INVESTING ACTIVITIES:			
INTEREST ON INVESTMENTS	5,443	5,443	—
NET CASH PROVIDED BY INVESTING ACTIVITIES	5,443	5,443	—
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	5,339	5,391	(52)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	85,164	84,741	423
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 90,503</u>	<u>\$ 90,132</u>	<u>\$ 371</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
OPERATING INCOME (LOSS)	\$ (7,235)	\$ (7,194)	\$ (41)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
DEPRECIATION AND AMORTIZATION	3,169	3,169	—
NONOPERATING REVENUE (EXPENSE) RELATED TO OPERATING ACTIVITIES	263	263	—
CHANGES IN ASSETS, DEFERRED OUTFLOWS, LIABILITIES AND DEFERRED INFLOWS:			
ACCOUNTS RECEIVABLE	238	238	—
DUE FROM OTHER GOVERNMENTS	(33)	(33)	—
INVENTORIES	(14)	—	(14)
ACCOUNTS PAYABLE	(638)	(638)	—
SALARIES AND BENEFITS PAYABLE	3	—	3
DUE TO OTHER GOVERNMENTS	675	675	—
DUE TO OTHER FUNDS	3,403	3,403	—
ADVANCES FROM OTHERS	(15)	(15)	—
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (184)</u>	<u>\$ (132)</u>	<u>\$ (52)</u>
	BREAKDOWN OF CASH AND CASH EQUIVALENTS		
CASH AND CASH EQUIVALENTS	<u>\$ 90,503</u>	<u>\$ 90,132</u>	<u>\$ 371</u>
	<u>\$ 90,503</u>	<u>\$ 90,132</u>	<u>\$ 371</u>



COMBINING FINANCIAL STATEMENTS INTERNAL SERVICE FUNDS



SAN BERNARDINO COUNTY INTERNAL SERVICE FUNDS DESCRIPTIONS

General Service Group

The General Services fund accounts for the County Purchasing Department's Printing Services, Central Mail Services, and Surplus Property and Storage divisions. Services which are available to all County departments and special districts are financed by user fees for services provided.

Telecommunication Services

The Telecommunication Services fund accounts for County-wide telephone operations including related hardware, software, communication facilities, and a network of microwave sites.

Computer Operations

The Computer Operations fund accounts for 24-hour-per-day, County-wide data processing services including data entry, report distribution, distributed data processing with technical support and application development. Business Solutions Development is part of the Computer Operations.

Fleet Management

The Fleet Management fund includes both the County Garage and Motor Pool. The Fund accounts for vehicle rental services to all County departments, and maintenance and repair services to the County's vehicle and heavy equipment fleet.

Risk Management

The Risk Management fund accounts for the County's self-insured worker's compensation, and public liabilities, including property conservation, safety programs, medical malpractice, environmental liability other than pollution remediation in relation to landfill and other general obligations which are provided to all County departments and special districts.

Flood Control Equipment

The Flood Control Equipment fund accounts for heavy equipment rental and maintenance services provided to each of the six flood control zones within various geographical regions of the County.

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	GENERAL SERVICES GROUP	TELECOMMUNICATION SERVICES	COMPUTER OPERATIONS
ASSETS				
CURRENT ASSETS:				
CASH AND INVESTMENTS	\$ 673,369	\$ 7,459	\$ 16,915	\$ 38,423
ACCOUNTS RECEIVABLE - NET	683	-	140	-
DUE FROM OTHER GOVERNMENTS	2,681	179	1,771	472
DUE FROM OTHER FUNDS	4,149	257	15	791
INVENTORIES	4,121	17	1,477	-
PREPAID ITEMS	831	542	154	-
TOTAL CURRENT ASSETS	685,834	8,454	20,472	39,686
NONCURRENT ASSETS:				
CAPITAL ASSETS NOT BEING DEPRECIATED AND AMORTIZED:				
LAND	1,504	610	-	-
DEVELOPMENT IN PROGRESS	17,932	429	7,736	9,169
CAPITAL ASSETS BEING DEPRECIATED AND AMORTIZED:				
STRUCTURES AND IMPROVEMENTS	43,992	2,655	8,304	11,450
EQUIPMENT AND SOFTWARE	139,502	1,247	14,763	37,005
RIGHT-TO-USE LEASED LAND	1,335	-	1,335	-
RIGHT-TO-USE LEASED EQUIPMENT	1,123	984	-	-
RIGHT-TO-USE SUBSCRIPTION ASSETS	43,915	-	-	41,449
ACCUMULATED DEPRECIATION AND AMORTIZATION	(136,381)	(1,861)	(15,471)	(53,932)
TOTAL NONCURRENT ASSETS	112,922	4,064	16,667	45,141
TOTAL ASSETS	798,756	12,518	37,139	84,827
DEFERRED OUTFLOWS OF RESOURCES	21,829	835	3,386	11,637
LIABILITIES				
CURRENT LIABILITIES:				
ACCOUNTS PAYABLE	22,663	506	1,530	5,301
SALARIES AND BENEFITS PAYABLE	3,434	130	547	1,806
DUE TO OTHER FUNDS	14,052	111	290	526
INTEREST PAYABLE	193	-	13	157
ADVANCES FROM OTHERS	1,196	-	-	-
COMPENSATED ABSENCES PAYABLE	3,968	201	920	1,726
LEASE LIABILITY	456	173	259	-
SUBSCRIPTION LIABILITY	13,869	-	-	13,294
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	114,979	-	-	-
TOTAL CURRENT LIABILITIES	174,810	1,121	3,559	22,810
NONCURRENT LIABILITIES:				
COMPENSATED ABSENCES PAYABLE	9,867	90	1,299	6,570
LEASE LIABILITY	921	111	746	-
SUBSCRIPTION LIABILITY	4,003	-	-	3,245
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	386,244	-	-	-
NET PENSION LIABILITY	32,925	1,249	5,883	17,267
TOTAL NONCURRENT LIABILITIES	433,960	1,450	7,928	27,082
TOTAL LIABILITIES	608,770	2,571	11,487	49,892
DEFERRED INFLOWS OF RESOURCES	6,505	396	1,173	3,184
NET POSITION				
NET INVESTMENT IN CAPITAL ASSETS	92,367	3,780	15,271	28,186
UNRESTRICTED	112,942	6,006	12,594	15,202
TOTAL NET POSITION	\$ 205,310	\$ 10,386	\$ 27,865	\$ 43,388

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS (CONTINUED)
JUNE 30, 2025 (IN THOUSANDS)

	FLEET MANAGEMENT	RISK MANAGEMENT	FLOOD CONTROL EQUIPMENT
ASSETS			
CURRENT ASSETS:			
CASH AND INVESTMENTS	\$ 35,625	\$ 561,915	\$ 13,032
ACCOUNTS RECEIVABLE - NET	-	543	-
DUE FROM OTHER GOVERNMENTS	176	64	19
DUE FROM OTHER FUNDS	279	2,635	172
INVENTORIES	2,627	-	-
PREPAID ITEMS	-	135	-
TOTAL CURRENT ASSETS	<u>38,707</u>	<u>565,292</u>	<u>13,223</u>
NONCURRENT ASSETS:			
CAPITAL ASSETS NOT BEING DEPRECIATED AND AMORTIZED:			
LAND	894	-	-
DEVELOPMENT IN PROGRESS	493	106	-
CAPITAL ASSETS BEING DEPRECIATED AND AMORTIZED:			
STRUCTURES AND IMPROVEMENTS	21,583	-	-
EQUIPMENT AND SOFTWARE	61,860	658	23,969
RIGHT-TO-USE LEASED EQUIPMENT	139	-	-
RIGHT-TO-USE SUBSCRIPTION ASSETS	927	1,539	-
ACCUMULATED DEPRECIATION AND AMORTIZATION	(50,879)	(1,003)	(13,235)
TOTAL NONCURRENT ASSETS	<u>35,016</u>	<u>1,300</u>	<u>10,734</u>
 TOTAL ASSETS	 <u>73,723</u>	 <u>566,592</u>	 <u>23,957</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>2,973</u>	<u>2,998</u>	<u>-</u>
LIABILITIES			
CURRENT LIABILITIES:			
ACCOUNTS PAYABLE	2,851	9,881	2,594
SALARIES AND BENEFITS PAYABLE	508	443	-
DUE TO OTHER FUNDS	244	12,748	133
INTEREST PAYABLE	4	19	-
ADVANCES FROM OTHERS	-	1,196	-
COMPENSATED ABSENCES PAYABLE	473	648	-
LEASE LIABILITY	24	-	-
SUBSCRIPTION LIABILITY	309	266	-
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	-	114,979	-
TOTAL CURRENT LIABILITIES	<u>4,413</u>	<u>140,180</u>	<u>2,727</u>
NONCURRENT LIABILITIES:			
COMPENSATED ABSENCES PAYABLE	1,470	438	-
LEASE LIABILITY	64	-	-
SUBSCRIPTION LIABILITY	201	557	-
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	-	386,244	-
NET PENSION LIABILITY	4,597	3,929	-
TOTAL NONCURRENT LIABILITIES	<u>6,332</u>	<u>391,168</u>	<u>-</u>
TOTAL LIABILITIES	<u>10,745</u>	<u>531,348</u>	<u>2,727</u>
DEFERRED INFLOWS OF RESOURCES	<u>986</u>	<u>766</u>	<u>-</u>
NET POSITION			
NET INVESTMENT IN CAPITAL ASSETS	34,418	402	10,310
UNRESTRICTED	30,547	37,074	10,919
TOTAL NET POSITION	<u>\$ 64,965</u>	<u>\$ 37,476</u>	<u>\$ 21,230</u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	GENERAL SERVICES GROUP	TELECOMMUNICATION SERVICES	COMPUTER OPERATIONS
OPERATING REVENUES:				
CHARGES FOR CURRENT SERVICES	\$ 394,946	\$ 15,142	\$ 31,008	\$ 78,680
TOTAL OPERATING REVENUES	394,946	15,142	31,008	78,680
OPERATING EXPENSES:				
PROFESSIONAL SERVICES	59,633	977	1,915	25,112
SALARIES AND EMPLOYEES BENEFITS	70,605	3,224	11,746	35,340
SELF-INSURED CLAIMS	134,045	—	—	—
SERVICES AND SUPPLIES	110,867	7,786	12,316	5,546
DEPRECIATION AND AMORTIZATION	26,292	345	1,185	17,316
OTHER	1,860	—	—	—
TOTAL OPERATING EXPENSES	403,302	12,332	27,162	83,314
OPERATING INCOME (LOSS)	(8,356)	2,810	3,846	(4,634)
NONOPERATING REVENUES (EXPENSES):				
INVESTMENT INCOME	37,743	281	833	2,230
INTEREST EXPENSE	(212)	(2)	(18)	(158)
GRANT REVENUE	98	47	51	—
GAIN (LOSS) ON SALE OF CAPITAL ASSETS	673	—	(2)	—
OTHER NONOPERATING REVENUES	5,814	23	—	2
TOTAL NONOPERATING REVENUES (EXPENSES)	44,116	349	864	2,074
CHANGE IN NET POSITION BEFORE TRANSFERS	35,760	3,159	4,710	(2,560)
TRANSFERS IN	310	—	—	—
CHANGE IN NET POSITION	36,070	3,159	4,710	(2,560)
TOTAL NET POSITION (DEFICIT), BEGINNING, AS RESTATE (NOTE 23)	169,240	7,227	23,155	45,948
TOTAL NET POSITION, ENDING	\$ 205,310	\$ 10,386	\$ 27,865	\$ 43,388

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	FLEET MANAGEMENT	RISK MANAGEMENT	FLOOD CONTROL EQUIPMENT
OPERATING REVENUES:			
CHARGES FOR CURRENT SERVICES	\$ 48,866	\$ 214,749	\$ 6,501
TOTAL OPERATING REVENUES	48,866	214,749	6,501
OPERATING EXPENSES:			
PROFESSIONAL SERVICES	5,375	26,252	2
SALARIES AND EMPLOYEES BENEFITS	11,001	9,294	—
SELF-INSURED CLAIMS	—	134,045	—
SERVICES AND SUPPLIES	19,026	63,967	2,226
DEPRECIATION AND AMORTIZATION	5,618	359	1,469
OTHER	—	1,860	—
TOTAL OPERATING EXPENSES	41,020	235,777	3,697
OPERATING INCOME (LOSS)	7,846	(21,028)	2,804
NONOPERATING REVENUES (EXPENSES):			
INVESTMENT INCOME	1,892	31,881	626
INTEREST EXPENSE	(7)	(27)	—
GAIN (LOSS) ON SALE OF CAPITAL ASSETS	672	—	3
OTHER NONOPERATING REVENUES	2	5,761	26
TOTAL NONOPERATING REVENUES (EXPENSES)	2,559	37,615	655
CHANGE IN NET POSITION BEFORE TRANSFERS	10,405	16,587	3,459
TRANSFERS IN	73	—	237
CHANGE IN NET POSITION	10,478	16,587	3,696
TOTAL NET POSITION (DEFICIT), BEGINNING, AS RESTATED (NOTE 23)	54,487	20,889	17,534
TOTAL NET POSITION, ENDING	\$ 64,965	\$ 37,476	\$ 21,230

SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	GENERAL SERVICES GROUP	TELE- COMMUNICATION SERVICES	COMPUTER OPERATIONS
CASH FLOWS FROM OPERATING ACTIVITIES:				
CASH RECEIVED FROM OTHER FUNDS FOR INTERNAL SERVICES	\$ 399,763	\$ 15,590	\$ 32,083	\$ 77,711
CASH PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES	(251,528)	(8,684)	(14,339)	(29,262)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(73,991)	(3,355)	(12,633)	(36,879)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	74,244	3,551	5,111	11,570
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
GRANTS RECEIVED	98	47	51	—
TRANSFERS RECEIVED	310	—	—	—
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	408	47	51	—
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(35,185)	(539)	(4,000)	(13,312)
INTEREST PAID ON CAPITAL LEASE OBLIGATIONS & ADVANCES	(212)	(2)	(18)	(158)
PROCEEDS (PAYMENTS) ON LEASE LIABILITY	540	(170)	626	—
PROCEEDS (PAYMENTS) ON SUBSCRIPTION LIABILITY	(3,265)	—	—	(4,598)
PROCEEDS FROM SALE OF CAPITAL ASSETS	675	—	—	—
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(37,447)	(711)	(3,392)	(18,068)
CASH FLOWS FROM INVESTING ACTIVITIES:				
INTEREST ON INVESTMENTS	37,743	281	833	2,230
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	37,743	281	833	2,230
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	74,948	3,168	2,603	(4,268)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	598,421	4,291	14,312	42,691
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 673,369	\$ 7,459	\$ 16,915	\$ 38,423
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
OPERATING INCOME (LOSS)	(8,356)	2,810	3,846	(4,634)
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
DEPRECIATION AND AMORTIZATION	26,292	345	1,185	17,316
NONOPERATING REVENUE (EXPENSE) RELATED TO OPERATING ACTIVITIES	5,814	23	—	2
CHANGES IN ASSETS, DEFERRED OUTFLOWS, LIABILITIES AND DEFERRED INFLOWS:				
ACCOUNTS RECEIVABLE	(506)	—	37	—
DUE FROM OTHER FUNDS	402	488	1,199	(641)
DUE FROM OTHER GOVERNMENTS	(482)	(63)	(161)	(330)
INVENTORIES	(3)	3	(100)	—
PREPAID ITEMS	(177)	(30)	(154)	—
DEFERRED OUTFLOWS OF RESOURCES	3,891	147	836	2,352
ACCOUNTS PAYABLE	3,586	120	27	1,267
INTEREST PAYABLE	133	—	11	99
SALARIES AND BENEFITS PAYABLE	282	15	8	145
DUE TO OTHER FUNDS	11,729	(13)	109	30
DUE TO OTHER GOVERNMENTS	(384)	—	—	—
ADVANCES FROM OTHERS	(411)	—	—	—
COMPENSATED ABSENCES PAYABLE	436	38	(320)	462
NET PENSION LIABILITY	(5,349)	(300)	(1,153)	(2,679)
DEFERRED INFLOWS OF RESOURCES	(2,646)	(32)	(259)	(1,819)
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	39,993	—	—	—
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 74,244	\$ 3,551	\$ 5,111	\$ 11,570
NONCASH CAPITAL AND FINANCING ACTIVITIES:				
LEASE ASSET ACQUISITION	\$ 28,374	\$ 5,840	\$ 20,720	\$ —
SUBSCRIPTION ASSET ACQUISITION	14,760	—	—	13,660
BREAKDOWN OF CASH AND CASH EQUIVALENTS				
CASH AND CASH EQUIVALENTS	\$ 673,369	\$ 7,459	\$ 16,915	\$ 38,423
	\$ 673,369	\$ 7,459	\$ 16,915	\$ 38,423

SAN BERNARDINO COUNTY
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS (CONTINUED)
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	FLEET MANAGEMENT	RISK MANAGEMENT	FLOOD CONTROL EQUIPMENT
CASH FLOWS FROM OPERATING ACTIVITIES:			
CASH RECEIVED FROM OTHER FUNDS FOR INTERNAL SERVICES	\$ 48,991	\$ 218,529	\$ 6,859
CASH PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES	(25,745)	(173,184)	(314)
CASH PAYMENTS TO EMPLOYEES FOR SERVICES	(11,321)	(9,803)	—
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	11,925	35,542	6,545
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
TRANSFERS RECEIVED	73	—	237
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	73	—	237
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
ACQUISITION AND CONSTRUCTION OF CAPITAL ASSETS	(11,603)	(1,298)	(4,433)
INTEREST PAID ON CAPITAL LEASE OBLIGATIONS & ADVANCES	(7)	(27)	—
PROCEEDS (PAYMENTS) ON LEASE LIABILITY	84	—	—
PROCEEDS (PAYMENTS) ON SUBSCRIPTION LIABILITY	510	823	—
PROCEEDS FROM SALE OF CAPITAL ASSETS	672	—	3
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	(10,344)	(502)	(4,430)
CASH FLOWS FROM INVESTING ACTIVITIES:			
INTEREST ON INVESTMENTS	1,892	31,881	626
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	1,892	31,881	626
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,546	66,921	2,978
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	32,079	494,994	10,054
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 35,625	\$ 561,915	\$ 13,032
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
OPERATING INCOME (LOSS)	\$ 7,846	\$ (21,028)	\$ 2,804
ADJUSTMENTS TO RECONCILE OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
DEPRECIATION AND AMORTIZATION	5,618	359	1,469
NONOPERATING REVENUE (EXPENSE) RELATED TO OPERATING ACTIVITIES	2	5,761	26
CHANGES IN ASSETS, DEFERRED OUTFLOWS, LIABILITIES AND DEFERRED INFLOWS:			
ACCOUNTS RECEIVABLE	—	(543)	—
DUE FROM OTHER FUNDS	25	(1,020)	351
DUE FROM OTHER GOVERNMENTS	98	(7)	(19)
INVENTORIES	94	—	—
PREPAID ITEMS	—	7	—
DEFERRED OUTFLOWS OF RESOURCES	568	(12)	—
ACCOUNTS PAYABLE	(1,314)	1,705	1,781
INTEREST PAYABLE	4	19	—
SALARIES AND BENEFITS PAYABLE	35	79	—
DUE TO OTHER FUNDS	(129)	11,599	133
DUE TO OTHER GOVERNMENTS	—	(384)	—
ADVANCES FROM OTHERS	—	(411)	—
COMPENSATED ABSENCES PAYABLE	206	50	—
NET PENSION LIABILITY	(855)	(362)	—
DEFERRED INFLOWS OF RESOURCES	(273)	(263)	—
ESTIMATED LIABILITY FOR LITIGATION AND SELF-INSURED CLAIMS	—	39,993	—
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 11,925	\$ 35,542	\$ 6,545
NONCASH CAPITAL AND FINANCING ACTIVITIES:			
LEASE ASSET ACQUISITION	1,814	—	—
SUBSCRIPTION ASSET ACQUISITION	420	680	—
BREAKDOWN OF CASH AND CASH EQUIVALENTS			
CASH AND CASH EQUIVALENTS	\$ 35,625	\$ 561,915	\$ 13,032
	\$ 35,625	\$ 561,915	\$ 13,032



COMBINING FINANCIAL STATEMENTS FIDUCIARY FUNDS



SAN BERNARDINO COUNTY FIDUCIARY FUNDS DESCRIPTIONS

PRIVATE-PURPOSE TRUST FUNDS

Public Guardian

The Public Guardian fund accounts for assets which are held in trust for San Bernardino County residents who are gravely disabled or otherwise incompetent and have lost the ability to properly care for themselves and administer their estates.

Public Administrator

The Public Administrator fund accounts for assets which are held in trust for the administration of decedents' estates on behalf of San Bernardino County dependents who have no known relatives who are willing to administer their estates.

RDA Successor Agency

The RDA Successor Agency fund accounts for assets which are held by San Bernardino County in trust to wind down the affairs of the former redevelopment agency according to the Dissolution Act (ABX1 26) of 2012.

CUSTODIAL FUNDS

Unapportioned Collections

The Unapportioned Collections fund accounts for secured and unsecured property taxes receivable, court fines, amounts which are impounded because of disputes or litigation, as well as amounts held pending authority for apportionment.

CalSaws Consortium

The CalSAWS Consortium fund accounts for cash accumulated for the operation and maintenance of an automated welfare system to be used by each of the fifty-eight member counties in California on behalf of CalSAWS Consortium Joint Power Authority.

Tax Collections For School Bonds

Tax Collections for School Bonds fund accounts for cash accumulated from property tax levy to be used for debt service payments of school bonds on behalf of School Districts and Community College Districts.

Other Custodial

Other Custodial funds account for assets of various other funds which are held for other governmental agencies or individuals by the County in a custodial capacity.

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	PUBLIC GUARDIAN	PUBLIC ADMINISTRATOR	RDA SUCCESSOR AGENCY
ASSETS				
CASH AND INVESTMENTS (NOTE 4)	\$ 35,111	\$ 14,477	\$ 19,445	\$ 1,189
RECEIVABLES:				
INTEREST AND DIVIDENDS RECEIVABLE	375	160	202	13
TOTAL RECEIVABLES	375	160	202	13
LAND HELD FOR RESALE	13,276	—	—	13,276
PREPAID ITEMS	852	—	—	852
RESTRICTED CASH AND CASH EQUIVALENTS	3,594	—	—	3,594
TOTAL ASSETS	53,208	14,637	19,647	18,924
DEFERRED OUTFLOWS OF RESOURCES	924	—	—	924
LIABILITIES				
DUE TO OTHER GOVERNMENTS	168	76	—	92
INTEREST PAYABLE	667	—	—	667
BONDS AND NOTES PAYABLE:				
DUE IN ONE YEAR	2,717	—	—	2,717
DUE AFTER ONE YEAR	50,425	—	—	50,425
TOTAL LIABILITIES	53,977	76	—	53,901
DEFERRED INFLOWS OF RESOURCES	402	—	—	402
NET POSITION				
RESTRICTED FOR:				
INDIVIDUALS, ORGANIZATIONS, AND OTHER GOVERNMENTS	(247)	14,561	19,647	(34,455)
TOTAL NET POSITION (DEFICIT)	\$ (247)	\$ 14,561	\$ 19,647	\$ (34,455)

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	UNAPPORTIONED COLLECTIONS	CALSAWS CONSORTIUM	TAX COLLECTIONS FOR SCHOOL BONDS	OTHER CUSTODIAL
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
ASSETS					
CASH AND INVESTMENTS (NOTE 4)	\$ 884,281	\$ 475,296	\$ 2,695	\$ 391,021	\$ 15,269
RECEIVABLES:					
ACCOUNTS RECEIVABLE - NET	33,224	33,112	—	—	112
TAXES RECEIVABLE	237,184	237,184	—	—	—
INTEREST AND DIVIDENDS RECEIVABLE	6,731	2,409	—	4,309	13
DUE FROM OTHER GOVERNMENTS	26,760	25,311	—	—	1,449
TOTAL RECEIVABLES	<u>303,899</u>	<u>298,016</u>	<u>—</u>	<u>4,309</u>	<u>1,574</u>
 TOTAL ASSETS	 <u>1,188,180</u>	 <u>773,312</u>	 <u>2,695</u>	 <u>395,330</u>	 <u>16,843</u>
LIABILITIES					
ACCOUNTS PAYABLE AND OTHER LIABILITIES	41	13	—	—	28
DUE TO OTHER GOVERNMENTS	<u>289,654</u>	<u>286,703</u>	<u>2,695</u>	<u>—</u>	<u>256</u>
 TOTAL LIABILITIES	 <u>289,695</u>	 <u>286,716</u>	 <u>2,695</u>	 <u>—</u>	 <u>284</u>
NET POSITION					
RESTRICTED FOR:					
INDIVIDUALS, ORGANIZATIONS, AND OTHER GOVERNMENTS	898,485	486,596	—	395,330	16,559
TOTAL NET POSITION	<u>\$ 898,485</u>	<u>\$ 486,596</u>	<u>\$ —</u>	<u>\$ 395,330</u>	<u>\$ 16,559</u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	<u>TOTAL</u>	<u>PUBLIC GUARDIAN</u>	<u>PUBLIC ADMINISTRATOR</u>	<u>RDA SUCCESSOR AGENCY</u>
ADDITIONS				
CONTRIBUTIONS:				
REDEVELOPMENT AGENCY PROPERTY TAX TRUST FUND	\$ 4,913	\$ –	\$ –	\$ 4,913
GIFTS AND BEQUESTS	21,256	12,219	9,037	–
TOTAL CONTRIBUTIONS	<u>26,169</u>	<u>12,219</u>	<u>9,037</u>	<u>4,913</u>
INVESTMENT INCOME:				
NET INCREASE IN FAIR VALUE OF INVESTMENTS	518	218	280	20
INTEREST, DIVIDENDS, AND OTHER INCOME	949	597	206	146
NET INVESTMENT INCOME	<u>1,467</u>	<u>815</u>	<u>486</u>	<u>166</u>
TOTAL ADDITIONS	<u>27,636</u>	<u>13,034</u>	<u>9,523</u>	<u>5,079</u>
DEDUCTIONS				
BENEFIT AND REFUND PAYMENTS TO INDIVIDUALS	18,069	11,825	6,244	–
DISTRIBUTION AND OBLIGATION RETIREMENTS	1,942	–	–	1,942
ADMINISTRATIVE EXPENSES	<u>210</u>	<u>–</u>	<u>–</u>	<u>210</u>
TOTAL DEDUCTIONS	<u>20,221</u>	<u>11,825</u>	<u>6,244</u>	<u>2,152</u>
CHANGE IN NET POSITION	7,415	1,209	3,279	2,927
NET POSITION (DEFICIT) HELD IN TRUST, BEGINNING	(7,662)	13,352	16,368	(37,382)
NET POSITION (DEFICIT) HELD IN TRUST, ENDING	<u><u>\$ (247)</u></u>	<u><u>\$ 14,561</u></u>	<u><u>\$ 19,647</u></u>	<u><u>\$ (34,455)</u></u>

SAN BERNARDINO COUNTY
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL	UNAPPORTIONED COLLECTIONS	CALSAWS CONSORTIUM	TAX COLLECTIONS FOR SCHOOL BONDS	OTHER CUSTODIAL
ADDITIONS					
INVESTMENT INCOME:					
NET INCREASE IN FAIR VALUE OF INVESTMENTS	\$ 7,955	\$ 2,940	\$ –	\$ 4,995	\$ 20
INTEREST, DIVIDENDS, AND OTHER	19,991	7,156	–	12,787	48
NET INVESTMENT INCOME	27,946	10,096	–	17,782	68
TAXES COLLECTED FOR OTHER GOVERNMENTS	3,517,116	3,224,572	–	277,450	15,094
FINES AND FEES COLLECTED FOR OTHER GOVERNMENTS	116,487	99,389	–	–	17,098
STATE FUNDS COLLECTED FOR OTHER GOVERNMENTS	359,350	–	337,728	–	21,622
BOND PROCEEDS COLLECTED FOR OTHER GOVERNMENTS	36,287	–	–	36,287	–
PAYMENTS COLLECTED ON BEHALF OF OTHERS	7,895	–	7,268	–	627
TOTAL ADDITIONS	4,065,081	3,334,057	344,996	331,519	54,509
DEDUCTIONS					
BENEFIT AND REFUND PAYMENTS TO INDIVIDUALS	627	–	–	–	627
DISTRIBUTION AND OBLIGATION RETIREMENTS	317,543	–	–	317,439	104
DISTRIBUTION OF PROPERTY TRANSFER TAX	8,445	–	–	–	8,445
TAX COLLECTIONS DISBURSED TO OTHER GOVERNMENTS	3,152,450	3,145,915	–	–	6,535
TAX ADJUSTMENTS DISBURSED TO INDIVIDUALS	53,678	53,678	–	–	–
FINES AND FEES DISBURSED TO OTHER GOVERNMENTS	79,955	66,054	–	–	13,901
FINES AND FEES DISBURSED TO INDIVIDUALS	17,728	16,399	–	–	1,329
STATE FUNDS DISBURSED TO OTHER GOVERNMENTS	21,614	–	–	–	21,614
PAYMENTS DISBURSED TO OTHERS	345,822	1,104	344,718	–	–
ADMINISTRATIVE EXPENSES	19,630	18,889	278	455	8
OTHER EXPENSE	67	–	–	–	67
TOTAL DEDUCTIONS	4,017,559	3,302,039	344,996	317,894	52,630
CHANGE IN NET POSITION	47,522	32,018	–	13,625	1,879
NET POSITION HELD IN TRUST, BEGINNING	850,963	454,578	–	381,705	14,680
NET POSITION HELD IN TRUST, ENDING	\$ 898,485	\$ 486,596	\$ –	\$ 395,330	\$ 16,559





**COMBINING SCHEDULE OF
REVENUES, EXPENDITURES,
AND CHANGES IN FUND
BALANCES (DEFICIT)
BUDGET AND ACTUAL ON
BUDGETARY BASIS**



SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL ON BUDGETARY BASIS
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 287,744	\$ 299,685	\$ 11,941
LICENSES, PERMITS AND FRANCHISES	–	1,015	1,015
FINES, FORFEITURES AND PENALTIES	4,409	5,081	672
REVENUES FROM USE OF MONEY AND PROPERTY	35,279	100,537	65,258
AID FROM OTHER GOVERNMENTAL AGENCIES	800,547	594,364	(206,183)
CHARGES FOR CURRENT SERVICES	170,025	177,883	7,858
OTHER REVENUES	52,028	45,184	(6,844)
TOTAL REVENUES	1,350,032	1,223,749	(126,283)
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	8,745	3,838	4,907
PUBLIC PROTECTION	643,137	392,789	250,348
PUBLIC WAYS AND FACILITIES	222,302	120,624	101,678
HEALTH AND SANITATION	368,489	283,546	84,943
PUBLIC ASSISTANCE	266,042	153,232	112,810
EDUCATION	34,861	23,575	11,286
RECREATION AND CULTURAL SERVICES	18,927	15,922	3,005
DEBT SERVICE:			
PRINCIPAL	48,280	48,438	(158)
INTEREST AND FISCAL CHARGES	6,001	3,680	2,321
CAPITAL OUTLAY	214,461	142,128	72,333
TOTAL EXPENDITURES	1,831,245	1,187,772	643,473
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(481,213)	35,977	517,190
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(295,780)	(101,043)	194,737
TRANSFERS IN	297,302	153,589	(143,713)
LONG-TERM DEBT ISSUED	672	–	(672)
LEASE FINANCING	19,407	19,406	(1)
SUBSCRIPTION FINANCING	4,682	5,357	675
SALE OF CAPITAL ASSETS	219	260	41
TOTAL OTHER FINANCING SOURCES AND (USES)	26,502	77,569	51,067
NET CHANGE IN FUND BALANCES	(454,711)	113,546	568,257
FUND BALANCES, BEGINNING	1,474,195	1,474,195	–
FUND BALANCES, ENDING	\$ 1,019,484	\$ 1,587,741	\$ 568,257

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TRANSPORTATION		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
LICENSES, PERMITS AND FRANCHISES	\$ —	\$ 350	\$ 350
REVENUES FROM USE OF MONEY AND PROPERTY	3,152	5,897	2,745
AID FROM OTHER GOVERNMENTAL AGENCIES	124,539	106,777	(17,762)
CHARGES FOR CURRENT SERVICES	2,502	2,145	(357)
OTHER REVENUES	241	462	221
TOTAL REVENUES	130,434	115,631	(14,803)
EXPENDITURES:			
CURRENT:			
PUBLIC WAYS AND FACILITIES	180,018	102,488	77,530
PRINCIPAL	—	209	(209)
CAPITAL OUTLAY	19,729	27,394	(7,665)
TOTAL EXPENDITURES	199,747	130,091	69,656
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(69,313)	(14,460)	54,853
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(8,328)	(55)	8,273
TRANSFERS IN	78,236	68,458	(9,778)
SUBSCRIPTION FINANCING	624	624	—
SALE OF CAPITAL ASSETS	219	177	(42)
TOTAL OTHER FINANCING SOURCES AND (USES)	70,751	69,204	(1,547)
NET CHANGE IN FUND BALANCES	1,438	54,744	53,306
FUND BALANCES, BEGINNING	72,069	72,069	—
FUND BALANCES, ENDING	<u>\$ 73,507</u>	<u>\$ 126,813</u>	<u>\$ 53,306</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	SPECIAL TRANSPORTATION		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 8,337	\$ 8,504	\$ 167
REVENUES FROM USE OF MONEY AND PROPERTY	2,840	4,735	1,895
AID FROM OTHER GOVERNMENTAL AGENCIES	6,430	1,311	(5,119)
CHARGES FOR CURRENT SERVICES	3,057	5,942	2,885
TOTAL REVENUES	20,664	20,492	(172)
EXPENDITURES:			
CURRENT:			
PUBLIC WAYS AND FACILITIES	37,612	15,559	22,053
TOTAL EXPENDITURES	37,612	15,559	22,053
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(16,948)	4,933	21,881
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(1,020)	(100)	920
TRANSFERS IN	10	55	45
TOTAL OTHER FINANCING SOURCES AND (USES)	(1,010)	(45)	965
NET CHANGE IN FUND BALANCES	(17,958)	4,888	22,846
FUND BALANCES, BEGINNING	71,626	71,626	—
FUND BALANCES, ENDING	\$ 53,668	\$ 76,514	\$ 22,846

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	SPECIAL AVIATION		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ —	\$ 389	\$ 389
AID FROM OTHER GOVERNMENTAL AGENCIES	559	297	(262)
OTHER REVENUES	2,099	2,196	97
TOTAL REVENUES	2,658	2,882	224
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	45	—	45
TOTAL EXPENDITURES	45	—	45
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,613	2,882	269
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(10,223)	(3,167)	7,056
TRANSFERS IN	3,278	—	(3,278)
TOTAL OTHER FINANCING SOURCES AND (USES)	(6,945)	(3,167)	3,778
NET CHANGE IN FUND BALANCES	(4,332)	(285)	4,047
FUND BALANCES, BEGINNING	4,398	4,398	—
FUND BALANCES, ENDING	\$ 66	\$ 4,113	\$ 4,047

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	MENTAL HEALTH SERVICES ACT		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 4,921	\$ 22,648	\$ 17,727
AID FROM OTHER GOVERNMENTAL AGENCIES	282,637	231,156	(51,481)
CHARGES FOR CURRENT SERVICES	12	2,707	2,695
OTHER REVENUES	5,657	4,845	(812)
TOTAL REVENUES	293,227	261,356	(31,871)
EXPENDITURES:			
CURRENT:			
HEALTH AND SANITATION	326,734	261,321	65,413
DEBT SERVICE:			
PRINCIPAL	3,378	3,378	—
INTEREST AND FISCAL CHARGES	404	404	—
CAPITAL OUTLAY	15,049	13,364	1,685
TOTAL EXPENDITURES	345,565	278,467	67,098
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(52,338)	(17,111)	35,227
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(6,771)	(906)	5,865
TRANSFERS IN	4,969	82	(4,887)
LEASE FINANCING	11,895	11,895	—
SUBSCRIPTION FINANCING	958	958	—
TOTAL OTHER FINANCING SOURCES AND (USES)	11,051	12,029	978
NET CHANGE IN FUND BALANCES	(41,287)	(5,082)	36,205
FUND BALANCES, BEGINNING	257,328	257,328	—
FUND BALANCES, ENDING	\$ 216,041	\$ 252,246	\$ 36,205

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	PRESCHOOL SERVICES		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 70	\$ 325	\$ 255
AID FROM OTHER GOVERNMENTAL AGENCIES	119,212	64,197	(55,015)
CHARGES FOR CURRENT SERVICES	294	247	(47)
OTHER REVENUES	250	648	398
TOTAL REVENUES	119,826	65,417	(54,409)
EXPENDITURES:			
CURRENT:			
PUBLIC ASSISTANCE	85,329	72,655	12,674
DEBT SERVICE:			
PRINCIPAL	1,895	1,895	—
INTEREST AND FISCAL CHARGES	128	162	(34)
CAPITAL OUTLAY	17,058	10,971	6,087
TOTAL EXPENDITURES	104,410	85,683	18,727
EXCESS OF REVENUES OVER EXPENDITURES	15,416	(20,266)	(35,682)
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(23,550)	(317)	23,233
TRANSFERS IN	—	11	11
LEASE FINANCING	6,338	6,337	(1)
SUBSCRIPTION FINANCING	264	264	—
TOTAL OTHER FINANCING SOURCES AND (USES)	(16,948)	6,295	23,243
NET CHANGE IN FUND BALANCES	(1,532)	(13,971)	(12,439)
FUND BALANCES, BEGINNING	1,511	1,511	—
FUND BALANCES (DEFICIT), ENDING	<u>\$ (21)</u>	<u>\$ (12,460)</u>	<u>\$ (12,439)</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	AGING AND ADULT SERVICES		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ —	\$ 246	\$ 246
AID FROM OTHER GOVERNMENTAL AGENCIES	28,170	27,648	(522)
OTHER REVENUES	5,432	4,673	(759)
TOTAL REVENUES	33,602	32,567	(1,035)
EXPENDITURES:			
CURRENT:			
PUBLIC ASSISTANCE	33,542	32,432	1,110
DEBT SERVICE:			
PRINCIPAL	60	60	—
TOTAL EXPENDITURES	33,602	32,492	1,110
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	—	75	75
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(29,600)	(28,762)	838
TRANSFERS IN	29,600	28,762	(838)
TOTAL OTHER FINANCING SOURCES AND (USES)	—	—	—
NET CHANGE IN FUND BALANCES	—	75	75
FUND BALANCES, BEGINNING	1,851	1,851	—
FUND BALANCES, ENDING	<u>\$ 1,851</u>	<u>\$ 1,926</u>	<u>\$ 75</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	JOBS AND EMPLOYMENT SERVICES		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 740	\$ 843	\$ 103
AID FROM OTHER GOVERNMENTAL AGENCIES	25,775	20,532	(5,243)
OTHER REVENUES	525	81	(444)
TOTAL REVENUES	27,040	21,456	(5,584)
EXPENDITURES:			
CURRENT:			
PUBLIC ASSISTANCE	24,584	20,724	3,860
DEBT SERVICE:			
PRINCIPAL	832	832	—
INTEREST AND FISCAL CHARGES	56	56	—
CAPITAL OUTLAY	75	—	75
TOTAL EXPENDITURES	25,547	21,612	3,935
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,493	(156)	(1,649)
OTHER FINANCING SOURCES (USES):			
TRANSFERS IN	321	297	(24)
TOTAL OTHER FINANCING SOURCES AND (USES)	321	297	(24)
NET CHANGE IN FUND BALANCES	1,814	141	(1,673)
FUND BALANCES, BEGINNING	334	334	—
FUND BALANCES, ENDING	\$ 2,148	\$ 475	\$ (1,673)

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	COURTHOUSE TEMPORARY CONSTRUCTION		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
FINES, FORFEITURES AND PENALTIES	\$ 150	\$ 362	\$ 212
REVENUES FROM USE OF MONEY AND PROPERTY	3	—	(3)
TOTAL REVENUES	153	362	209
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	198	—	198
TOTAL EXPENDITURES	198	—	198
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(45)	362	407
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	—	(362)	(362)
TOTAL OTHER FINANCING SOURCES AND (USES)	—	(362)	(362)
NET CHANGE IN FUND BALANCES	(45)	—	45
FUND BALANCES, BEGINNING	—	—	—
FUND BALANCES (DEFICIT), ENDING	<u>\$ (45)</u>	<u>\$ —</u>	<u>\$ 45</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	CRIMINAL JUSTICE TEMPORARY CONSTRUCTION		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
FINES, FORFEITURES AND PENALTIES	\$ 1,287	\$ 1,206	\$ (81)
REVENUES FROM USE OF MONEY AND PROPERTY	200	498	298
TOTAL REVENUES	1,487	1,704	217
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(850)	(1,837)	(987)
TOTAL OTHER FINANCING SOURCES AND (USES)	(850)	(1,837)	(987)
NET CHANGE IN FUND BALANCES	637	(133)	(770)
FUND BALANCES, BEGINNING	136	136	—
FUND BALANCES, ENDING	<u>\$ 773</u>	<u>\$ 3</u>	<u>\$ (770)</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	CENTRAL COURTHOUSE SURCHARGE		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 8	\$ 8	\$ -
CHARGES FOR CURRENT SERVICES	2,993	2,651	(342)
TOTAL REVENUES	3,001	2,659	(342)
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(3,001)	(2,658)	343
TRANSFERS IN	-	1,839	1,839
TOTAL OTHER FINANCING SOURCES AND (USES)	(3,001)	(819)	2,182
NET CHANGE IN FUND BALANCES	-	1,840	1,840
FUND BALANCES, BEGINNING	4,497	4,497	-
FUND BALANCES, ENDING	<u>\$ 4,497</u>	<u>\$ 6,337</u>	<u>\$ 1,840</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	MICROGRAPHICS FEES		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 265	\$ 458	\$ 193
CHARGES FOR CURRENT SERVICES	2,747	2,499	(248)
TOTAL REVENUES	3,012	2,957	(55)
EXPENDITURES:			
CURRENT:			
PUBLIC PROTECTION	7,796	4,701	3,095
DEBT SERVICE:			
PRINCIPAL	217	116	101
INTEREST AND FISCAL CHARGES	1	1	—
CAPITAL OUTLAY	455	282	173
TOTAL EXPENDITURES	8,469	5,100	3,369
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,457)	(2,143)	3,314
OTHER FINANCING SOURCES (USES):			
TRANSFERS IN	3,000	3,000	—
TOTAL OTHER FINANCING SOURCES AND (USES)	3,000	3,000	—
NET CHANGE IN FUND BALANCES	(2,457)	857	3,314
FUND BALANCES, BEGINNING	24,200	24,200	—
FUND BALANCES, ENDING	<u>\$ 21,743</u>	<u>\$ 25,057</u>	<u>\$ 3,314</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	LOCAL LAW ENFORCEMENT BLOCK GRANT		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 121	\$ 182	\$ 61
AID FROM OTHER GOVERNMENTAL AGENCIES	1,248	1,264	16
TOTAL REVENUES	1,369	1,446	77
EXPENDITURES:			
CURRENT:			
PUBLIC PROTECTION	1,762	1,138	624
CAPITAL OUTLAY	121	238	(117)
TOTAL EXPENDITURES	1,883	1,376	507
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(514)	70	584
NET CHANGE IN FUND BALANCES	(514)	70	584
FUND BALANCES, BEGINNING	2,907	2,907	—
FUND BALANCES, ENDING	<u>\$ 2,393</u>	<u>\$ 2,977</u>	<u>\$ 584</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	SHERIFF SPECIAL PROJECTS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	191	1,382	1,191
AID FROM OTHER GOVERNMENTAL AGENCIES	9,778	13,749	3,971
CHARGES FOR CURRENT SERVICES	660	859	199
OTHER REVENUES	2	—	(2)
TOTAL REVENUES	10,631	15,990	5,359
EXPENDITURES:			
CURRENT:			
PUBLIC PROTECTION	21,089	8,528	12,561
CAPITAL OUTLAY	4,950	3,706	1,244
TOTAL EXPENDITURES	26,039	12,234	13,805
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(15,408)	3,756	19,164
NET CHANGE IN FUND BALANCES	(15,408)	3,756	19,164
FUND BALANCES, BEGINNING	21,277	21,277	—
FUND BALANCES, ENDING	\$ 5,869	\$ 25,033	\$ 19,164

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	FIRE PROTECTION DISTRICTS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 150,590	\$ 149,320	\$ (1,270)
REVENUES FROM USE OF MONEY AND PROPERTY	7,740	17,393	9,653
AID FROM OTHER GOVERNMENTAL AGENCIES	10,662	10,085	(577)
CHARGES FOR CURRENT SERVICES	137,094	137,653	559
OTHER REVENUES	1,228	3,063	1,835
TOTAL REVENUES	307,314	317,514	10,200
EXPENDITURES:			
CURRENT:			
PUBLIC PROTECTION	316,198	266,960	49,238
DEBT SERVICE:			
PRINCIPAL	2,530	2,829	(299)
INTEREST AND FISCAL CHARGES	3,413	2,266	1,147
CAPITAL OUTLAY	109,898	65,722	44,176
TOTAL EXPENDITURES	432,039	337,777	94,262
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(124,725)	(20,263)	104,462
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(64,603)	—	64,603
TRANSFERS IN	98,369	32,190	(66,179)
SALE OF CAPITAL ASSETS	—	69	69
LEASE FINANCING	494	494	—
SUBSCRIPTION FINANCING	1,796	1,795	(1)
TOTAL OTHER FINANCING SOURCES AND (USES)	36,056	34,548	(1,508)
NET CHANGE IN FUND BALANCES	(88,669)	14,285	102,954
FUND BALANCES, BEGINNING	238,522	238,522	—
FUND BALANCES, ENDING	\$ 149,853	\$ 252,807	\$ 102,954

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	ECONOMIC AND COMMUNITY DEVELOPMENT		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 1,498	\$ 3,113	\$ 1,615
AID FROM OTHER GOVERNMENTAL AGENCIES	106,647	48,331	(58,316)
CHARGES FOR CURRENT SERVICES	—	48	48
OTHER REVENUES	1,940	293	(1,647)
TOTAL REVENUES	110,085	51,785	(58,300)
EXPENDITURES:			
CURRENT:			
PUBLIC ASSISTANCE	120,280	25,826	94,454
DEBT SERVICE:			
PRINCIPAL	274	274	—
INTEREST AND FISCAL CHARGES	5	238	(233)
TOTAL EXPENDITURES	120,559	26,338	94,221
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(10,474)	25,447	35,921
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(30,865)	(6,835)	24,030
TRANSFERS IN	12,863	1,776	(11,087)
TOTAL OTHER FINANCING SOURCES AND (USES)	(18,002)	(5,059)	12,943
NET CHANGE IN FUND BALANCES	(28,476)	20,388	48,864
FUND BALANCES, BEGINNING	53,186	53,186	—
FUND BALANCES, ENDING	\$ 24,710	\$ 73,574	\$ 48,864

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	FLOOD CONTROL DISTRICT		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 93,919	\$ 100,096	\$ 6,177
LICENSES, PERMITS AND FRANCHISES	–	53	53
REVENUES FROM USE OF MONEY AND PROPERTY	467	15,359	14,892
AID FROM OTHER GOVERNMENTAL AGENCIES	5,123	6,561	1,438
CHARGES FOR CURRENT SERVICES	1,063	806	(257)
OTHER REVENUES	4,007	149	(3,858)
TOTAL REVENUES	104,579	123,024	18,445
EXPENDITURES:			
CURRENT:			
PUBLIC PROTECTION	250,001	80,232	169,769
DEBT SERVICE:			
PRINCIPAL	37,561	37,561	–
INTEREST AND FISCAL CHARGES	1,808	250	1,558
CAPITAL OUTLAY	10,930	1,701	9,229
TOTAL EXPENDITURES	300,300	119,744	180,556
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(195,721)	3,280	199,001
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(46,184)	(237)	45,947
TRANSFERS IN	46,513	1,358	(45,155)
SALE OF CAPITAL ASSETS	–	11	11
SUBSCRIPTION FINANCING	625	624	(1)
TOTAL OTHER FINANCING SOURCES AND (USES)	954	1,756	802
NET CHANGE IN FUND BALANCES	(194,767)	5,036	199,803
FUND BALANCES, BEGINNING	322,154	322,154	–
FUND BALANCES, ENDING	\$ 127,387	\$ 327,190	\$ 199,803

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	COUNTY SERVICE AREAS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 5,656	\$ 5,932	\$ 276
REVENUES FROM USE OF MONEY AND PROPERTY	1,174	2,602	1,428
AID FROM OTHER GOVERNMENTAL AGENCIES	8,428	1,534	(6,894)
CHARGES FOR CURRENT SERVICES	4,872	5,970	1,098
OTHER REVENUES	50	17	(33)
TOTAL REVENUES	20,180	16,055	(4,125)
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	2,968	3,059	(91)
PUBLIC WAYS AND FACILITIES	4,672	2,577	2,095
RECREATION AND CULTURAL SERVICES	3,963	2,878	1,085
DEBT SERVICE:			
PRINCIPAL	147	23	124
INTEREST AND FISCAL CHARGES	62	46	16
CAPITAL OUTLAY	14,022	4,886	9,136
TOTAL EXPENDITURES	25,834	13,469	12,365
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(5,654)	2,586	8,240
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(2,644)	(1,368)	1,276
TRANSFERS IN	3,401	1,586	(1,815)
LONG-TERM DEBT ISSUED	672	—	(672)
SALE OF CAPITAL ASSETS	—	3	3
SUBSCRIPTION FINANCING	53	53	—
TOTAL OTHER FINANCING SOURCES AND (USES)	1,482	274	(1,208)
NET CHANGE IN FUND BALANCES	(4,172)	2,860	7,032
FUND BALANCES, BEGINNING	38,600	38,600	—
FUND BALANCES, ENDING	\$ 34,428	\$ 41,460	\$ 7,032

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	PARK AND RECREATION DISTRICTS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 3,829	\$ 4,089	\$ 260
REVENUES FROM USE OF MONEY AND PROPERTY	312	469	157
AID FROM OTHER GOVERNMENTAL AGENCIES	73	175	102
CHARGES FOR CURRENT SERVICES	2,698	2,467	(231)
OTHER REVENUES	1,036	915	(121)
TOTAL REVENUES	7,948	8,115	167
EXPENDITURES:			
CURRENT:			
RECREATION AND CULTURAL SERVICES	9,227	8,559	668
DEBT SERVICE:			
PRINCIPAL	125	—	125
INTEREST AND FISCAL CHARGES	100	233	(133)
CAPITAL OUTLAY	1,322	1,222	100
TOTAL EXPENDITURES	10,774	10,014	760
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(2,826)	(1,899)	927
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(435)	(410)	25
TRANSFERS IN	869	893	24
TOTAL OTHER FINANCING SOURCES AND (USES)	434	483	49
NET CHANGE IN FUND BALANCES	(2,392)	(1,416)	976
FUND BALANCES, BEGINNING	1,701	1,701	—
FUND BALANCES (DEFICIT), ENDING	\$ (691)	\$ 285	\$ 976

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	COUNTY FREE LIBRARY		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 25,384	\$ 31,719	\$ 6,335
REVENUES FROM USE OF MONEY AND PROPERTY	6	23	17
AID FROM OTHER GOVERNMENTAL AGENCIES	269	267	(2)
CHARGES FOR CURRENT SERVICES	1,380	645	(735)
OTHER REVENUES	—	13	13
TOTAL REVENUES	27,039	32,667	5,628
EXPENDITURES:			
CURRENT:			
EDUCATION	34,861	23,575	11,286
DEBT SERVICE:			
PRINCIPAL	671	671	—
INTEREST AND FISCAL CHARGES	17	17	—
CAPITAL OUTLAY	2,793	1,884	909
TOTAL EXPENDITURES	38,342	26,147	12,195
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(11,303)	6,520	17,823
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(5,140)	(5,040)	100
TRANSFERS IN	100	9	(91)
LEASE FINANCING	680	680	—
SUBSCRIPTION FINANCING	961	961	—
TOTAL OTHER FINANCING SOURCES AND (USES)	(3,399)	(3,390)	9
NET CHANGE IN FUND BALANCES	(14,702)	3,130	17,832
FUND BALANCES, BEGINNING	43,654	43,654	—
FUND BALANCES, ENDING	\$ 28,952	\$ 46,784	\$ 17,832

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	REDEVELOPMENT SUCCESSOR HOUSING		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 64	\$ 192	\$ 128
AID FROM OTHER GOVERNMENTAL AGENCIES	—	7	7
OTHER REVENUES	250	248	(2)
TOTAL REVENUES	314	447	133
EXPENDITURES:			
CURRENT:			
PUBLIC ASSISTANCE	1,082	595	487
TOTAL EXPENDITURES	1,082	595	487
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(768)	(148)	620
NET CHANGE IN FUND BALANCES	(768)	(148)	620
FUND BALANCES, BEGINNING	3,873	3,873	—
FUND BALANCES, ENDING	<u>\$ 3,105</u>	<u>\$ 3,725</u>	<u>\$ 620</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	OTHER SPECIAL REVENUE		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
TAXES	\$ 29	\$ 25	\$ (4)
LICENSES, PERMITS AND FRANCHISES	—	612	612
FINES, FORFEITURES AND PENALTIES	2,972	3,513	541
REVENUES FROM USE OF MONEY AND PROPERTY	11,507	23,775	12,268
AID FROM OTHER GOVERNMENTAL AGENCIES	70,997	60,473	(10,524)
CHARGES FOR CURRENT SERVICES	10,653	13,244	2,591
OTHER REVENUES	29,311	27,581	(1,730)
TOTAL REVENUES	125,469	129,223	3,754
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	5,534	779	4,755
PUBLIC PROTECTION	46,291	31,230	15,061
HEALTH AND SANITATION	41,755	22,225	19,530
PUBLIC ASSISTANCE	1,225	1,000	225
RECREATION AND CULTURAL SERVICES	5,737	4,485	1,252
DEBT SERVICE:			
PRINCIPAL	590	590	—
INTEREST AND FISCAL CHARGES	7	7	—
CAPITAL OUTLAY	18,059	10,758	7,301
TOTAL EXPENDITURES	119,198	71,074	48,124
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,271	58,149	51,878
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(62,566)	(48,989)	13,577
TRANSFERS IN	15,773	13,273	(2,500)
SUBSCRIPTION FINANCING	78	78	—
TOTAL OTHER FINANCING SOURCES AND (USES)	(46,715)	(35,638)	11,077
NET CHANGE IN FUND BALANCES	(40,444)	22,511	62,955
FUND BALANCES, BEGINNING	310,371	310,371	—
FUND BALANCES, ENDING	\$ 269,927	\$ 332,882	\$ 62,955

SAN BERNARDINO COUNTY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS
CAPITAL IMPROVEMENT FUND
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
REVENUES:				
REVENUES FROM USE OF MONEY AND PROPERTY	\$ —	\$ —	\$ 4,126	\$ 4,126
AID FROM OTHER GOVERNMENTAL AGENCIES	(93,225)	(92,187)	4,028	96,215
OTHER REVENUES	—	—	227	227
TOTAL REVENUES	(93,225)	(92,187)	8,381	100,568
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	6,095	5,997	(180,869)	186,866
DEBT SERVICE:				
PRINCIPAL	—	98	98	—
CAPITAL OUTLAY	861,665	1,136,559	438,063	698,496
TOTAL EXPENDITURES	867,760	1,142,654	257,292	885,362
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(960,985)	(1,234,841)	(248,911)	985,930
OTHER FINANCING SOURCES (USES):				
TRANSFERS OUT	(44,059)	(203,547)	(24,260)	179,287
TRANSFERS IN	383,881	817,226	325,499	(491,727)
TOTAL OTHER FINANCING SOURCES AND (USES)	339,822	613,679	301,239	(312,440)
NET CHANGE IN FUND BALANCES	(621,163)	(621,162)	52,328	673,490
FUND BALANCES, BEGINNING	668,489	668,489	668,489	—
FUND BALANCES, ENDING	\$ 47,326	\$ 47,327	\$ 720,817	\$ 673,490

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS
CERTAIN CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	TOTAL		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 802	\$ 1,561	\$ 759
AID FROM OTHER GOVERNMENTAL AGENCIES	1,500	1,500	–
TOTAL REVENUES	2,302	3,061	759
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	1,780	(233)	2,013
DEBT SERVICE:			
PRINCIPAL	1,509	–	1,509
INTEREST AND FISCAL CHARGES	129	60	69
CAPITAL OUTLAY	46,712	18,230	28,482
TOTAL EXPENDITURES	50,130	18,057	32,073
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(47,828)	(14,996)	32,832
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(751)	(864)	(113)
TRANSFERS IN	40,266	26,289	(13,977)
LONG-TERM DEBT ISSUED	54	–	(54)
TOTAL OTHER FINANCING SOURCES AND (USES)	39,569	25,425	(14,144)
NET CHANGE IN FUND BALANCES	(8,259)	10,429	18,688
FUND BALANCES, BEGINNING	30,255	30,255	–
FUND BALANCES, ENDING	\$ 21,996	\$ 40,684	\$ 18,688

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	REDEVELOPMENT SUCCESSOR HOUSING		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 402	\$ 823	\$ 421
TOTAL REVENUES	402	823	421
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	207	208	(1)
CAPITAL OUTLAY	1,150	—	1,150
TOTAL EXPENDITURES	1,357	208	1,149
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(955)	615	1,570
NET CHANGE IN FUND BALANCES	(955)	615	1,570
FUND BALANCES, BEGINNING	14,475	14,475	—
FUND BALANCES, ENDING	\$ 13,520	\$ 15,090	\$ 1,570

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	FIRE PROTECTION DISTRICTS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 201	\$ 127	\$ (74)
TOTAL REVENUES	201	127	(74)
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	—	(624)	(624)
TOTAL OTHER FINANCING SOURCES AND (USES)	—	(624)	(624)
NET CHANGE IN FUND BALANCES	201	(497)	(698)
FUND BALANCES, BEGINNING	507	507	—
FUND BALANCES, ENDING	<u>\$ 708</u>	<u>\$ 10</u>	<u>\$ (698)</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	PARK AND RECREATION DISTRICTS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 101	\$ 269	\$ 168
AID FROM OTHER GOVERNMENTAL AGENCIES	2,695	1,652	(1,043)
TOTAL REVENUES	2,796	1,921	(875)
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	268	(64)	332
DEBT SERVICE:			
PRINCIPAL	1,509	—	1,509
INTEREST AND FISCAL CHARGES	129	38	91
CAPITAL OUTLAY	12,941	6,035	6,906
TOTAL EXPENDITURES	14,847	6,009	8,838
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(12,051)	(4,088)	7,963
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(69)	—	69
TRANSFERS IN	10,246	10,281	35
TOTAL OTHER FINANCING SOURCES AND (USES)	10,177	10,281	104
NET CHANGE IN FUND BALANCES	(1,874)	6,193	8,067
FUND BALANCES, BEGINNING	645	645	—
FUND BALANCES (DEFICIT), ENDING	<u>\$ (1,229)</u>	<u>\$ 6,838</u>	<u>\$ 8,067</u>

SAN BERNARDINO COUNTY
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL ON BUDGETARY BASIS (CONTINUED)
CERTAIN CAPITAL PROJECTS FUNDS
YEAR ENDED JUNE 30, 2025 (IN THOUSANDS)

	COUNTY SERVICE AREAS		
	FINAL BUDGET	ACTUAL ON BUDGETARY BASIS	VARIANCE WITH FINAL BUDGET
REVENUES:			
REVENUES FROM USE OF MONEY AND PROPERTY	\$ 98	\$ 342	\$ 244
AID FROM OTHER GOVERNMENTAL AGENCIES	(1,195)	(152)	1,043
TOTAL REVENUES	(1,097)	190	1,287
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	1,305	(377)	1,682
DEBT SERVICE:			
INTEREST AND FISCAL CHARGES	–	22	(22)
CAPITAL OUTLAY	32,621	12,195	20,426
TOTAL EXPENDITURES	33,926	11,840	22,086
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(35,023)	(11,650)	23,373
OTHER FINANCING SOURCES (USES):			
TRANSFERS OUT	(682)	(240)	442
TRANSFERS IN	30,020	16,008	(14,012)
LONG-TERM DEBT ISSUED	54	–	(54)
TOTAL OTHER FINANCING SOURCES AND (USES)	29,392	15,768	(13,624)
NET CHANGE IN FUND BALANCES	(5,631)	4,118	9,749
FUND BALANCES, BEGINNING	14,628	14,628	–
FUND BALANCES, ENDING	\$ 8,997	\$ 18,746	\$ 9,749



STATISTICAL SECTION



SAN BERNARDINO COUNTY

STATISTICAL SECTION DESCRIPTIONS

The information in this section is not covered by the Independent Auditor’s Report but is presented as supplemental data for the benefit of the readers of the annual comprehensive financial report. The objectives of statistical section information are to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, notes to financial statements, and required supplementary information to understand and assess a government's condition.

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DEBT CAPACITY

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Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.



SAN BERNARDINO COUNTY
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS (IN THOUSANDS)
(ACCRUAL BASIS OF ACCOUNTING)

	2015-2016	2016-2017	2017-2018 as restated	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025(1)
GOVERNMENTAL ACTIVITIES										
NET INVESTMENT IN CAPITAL ASSETS	\$ 1,843,897	\$ 1,919,224	\$ 1,969,174	\$ 2,050,846	\$ 2,113,071	\$ 2,126,175	\$ 2,130,271	\$ 2,164,774	\$ 2,360,041	\$ 2,560,261
RESTRICTED	942,150	1,046,820	1,153,493	1,322,967	1,426,618	1,632,684	1,884,804	2,311,578	2,534,608	2,800,064
UNRESTRICTED (DEFICIT)	(1,147,159)	(1,004,921)	(887,566)	(715,197)	(547,234)	(274,133)	406,992	678,271	1,311,973	1,576,969
SUBTOTAL GOVERNMENTAL ACTIVITIES NET POSITION	<u>1,638,888</u>	<u>1,961,123</u>	<u>2,235,101</u>	<u>2,658,616</u>	<u>2,992,455</u>	<u>3,484,726</u>	<u>4,422,067</u>	<u>5,154,623</u>	<u>6,206,622</u>	<u>6,937,294</u>
BUSINESS-TYPE ACTIVITIES										
NET INVESTMENT IN CAPITAL ASSETS	202,941	205,158	209,059	255,966	335,006	290,782	323,482	359,217	388,424	433,311
RESTRICTED	74,990	80,983	72,006	70,922	31,218	8,898	–	13,567	27,839	23,859
UNRESTRICTED	39,906	124,939	173,311	239,605	249,819	228,448	287,518	305,210	362,177	402,566
SUBTOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	<u>317,837</u>	<u>411,080</u>	<u>454,376</u>	<u>566,493</u>	<u>616,043</u>	<u>528,128</u>	<u>611,000</u>	<u>677,994</u>	<u>778,440</u>	<u>859,736</u>
PRIMARY GOVERNMENT										
NET INVESTMENT IN CAPITAL ASSETS	2,046,838	2,124,382	2,178,233	2,306,812	2,448,077	2,416,957	2,453,753	2,523,991	2,748,465	2,993,572
RESTRICTED	1,017,140	1,127,803	1,225,499	1,393,889	1,457,836	1,641,582	1,884,804	2,325,145	2,562,447	2,823,923
UNRESTRICTED (DEFICIT)	(1,107,253)	(879,982)	(714,255)	(475,592)	(297,415)	(45,685)	694,510	983,481	1,674,150	1,979,535
TOTAL PRIMARY GOVERNMENT NET POSITION	<u>\$ 1,956,725</u>	<u>\$ 2,372,203</u>	<u>\$ 2,689,477</u>	<u>\$ 3,225,109</u>	<u>\$ 3,608,498</u>	<u>\$ 4,012,854</u>	<u>\$ 5,033,067</u>	<u>\$ 5,832,617</u>	<u>\$ 6,985,062</u>	<u>\$ 7,797,030</u>

Notes:

Generally accepted accounting principles (GAAP) requires that net position be reported in three components in the financial statements: net investment in capital assets; restricted; and unrestricted. Net position is considered restricted when 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.

(1) The County adopted GASB 101 in FY 2024-25, resulting in a restatement of the beginning balance of July 1, 2024 and prior year amounts were not restated.

SAN BERNARDINO COUNTY
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS (IN THOUSANDS)
(ACCRUAL BASIS OF ACCOUNTING)

	2015-2016	2016-2017	2017-2018 as restated	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025(3)
Expenses										
<u>Governmental Activities:</u>										
General Government	\$ 158,981	\$ 169,368	\$ 176,594	\$ 193,206	\$ 297,199	\$ 301,548	\$ 224,605	\$ 268,068	\$ 310	\$ 330,674
Public Protection	1,054,075	1,164,533	1,225,387	1,301,638	1,399,634	1,619,673	1,405,622	1,629,396	1,758	1,904,953
Public Ways and Facilities	81,902	86,017	87,993	89,908	107,443	106,332	101,367	141,481	137	131,377
Health and Sanitation	338,910	390,442	433,482	491,059	531,405	659,624	605,285	622,695	681	743,796
Public Assistance	1,079,575	1,138,660	1,196,683	1,232,193	1,368,711	1,438,825	1,329,724	1,553,529	1,663	1,774,719
Education	19,424	20,010	21,182	22,375	23,170	23,400	30,064	25,565	26	28,504
Recreation and Cultural Services	24,505	24,984	24,563	26,583	27,889	34,142	29,762	34,250	35	41,355
Interest on Long Term Debt	42,744	39,447	30,563	28,131	20,021	11,834	7,586	7,785	7	8,942
Total Governmental Activities	2,800,116	3,033,461	3,196,447	3,385,093	3,775,472	4,195,378	3,734,015	4,282,769	4,617	4,964,320
<u>Business-type Activities:</u>										
Medical Center	507,668	535,515	542,185	572,061	622,695	695,142	723,651	799,661	855	911,755
Waste Systems	60,717	62,075	92,211	82,267	72,411	109,358	102,307	100,378	103	114,442
Housing Authority (1)	105,876	114,722	130,533	129,967	141,340	—	—	—	—	—
Water, Sewer, and Sanitation	20,804	16,745	16,454	19,263	16,322	14,714	18,075	21,688	19	22,884
Others (2)	67	47	24	69	102	63	183	96	—	81
Total Business-type Activities	695,132	729,104	781,407	803,627	852,870	819,277	844,216	921,823	977	1,049,162
Total Primary Government Expenses	\$ 3,495,248	\$ 3,762,565	\$ 3,977,854	\$ 4,188,720	\$ 4,628,342	\$ 5,014,655	\$ 4,578,231	\$ 5,204,592	\$ 5,595	\$ 6,013,482
Program Revenues										
<u>Governmental Activities:</u>										
<u>Charges for Services:</u>										
General Government	\$ 150,204	\$ 155,023	\$ 167,377	\$ 167,121	\$ 171,032	\$ 175,884	\$ 151,227	\$ 186,889	\$ 213	\$ 234,293
Public Protection	251,153	278,441	304,073	299,488	323,211	347,206	374,154	362,350	409	408,186
Public Ways and Facilities	9,047	6,209	8,433	8,308	9,303	8,394	10,035	8,325	14	12,698
Health and Sanitation	22,304	23,516	24,201	24,101	34,999	33,532	34,010	41,316	13	31,264
Public Assistance	3,034	2,891	3,778	3,315	3,574	3,355	3,186	3,030	2	3,154
Education	1,011	1,114	1,312	1,328	1,042	284	507	796	1	645
Recreation and Cultural Services	8,773	8,805	9,100	9,494	7,454	8,980	11,023	10,521	11	13,016
<u>Operating Grants/Contributions:</u>										
General Government	7,822	10,117	31,099	40,837	81,325	109,154	84,364	74,008	84	96,557
Public Protection	279,206	267,910	271,012	304,698	334,240	606,516	374,601	421,585	360	421,473
Public Ways and Facilities	46,838	42,414	50,998	85,258	87,642	84,015	90,534	100,921	125	124,023
Health and Sanitation	376,831	442,958	405,087	493,278	471,039	629,536	663,031	630,547	775	781,255
Public Assistance	1,080,108	1,102,910	1,115,919	1,199,953	1,271,794	1,354,678	1,453,713	1,515,709	1,625	1,707,978

SAN BERNARDINO COUNTY
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS (IN THOUSANDS)
(ACCRUAL BASIS OF ACCOUNTING)

	2015-2016	2016-2017	2017-2018 as restated	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025(3)
Education	254	234	269	332	644	1,247	223	508	1	290
Recreation and Cultural Services	686	415	2,110	2,517	2,483	688	1,652	5,917	8	5,255
Capital Grants/Contributions:										
General Government	182	996	20	—	201	—	—	1	—	—
Public Protection	2	—	—	167	—	60	—	150	—	—
Public Ways and Facilities	250	7,051	3,725	95	3,895	1,884	705	4,958	1	3,998
Recreation and Cultural Services	50	—	—	—	268	—	865	386	3	2,669
Subtotal Governmental Activities	2,237,755	2,351,004	2,398,513	2,640,290	2,804,146	3,365,413	3,253,830	3,367,917	3,644	3,846,754
Business-type Activities:										
Charges for Services:										
Medical Center	448,135	473,065	342,236	376,232	353,683	376,434	456,817	508,833	544	610,174
Waste System	76,869	77,671	83,612	87,274	92,408	93,534	95,149	101,016	109	117,275
Housing Authority (1)	16,300	17,354	20,553	22,813	24,794	—	—	—	—	—
Water, Sewer, and Sanitation	13,459	12,778	14,163	14,073	14,331	14,702	17,034	14,641	15	15,652
Others (2)	74	84	69	61	175	1	93	110	—	40
Operating Grants & Contributions:										
Medical Center	95,250	105,475	221,142	218,366	276,129	311,056	346,938	309,479	336	326,128
Waste System	79	78	77	77	90	155	75	353	—	74
Housing Authority (1)	91,044	96,883	109,603	115,878	106,066	—	—	—	—	—
Water, Sewer, and Sanitation	72	34	167	3,759	2,085	344	636	895	1	139
Others (2)	—	—	—	—	2	—	—	1	—	—
Capital Grants & Contributions:										
Medical Center	18,855	18,826	24,637	21,351	20,654	16,926	12,643	19,156	19	17,731
Housing Authority (1)	161	462	102	1,723	—	—	—	—	—	—
Water, Sewer, and Sanitation	170	28	—	—	—	17	—	—	—	—
Subtotal Business-type Activities	760,468	802,738	816,361	861,607	890,417	813,169	929,385	954,484	1,025	1,087,213
Total Primary Government Program Revenues	\$ 2,998,223	\$ 3,153,742	\$ 3,214,874	\$ 3,501,897	\$ 3,694,563	\$ 4,178,582	\$ 4,183,215	\$ 4,322,401	\$ 4,670	\$ 4,933,967
Net (Expense) / Revenue										
Governmental Activities	\$ (562,361)	\$ (682,457)	\$ (797,934)	\$ (744,803)	\$ (971,326)	\$ (829,965)	\$ (480,185)	\$ (914,852)	\$ (973)	\$ (1,117,566)
Business-type Activities	65,336	73,634	34,954	57,980	37,547	(6,108)	85,169	32,661	48	38,051
Total Primary Government Net Expenses	\$ (497,025)	\$ (608,823)	\$ (762,980)	\$ (686,823)	\$ (933,779)	\$ (836,073)	\$ (395,016)	\$ (882,191)	\$ (925)	\$ (1,079,515)

Notes

(1) Housing Authority (HACSB) became a blended component unit effective July 1, 2014 through June 30, 2020. HACSB is no longer a blended component unit effective July 1, 2020.

(2) Starting in fiscal year 2019-20 business activities had Other reported for Operating Grants and Contributions.

(3) The County adopted GASB 101 in FY 2024–2025, resulting in a restatement of the beginning balance as of July 1, 2024, and prior year amounts were not restated.

SAN BERNARDINO COUNTY
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS (IN THOUSANDS)
(ACCRUAL BASIS OF ACCOUNTING)

	2015-2016	2016-2017	2017-2018 as restated	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes, Levied for General Purposes	\$ 617,923	\$ 664,059	\$ 704,316	\$ 785,169	\$ 836,582	\$ 921,872	\$ 981,516	\$ 1,072,879	\$ 1,172,959	\$ 1,271,705
Public Safety Tax	164,993	174,648	188,194	197,665	195,009	221,401	277,989	289,757	281,728	280,831
Sales Taxes	43,595	28,019	29,886	—	—	—	—	—	—	—
Other Taxes	20,743	20,125	25,257	27,465	28,221	39,830	54,183	48,829	49,362	42,765
American Rescue Plan Act	—	—	—	—	—	—	57,739	79,644	234,924	47,335
Unrestricted Revenues from Use of Money and Property	42,739	48,663	36,935	88,199	92,872	34,433	(15,813)	91,414	226,743	241,640
Miscellaneous	69,822	70,077	78,121	82,549	73,902	72,518	55,585	65,327	60,247	70,378
Gains on Sale of Capital Assets	11,676	3,781	4,750	4,073	72,043	3,006	3,517	3,041	3,123	984
Transfers	(19,728)	(4,680)	4,453	(16,802)	6,536	4,395	2,810	(3,483)	(4,023)	(11,919)
Subtotal Governmental Activities	951,763	1,004,692	1,071,912	1,168,318	1,305,165	1,297,455	1,417,526	1,647,408	2,025,063	1,943,719
Business-type Activities:										
Property Taxes, Levied for General Purposes	2,981	3,105	3,198	3,424	4,397	4,630	4,760	5,052	5,576	6,051
Other Taxes	—	—	—	—	—	—	—	—	136	—
Unrestricted Revenues from Use of Money and Property	3,155	1,263	2,835	11,336	11,402	61	(5,961)	6,571	19,426	23,074
Miscellaneous	4,536	10,132	6,561	18,076	2,685	852	1,579	19,227	23,133	15,429
Gains on Sale of Capital Assets	671	329	201	4,499	55	—	135	—	23	—
Transfers	19,628	4,780	(4,453)	16,802	(6,536)	(4,395)	(2,810)	3,483	4,023	11,919
Subtotal Business-type Activities	30,971	19,609	8,342	54,137	12,003	1,148	(2,297)	34,333	52,317	56,473
Total Primary Government	<u>\$ 982,734</u>	<u>\$ 1,024,301</u>	<u>\$ 1,080,254</u>	<u>\$ 1,222,455</u>	<u>\$ 1,317,168</u>	<u>\$ 1,298,603</u>	<u>\$ 1,415,229</u>	<u>\$ 1,681,741</u>	<u>\$ 2,077,380</u>	<u>\$ 2,000,192</u>
Changes in Net Position										
Governmental Activities	\$ 389,402	\$ 322,235	\$ 273,978	\$ 423,515	\$ 333,839	\$ 467,490	\$ 937,341	\$ 732,556	\$ 1,051,999	\$ 826,153
Business-type Activities	96,307	93,243	43,296	112,117	49,550	(4,960)	82,872	66,994	100,446	94,524
Total Primary Government	<u>\$ 485,709</u>	<u>\$ 415,478</u>	<u>\$ 317,274</u>	<u>\$ 535,632</u>	<u>\$ 383,389</u>	<u>\$ 462,530</u>	<u>\$ 1,020,213</u>	<u>\$ 799,550</u>	<u>\$ 1,152,445</u>	<u>\$ 920,677</u>

SAN BERNARDINO COUNTY
FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (IN THOUSANDS)
(MODIFIED ACCRUAL BASIS ACCOUNTING)

	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025
General Fund										
Nondisposable	\$ 49,048	\$ 43,943	\$ 44,349	\$ 36,506	\$ 40,183	\$ 41,514	\$ 40,481	\$ 35,735	\$ 39,184	\$ 45,100
Restricted	397,574	435,337	436,740	457,807	469,130	526,242	655,403	818,429	843,426	831,805
Committed	306,216	295,051	283,268	224,504	258,226	261,476	234,883	359,439	604,475	672,339
Assigned	8,862	4,391	4,086	3,466	2,644	4,130	17,639	11,427	5,909	13,093
Unassigned	294,958	271,914	333,915	477,914	445,760	811,697	910,893	1,020,297	1,104,563	1,157,115
Subtotal General Fund	<u>1,056,658</u>	<u>1,050,636</u>	<u>1,102,358</u>	<u>1,200,197</u>	<u>1,215,943</u>	<u>1,645,059</u>	<u>1,859,299</u>	<u>2,245,327</u>	<u>2,597,557</u>	<u>2,719,452</u>
Capital Improvement Fund										
Restricted	35,760	42,891	101,627	86,459	93,962	115,734	52,484	86,337	87,629	190,754
Assigned	99,575	198,281	212,320	258,818	394,979	383,122	579,356	637,590	755,626	791,558
Subtotal Capital Improvement Fund	<u>135,335</u>	<u>241,172</u>	<u>313,947</u>	<u>345,277</u>	<u>488,941</u>	<u>498,856</u>	<u>631,840</u>	<u>723,927</u>	<u>843,255</u>	<u>982,312</u>
All Other Governmental Funds										
Nondisposable	1,902	2,122	3,450	7,763	8,695	32,950	24,608	13,836	19,298	25,786
Restricted	649,637	704,127	738,023	826,518	891,052	1,014,683	1,193,358	1,287,698	1,463,605	1,600,583
Assigned	43,386	46,658	66,072	73,046	74,395	97,268	106,905	118,018	169,255	208,754
Unassigned (deficit)	—	—	—	—	(2,696)	(5,877)	(32)	—	—	—
Subtotal All Other Governmental Funds	<u>694,925</u>	<u>752,907</u>	<u>807,545</u>	<u>907,327</u>	<u>971,446</u>	<u>1,139,024</u>	<u>1,324,839</u>	<u>1,419,552</u>	<u>1,652,158</u>	<u>1,835,123</u>
Total Governmental Fund Balances	<u>\$ 1,886,918</u>	<u>\$ 2,044,715</u>	<u>\$ 2,223,850</u>	<u>\$ 2,452,801</u>	<u>\$ 2,676,330</u>	<u>\$ 3,282,939</u>	<u>\$ 3,815,978</u>	<u>\$4,388,806</u>	<u>\$ 5,092,970</u>	<u>\$ 5,536,887</u>

SAN BERNARDINO COUNTY
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (IN THOUSANDS)

(MODIFIED ACCRUAL BASIS ACCOUNTING)

	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025
Revenues (by Source)										
Taxes	\$ 849,399	\$ 891,168	\$ 952,455	\$ 1,042,036	\$ 1,099,185	\$ 1,224,317	\$ 1,363,354	\$ 1,468,663	\$ 1,545,583	\$ 1,637,980
Licenses, Permits, and Franchises	25,159	26,731	25,849	27,421	27,613	29,151	32,088	38,398	39,904	39,136
Fines, Forfeitures, and Penalties	11,996	14,326	11,785	12,683	10,787	9,249	12,175	11,233	21,851	9,992
Rev from Use of Money and Property	47,632	44,417	50,644	111,750	122,370	32,736	(28,998)	121,196	304,123	341,682
Aid from Other Governments	1,787,474	1,871,165	1,880,144	2,071,634	2,169,418	2,745,262	2,702,879	2,755,489	3,088,386	3,034,492
Charges for Current Services	403,193	434,218	477,874	468,459	510,203	538,952	535,443	549,532	598,441	657,364
Other Revenues	61,320	62,571	67,351	72,639	68,572	72,480	55,507	64,028	60,164	71,024
Total Revenues	3,186,173	3,344,596	3,466,102	3,806,622	4,008,148	4,652,147	4,672,448	5,008,539	5,658,452	5,791,670
Expenditures (by Function)										
General Government	149,160	151,379	161,434	178,915	275,911	274,900	231,114	258,716	281,324	311,356
Public Protection	1,052,371	1,121,754	1,166,446	1,256,078	1,310,238	1,464,388	1,445,106	1,580,182	1,731,128	1,867,750
Public Ways and Facilities	62,292	72,848	65,421	70,253	90,159	77,295	89,864	130,819	140,571	137,889
Health and Sanitation	352,781	392,447	428,487	493,272	519,330	622,104	634,278	615,990	676,404	744,902
Public Assistance	1,130,864	1,148,941	1,190,633	1,243,632	1,346,279	1,347,430	1,395,734	1,542,452	1,662,874	1,786,350
Education	18,240	19,388	20,248	21,567	21,792	20,242	22,470	24,116	24,740	27,103
Recreation and Cultural Services	19,720	20,475	20,273	22,010	22,293	22,891	23,096	27,846	30,432	35,239
Debt Service										
Principal	111,752	102,499	104,460	111,562	111,638	120,126	172,498	121,706	138,551	114,308
Interest	20,443	17,247	15,978	14,984	12,115	8,392	8,140	9,038	8,358	8,359
Bond Issuance Costs	187	—	—	—	—	—	—	—	—	—
Capital Outlay	120,909	140,905	124,914	154,843	159,189	121,506	139,956	229,078	374,222	406,125
Total Expenditures	3,038,719	3,187,883	3,298,294	3,567,116	3,868,944	4,079,274	4,162,256	4,539,943	5,068,604	5,439,381
Excess (Deficiency) of Revenues Over (Under) Expenditures	147,454	156,713	167,808	239,506	139,204	572,873	510,192	468,596	589,848	352,289
Other Financing Sources (Uses)										
Transfer to Other Funds	(302,893)	(395,117)	(352,170)	(332,559)	(397,527)	(273,136)	(457,781)	(446,299)	(561,725)	(624,050)
Transfer from Other Funds	301,385	391,807	358,747	316,888	405,889	279,085	462,781	443,618	557,686	611,821
Refunding Bonds Issued	27,870	—	—	—	—	—	—	—	—	—
Payment To Refunded Bond Escrow Agent	(27,870)	—	—	—	—	—	—	—	—	—
Inception of Direct Finance Capital Obligation	—	—	—	—	—	—	—	—	23,527	—
Lease Financing	—	—	—	1,043	—	—	14,330	80,023	52,983	74,394
Subscription Financing	—	—	—	—	—	—	—	23,228	38,770	28,567
Insurance Recoveries	3,916	—	—	—	—	—	—	—	—	—
Sale of Capital Assets	15,211	4,394	4,750	4,073	75,963	3,006	3,517	3,662	3,075	896
Total Other Financing Sources and (Uses)	17,619	1,084	11,327	(10,555)	84,325	8,955	22,847	104,232	114,316	91,628
Net Change in Fund Balance	\$ 165,073	\$ 157,797	\$ 179,135	\$ 228,951	\$ 223,529	\$ 581,828	\$ 533,039	\$ 572,828	\$ 704,164	\$ 443,917
Debt Service as a Percentage of Noncapital Expenditures:	4.53%	3.93%	3.80%	3.71%	3.34%	3.26%	4.50%	3.03%	3.13%	2.44%

SAN BERNARDINO COUNTY
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS (IN THOUSANDS)

FISCAL YEAR	(1) SECURED	(2) UNSECURED	(3) UNITARY	(4) EXEMPT	TOTAL TAXABLE ASSESSED VALUE	TOTAL DIRECT TAX RATE
2015-16	\$ 176,866,857	\$ 10,805,367	\$ 6,132,273	\$ (1,704,541)	\$ 192,099,956	1.00%
2016-17	185,232,143	10,295,276	6,615,389	(1,782,634)	200,360,174	1.00%
2017-18	190,354,962	10,496,638	6,441,374	(1,760,914)	205,532,060	1.00%
2018-19	204,399,952	11,065,053	6,979,903	(1,730,443)	220,714,465	1.00%
2019-20	217,914,643	11,666,728	7,432,683	(1,715,734)	235,298,320	1.00%
2020-21	229,418,815	12,487,688	8,407,987	(1,689,335)	248,625,155	1.00%
2021-22	244,958,960	12,872,445	8,393,142	(1,669,822)	264,554,725	1.00%
2022-23	267,090,723	13,744,787	9,680,402	(1,594,790)	288,921,122	1.00%
2023-24	292,384,100	15,690,434	10,474,490	(1,565,652)	316,983,372	1.00%
2024-25	313,569,062	17,163,279	10,922,158	(1,564,524)	340,089,975	1.00%

Notes:

Due to the 1978 passage of the property tax initiative Proposition 13 (Prop 13) the County does not track the estimated actual value of all County properties. Under Prop 13 property is assessed at the 1978 market value with an annual increase limited to the lesser of 2% or the CPI 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 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.

(1) Secured property is generally real property, defined as land, mines, minerals, timber and improvements such as buildings, structures, crops, trees and vines.

(2) Unsecured property is generally personal property including machinery, equipment, office tools and supplies.

(3) Unitary properties are railroads and utilities crossing the county and are assessed by the State Board of Equalization.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County

SAN BERNARDINO COUNTY
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS - TAX RATE AREA 7000 ⁽¹⁾
(\$1 PER \$100 OF ASSESSED VALUE)
LAST TEN FISCAL YEARS

FISCAL YEAR	SAN BERNARDINO		SAN BERNARDINO	
	COUNTY GENERAL	SCHOOLS	MUNICIPAL WATER	TOTAL
2015-16	1.0000	0.1585	0.1625	1.3210
2016-17	1.0000	0.1145	0.1625	1.2770
2017-18	1.0000	0.1383	0.1525	1.2908
2018-19	1.0000	0.1533	0.1525	1.3058
2019-20	1.0000	0.1531	0.1425	1.2956
2020-21	1.0000	0.1685	0.1425	1.3110
2021-22	1.0000	0.1623	0.1300	1.2923
2022-23	1.0000	0.1328	0.1300	1.2628
2023-24	1.0000	0.1140	0.1200	1.2340
2024-25	1.0000	0.1306	0.1100	1.2406

Notes:

(1) The tax rate for Tax Rate Area 7000, which applies to most of the property within the City of San Bernardino, is used to illustrate the breakdown of a tax rate within the County.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County.

**SAN BERNARDINO COUNTY
PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO**

TAXPAYERS	TYPE OF BUSINESS	FISCAL YEAR 2025		FISCAL YEAR 2016	
		TAXABLE ASSESSED VALUE	PERCENTAGE OF TOTAL COUNTY TAXABLE ASSESSED VALUE	TAXABLE ASSESSED VALUE	PERCENTAGE OF TOTAL COUNTY TAXABLE ASSESSED VALUE
SOUTHERN CALIFORNIA EDISON	UTILITY	\$ 7,298,588,439	2.15 %	\$ 3,839,452,792	2.00 %
PROLOGIS CALIFORNIA I LLC	LOGISTICS/REAL ESTATE	3,144,784,468	0.92 %	961,601,412	0.50 %
DUKE REALTY LIMITED PARTNERSHIP	REAL ESTATE	1,677,225,634	0.49 %	42,009,039	0.02 %
REXFORD INDUSTRIAL REALTY LP	REAL ESTATE	1,381,068,879	0.41 %	33,804,145	0.02 %
SOUTHERN CALIFORNIA GAS COMPANY	UTILITY	1,291,189,248	0.38 %	442,759,849	0.23 %
WATSON LAND COMPANY	REAL ESTATE	960,162,315	0.28 %	366,313,790	0.19 %
HOMECOMING I AT TERRA VISTA LLC	REAL ESTATE	868,821,203	0.26 %	274,857,228	0.14 %
WAL-MART STORES INC	RETAIL	785,237,980	0.23 %	411,113,522	0.22 %
MAJESTIC REALTY CO	REAL ESTATE	753,590,766	0.22 %	563,393,728	0.29 %
WESTCORE	REAL ESTATE	707,306,945	0.21 %	—	— %
TOTAL		<u>\$ 18,867,975,877</u>	<u>5.55 %</u>	<u>\$ 6,935,305,505</u>	<u>3.61 %</u>

Notes:

Net Assessed Secured amounts include Secured & Unitary less exemptions.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County.

**SAN BERNARDINO COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS (IN THOUSANDS)**

(2) COLLECTED WITHIN THE FISCAL YEAR OF THE LEVY					TOTAL COLLECTIONS TO DATE		
FISCAL YEAR		(1) TAXES LEVIED	AMOUNT	PERCENTAGE OF LEVY	COLLECTIONS IN SUBSEQUENT YEARS	AMOUNT	PERCENTAGE OF LEVY
2016	(3)	\$ 2,473,896	\$ 2,413,149	97.54 %	63,660	\$ 2,476,809	100.12 %
2017	(3)	2,598,465	2,555,888	98.36 %	64,987	2,620,875	100.86 %
2018	(3)	2,758,323	2,727,028	98.87 %	75,579	2,802,607	101.61 %
2019	(3)	2,974,194	2,916,381	98.06 %	63,170	2,979,551	100.18 %
2020	(3)	3,178,868	3,103,176	97.62 %	75,951	3,179,127	100.01 %
2021	(3)	3,350,751	3,302,450	98.56 %	84,051	3,386,501	101.07 %
2022	(3)	3,545,242	3,494,264	98.56 %	91,227	3,585,491	101.14 %
2023	(3)	3,825,669	3,751,230	98.05 %	120,204	3,871,434	101.20 %
2024		4,152,830	4,014,931	96.68 %	98,203	4,113,134	99.04 %
2025		4,437,581	4,339,306	97.79 %		4,339,306	97.79 %

Notes:

(1) Secured and Unitary tax levy for the County itself, school districts, cities and special districts under the supervision of their own governing boards. The amount does not include any roll corrections.

(2) Included are amounts collected by the County on behalf of itself, school districts, cities and special districts under the supervision of their own governing boards. Includes Assessor corrections and supplemental collections.

(3) Total collections to date exceed taxes levied due to subsequent levied amounts that apply to the previous fiscal year.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County.

SAN BERNARDINO COUNTY
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS (IN THOUSANDS, EXCEPT PER CAPITA)
JUNE 30, 2025

GENERAL BONDED DEBT OUTSTANDING							
FISCAL YEAR	GENERAL BONDED DEBT	LESS: AMOUNTS AVAILABLE FOR DEBT SERVICE	TOTAL	PERCENTAGE OF PERSONAL INCOME (1)	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY (2)	PER CAPITA (1)	
2015-16 (3)	\$ 781,907	\$ (27,847)	\$ 754,060	1.07%	0.39%	\$	352.36
2016-17	708,004	(28,382)	679,622	0.89%	0.34%		314.64
2017-18	617,859	(39,687)	578,172	0.72%	0.28%		265.83
2018-19	519,958	(29,173)	490,785	0.58%	0.22%		223.90
2019-20	418,164	(33,209)	384,955	0.44%	0.16%		176.50
2020-21	303,382	(33,627)	269,755	0.29%	0.11%		123.97
2021-22	176,999	(21,834)	155,165	0.27%	0.06%		70.92
2022-23	115,794	(17,855)	97,939	0.16%	0.03%		44.88
2023-24	48,410	(3,330)	45,080	0.07%	0.01%		20.67
2024-25	10,405	(2,103)	8,302	0.01%	—%		3.76

Notes:

(1) See the "Demographic and Economic Statistics" table for the personal income and the population figures.

(2) See the "Assessed Value and Actual Value of Taxable Property" table for total taxable assessed value. Assessed value does not include tax exempt property.

(3) As of fiscal year 2015-16 Deferred Inflows of Resources and Deferred Outflows of Resources are excluded from the General Bonded Debt.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County

**SAN BERNARDINO COUNTY
ESTIMATED DIRECT AND OVERLAPPING BONDED DEBT
AS OF JUNE 30, 2025**

2024-25 ASSESSED VALUATION:

\$340,089,975,000 (includes unitary utility valuation)

OVERLAPPING TAX AND ASSESSMENT DEBT:	PERCENT APPLICABLE	DEBT 06/30/2025
Metropolitan Water District	4.168 %	\$ 715,020
Chaffey Community College District	100.000	440,580,000
San Bernardino Community College District	98.887	870,564,994
Other Community College Districts	VARIOUS	175,774,752
Apple Valley Unified School District	100.000	11,118,758
Chino Valley Unified School District	100.000	753,707,971
Colton Joint Unified School District	99.020	200,949,202
Fontana Unified School District	100.000	389,334,841
Redlands Unified School District	100.000	142,943,512
Rialto Unified School District	100.000	137,835,197
San Bernardino City Unified School District	100.000	299,021,967
Upland Unified School District	100.000	71,361,110
Other Unified School Districts	VARIOUS	165,150,307
Union High School Districts	100.000	813,004,333
Elementary School Districts	100.000	488,603,335
Etiwanda School District Community Facilities Districts	100.000	58,355,000
City of Chino Community Facilities Districts	100.000	232,950,000
City of Chino Hills Community Facilities Districts	100.000	12,550,000
City of Fontana Community Facilities Districts	100.000	229,695,000
City of Rancho Cucamonga Community Facilities Districts	100.000	46,150,000
City of Upland Community Facilities Districts	100.000	61,151,000
Other Community Facilities Districts	49.775-100	575,538,910
City and Special District 1915 Act Bonds (Estimate)	100.000	37,212,322
TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT		\$ 6,214,267,531

RATIO TO 2024-25 ASSESSED VALUATION:

TOTAL OVERLAPPING TAX AND ASSESSMENT DEBT.....1.83%

**SAN BERNARDINO COUNTY
ESTIMATED DIRECT AND OVERLAPPING BONDED DEBT (CONTINUED)
OVERLAPPING TAX AND ASSESSMENT DEBT
AS OF JUNE 30, 2025**

DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT:	PERCENT APPLICABLE	DEBT 6/30/2025
SAN BERNARDINO COUNTY GENERAL OBLIGATIONS	100.000 %	\$ 10,355,000 (2)
SAN BERNARDINO COUNTY PENSION OBLIGATIONS	100.000	—
SAN BERNARDINO COUNTY FLOOD CONTROL DISTRICT GENERAL FUND OBLIGATIONS	100.000	—
SAN BERNARDINO COUNTY DIRECT FINANCE CAPITAL OBLIGATION	100.000	22,820,000
SAN BERNARDINO COUNTY LEASE LIABILITY	100.000	337,873,000
SAN BERNARDINO COUNTY SUBSCRIPTION LIABILITY	100.000	67,213,000
COMMUNITY COLLEGE DISTRICT CERTIFICATES OF PARTICIPATION	VARIOUS	24,488,667
FONTANA UNIFIED SCHOOL DISTRICT CERTIFICATES OF PARTICIPATION	100.000	15,350,000
HESPERIA UNIFIED SCHOOL DISTRICT CERTIFICATES OF PARTICIPATION	100.000	110,275,000
SAN BERNARDINO CITY UNIFIED SCHOOL DISTRICT CERTIFICATES OF PARTICIPATION	100.000	149,245,000
SNOWLINE JOINT UNIFIED SCHOOL DISTRICT GENERAL FUND OBLIGATIONS	98.608	53,016,591
OTHER UNIFIED SCHOOL DISTRICT CERTIFICATES OF PARTICIPATION	VARIOUS	164,693,594
VICTOR VALLEY UNION HIGH SCHOOL DISTRICT CERTIFICATES OF PARTICIPATION	100.000	15,240,000
CUCAMONGA SCHOOL DISTRICT GENERAL FUND OBLIGATIONS	100.000	904,000
ORO GRANDE SCHOOL DISTRICT CERTIFICATES OF PARTICIPATION	100.000	24,485,000
OTHER ELEMENTARY SCHOOL DISTRICT GENERAL FUND OBLIGATIONS	100.000	8,170,000
CITY OF COLTON GENERAL FUND OBLIGATIONS AND PENSION OBLIGATION BONDS	100.000	18,029,400
CITY OF FONTANA GENERAL FUND OBLIGATIONS	100.000	47,510,000
CITY OF HESPERIA GENERAL FUND OBLIGATIONS	100.000	26,090,000
CITY OF MONTCLAIR GENERAL FUND OBLIGATIONS	100.000	78,135,000
CITY OF ONTARIO GENERAL FUND OBLIGATIONS AND PENSION OBLIGATION BONDS	100.000	662,642,158
CITY OF SAN BERNARDINO GENERAL FUND OBLIGATIONS AND PENSION OBLIGATION BONDS	100.000	19,715,000
OTHER CITY GENERAL FUND AND PENSION OBLIGATION BONDS	100.000	128,436,323
HESPERIA RECREATION AND PARK DISTRICT GENERAL FUND OBLIGATIONS	100.000	4,900,000
SAN BERNARDINO MOUNTAINS COMMUNITY HOSPITAL DISTRICT GENERAL FUND OBLIGATIONS	100.000	1,741,700
BIG BEAR MUNICIPAL WATER DISTRICT GENERAL FUND OBLIGATIONS	100.000	2,133,000
WEST VALLEY VECTOR CONTROL DISTRICT GENERAL FUND OBLIGATIONS	100.000	1,296,291
TOTAL DIRECT AND OVERLAPPING GENERAL FUND OBLIGATION DEBT		<u>\$ 1,994,757,724</u>
TOTAL DIRECT DEBT		\$ 438,261,000
TOTAL OVERLAPPING DEBT (1)		\$ 7,770,764,255
COMBINED DEBT		\$ 8,209,025,255 (3)
RATIOS TO 2024-25 ASSESSED VALUATION		
TOTAL DIRECT DEBT (\$438,261,000)	0.13%	
COMBINED TOTAL DEBT	2.41%	

Notes:

- (1) The method used to calculate the overlapping debt is based on the percentage of the overlapping agency's assessed valuation located within boundaries of the County.
- (2) Includes Revenue bonds (Courthouse Project Bonds), and certain notes and loans related to the County's governmental activities (Fire Protection District Installment Loan). (Note 11)
- (3) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations. Qualified Zone Academy Bonds are included based on principal due at maturity.

Source:

California Municipal Statistics

**SAN BERNARDINO COUNTY
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS (IN THOUSANDS)**

FISCAL YEAR	(1) ASSESSED VALUE	(2) LEGAL DEBT LIMIT	(3) BONDED DEBT	(4) LEGAL DEBT MARGIN	RATIO OF BONDED DEBT TO DEBT LIMIT
2015-16	\$ 192,099,956	\$ 2,401,249	\$ 515	\$ 2,400,734	0.02%
2016-17	200,360,174	2,504,502	335	2,504,167	0.01%
2017-18	205,532,060	2,569,151	145	2,569,006	0.01%
2018-19	220,714,465	2,758,931	50	2,758,881	—%
2019-20	235,298,320	2,941,229	50	2,941,179	—%
2020-21	248,625,155	3,107,814	50	3,107,764	—%
2021-22	264,554,725	3,306,934	50	3,306,884	—%
2022-23	288,921,122	3,611,514	50	3,611,464	—%
2023-24	316,983,372	3,962,292	50	3,962,242	—%
2024-25	340,089,975	4,251,125	50	4,251,075	—%

Notes:

- (1) Assessed Value does not include tax exempt property. Property value data can be found in the "Assessed Value and Actual Value of Property" schedule
- (2) The legal debt limit is 1.25% of assessed value.
- (3) Bonded debt subject to limitation; amount includes only general obligation bonds.
- (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.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County

SAN BERNARDINO COUNTY
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (IN THOUSANDS, EXCEPT PER CAPITA)
JUNE 30, 2025

GOVERNMENTAL ACTIVITIES

FISCAL YEAR	CERTIFICATES OF PARTICIPATION	REVENUE BONDS	BONDS AND NOTES	DIRECT FINANCE LEASE OBLIGATION (3)	LEASE LIABILITY	SUBSCRIPTION LIABILITY
2015-16	\$ 6,205	\$ 323,169	\$ 458,223	\$ —	\$ —	\$ —
2016-17	—	289,805	417,864	—	—	—
2017-18	—	245,291	372,423	—	—	—
2018-19	—	197,346	322,562	903	—	—
2019-20	—	142,274	275,840	722	—	—
2020-21	—	79,374	223,958	542	224,316	—
2021-22	—	10,890	166,059	—	195,599	8,713
2022-23	—	10,405	105,339	—	233,082	23,013
2023-24	—	9,885	38,475	23,475	295,208	65,111
2024-25	—	9,320	1,035	22,820	337,873	67,213

Notes:

- (1) See the "Assessed Value and Actual Value of Taxable Property" table for total taxable assessed value. Assessed value does not include tax exempt property.
- (2) See the "Demographic and Economic Statistics" table for the personal income and the population figures.
- (3) Changed in FY 2021-22 from Capital Lease Obligations to Direct Finance Lease Obligations due to the implementation of GASB Statement No. 87. Direct Finance Lease Obligations arises from lease agreements without a termination option which transfer ownership of the underlying asset to the lessee at the end of the contract.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County

SAN BERNARDINO COUNTY
RATIOS OF OUTSTANDING DEBT BY TYPE (CONTINUED)
LAST TEN FISCAL YEARS (IN THOUSANDS, EXCEPT PER CAPITA)
JUNE 30, 2025

BUSINESS-TYPE ACTIVITIES

FISCAL YEAR	CERTIFICATES OF PARTICIPATION	GENERAL OBLIGATION BONDS	NOTES	DIRECT FINANCE LEASE OBLIGATION (3)	LEASE LIABILITY	SUBSCRIPTION LIABILITY	TOTAL OUTSTANDING DEBT	PERCENTAGE OF ASSESSED VALUE (1)	PERCENTAGE OF PERSONAL INCOME (2)	PER CAPITA (2)
2015-16	\$ 402,936	\$ 515	\$ 35,131	\$ 4,192	\$ —	\$ —	\$ 1,230,371	0.64 %	1.75 %	\$ 575
2016-17	380,782	335	32,338	3,962	—	—	1,125,086	0.56 %	1.47 %	521
2017-18	357,336	145	31,508	2,256	—	—	1,008,959	0.49 %	1.26 %	464
2018-19	332,598	50	27,471	2,593	—	—	883,523	0.40 %	1.04 %	403
2019-20	272,453	50	29,126	1,924	—	—	722,389	0.31 %	0.82 %	331
2020-21	242,444	50	1,171	1,926	14,447	—	788,228	0.32 %	0.86 %	362
2021-22	211,419	50	1,096	1,366	12,164	8,129	615,485	0.23 %	1.07 %	281
2022-23	179,280	50	1,019	671	9,917	8,189	570,965	0.20 %	0.92 %	262
2023-24	145,020	50	940	255	34,433	7,139	619,991	0.20 %	0.91 %	284
2024-25	109,256	50	858	3	29,300	12,139	589,867	0.17 %	0.52 %	267

(1) See the "Assessed Value and Actual Value of Taxable Property" table for total taxable assessed value. Assessed value does not include tax exempt property.

(2) See the "Demographic and Economic Statistics" table for the personal income and the population figures.

(3) Changed in FY 2021-22 from Capital Lease Obligations to Direct Finance Lease Obligations due to the implementation of GASB Statement No. 87. Direct Finance Lease Obligations arises from lease agreements without a termination option which transfer ownership of the underlying asset to the lessee at the end of the contract.

Source:

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County

SAN BERNARDINO COUNTY
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS (IN THOUSANDS)
JUNE 30, 2025

GEOGRAPHICAL LOCATION:	San Bernardino County is located in the southern portion of California and is bordered on the east by the State of Arizona and the State of Nevada, on the north by Inyo County, on the west by Kern and Los Angeles Counties, and on the south by Orange and Riverside Counties.
ELEVATION:	Highest elevation, Mt. San Gorgonio 11,502 feet.
AREA OF COUNTY:	Approximately 20,160 square miles (largest area in the contiguous United States).
COUNTY SEAT:	San Bernardino, California
FORM OF GOVERNMENT:	Chartered County, governed by five-member Board of Supervisors
DATE CHARTER ADOPTED:	April 7, 1913
REGISTERED VOTERS:	1,233,471 (Not Rounded) as of June 30, 2025

CALENDAR YEAR	(1), (5) POPULATION	PERSONAL INCOME	(2), (5) PER CAPITA PERSONAL INCOME	(3) SCHOOL ENROLLMENT	(4), (5) UNEMPLOYMENT RATE
2016	2,140	\$ 70,385,000	\$ 33	409	6.7%
2017	2,160	76,529,000	35	407	5.9%
2018	2,175	80,127,000	37	403	4.4%
2019	2,192	85,093,000	39	406	4.5%
2020	2,181	87,937,000	40	407	10.3%
2021	2,176	91,479,000	42	399	7.9%
2022	2,188	57,763,000	26	399	4.0%
2023	2,182	61,969,000	28	397	5.1%
2024	2,181	68,374,000	31	397	5.7%
2025	2,207	112,976,000	51	396	5.9%

Estimated Population of San Bernardino County As of January 1, 2025 (whole numbers):

INCORPORATED CITIES			
Adelanto	37,150	Montclair	37,526
Apple Valley	75,262	Needles	4,791
Barstow	24,811	Ontario	184,404
Big Bear Lake	4,953	Rancho Cucamonga	175,992
Chino	95,206	Redlands	73,488
Chino Hills	77,314	Rialto	105,565
Colton	53,278	San Bernardino	222,727
Fontana	219,172	Twentynine Palms	24,257
Grand Terrace	12,803	Upland	79,140
Hesperia	101,792	Victorville	141,013
Highland	57,088	Yucaipa	54,838
Loma Linda	25,322	Yucca Valley	22,027
		Total	1,909,919
		Unincorporated Areas:	297,505
		Total Population	2,207,424

Sources:

- (1) State of California Department of Finance
- (2) U.S. Census Bureau
- (3) San Bernardino County Superintendent of Schools
- (4) California Employment Development Department
- (5) San Bernardino County Adopted Budget

**SAN BERNARDINO COUNTY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

2024-2025(2)				2015-2016			
Employer	Employees (1)	Rank	Percentage of Total Employment	Employer	Employees (1)	Rank	Percentage of Total Employment
Loma Linda University Medical Center	10,000+	1	1.01%+	County of San Bernardino	19,000	1	2.00%
San Bernardino County	10,000+	2	1.01%	Stater Bros. Market	18,221	2	1.92%
Amazon	10,000+	3	1.01%	U.S. Army, Fort Irwin & National Training Center	13,805	3	1.45%
Dignity Health Community Hospital of San Bernardino	10,000+	4	1.01%	Loma Linda University	13,805	4	1.45%
Ontario International Airport	5,000-9,999	5	0.51%-1.01%	U.S. Marine Corps Air Ground Combat Center	12,486	5	1.31%
Bear Mountain	1,000-4,999	6	0.10% -0.51%	United Parcel Service	8,600	6	0.91%
Burlington Distribution Corp	1,000-4,999	7	0.10% -0.51%	San Bernardino City Unified School District	8,574	7	0.90%
California State University San Bernardino	1,000-4,999	8	0.10% -0.51%	Ontario International Airport	7,695	8	0.81%
Environmental Systems Research Institute	1,000-4,999	9	0.10% -0.51%	Loma Linda University Medical Center	6,147	9	0.65%
Fedex Ground	1,000-4,999	10	0.10% -0.51%	Kaiser Permanente (Fontana only)	6,000	10	0.63%
				Total	114,333		12.03%

Notes:

(1) Data represents estimated number of employees.

(2) Due to the confidentiality of reporting number of employees, ranges have been provided.

Source:

Economic Development Agency, San Bernardino County.

**SAN BERNARDINO COUNTY
COUNTY EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

FUNCTION/PROGRAM	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General	1,491	1,496	1,560	1,628	1,624	1,591	1,669	1,712	1,796	1,944
Public Protection	6,526	6,825	7,024	6,961	7,079	6,861	6,740	6,946	7,194	7,462
Public Ways & Facilities	407	418	365	354	370	364	337	360	385	403
Health and Sanitation	4,594	4,686	4,813	4,869	5,184	5,516	5,282	5,393	5,766	6,022
Public Assistance	5,249	5,190	4,946	5,098	5,036	4,993	4,810	4,900	5,156	5,532
Education	150	152	169	171	160	149	140	153	162	185
Recreation & Cultural	216	211	136	127	114	104	128	125	164	196
Total	<u>18,633</u>	<u>18,978</u>	<u>19,013</u>	<u>19,208</u>	<u>19,567</u>	<u>19,578</u>	<u>19,106</u>	<u>19,591</u>	<u>20,623</u>	<u>21,744</u>

Notes:

A full-time employee is scheduled to work 260 days per year. At eight hours per day, 2080 hours are scheduled per year (including vacation and sick leave), and full-time equivalent employment (FTE) is calculated by dividing all paid hours by 2080.

Starting fiscal year 2009, Court total FTE, reported previously under Public Protection function, is no longer included as part of the County FTE.

Source:

San Bernardino County payroll records as of June 30.

SAN BERNARDINO COUNTY
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Function/Program										
General Government										
Legal documents recorded (W)	554,691	581,372	525,566	458,496	324,701	396,073	700,502	353,280	461,437	344,889
Percentage of payments processed within 10 days (P)	*	*	*	*	*	*	*	*	*	*
Public Protection										
Criminal felonies filed - District Attorney (W)	12,246	14,193	13,084	11,360	12,578	13,603	10,712	13,061	12,917	15,504
Criminal misdemeanors filed - District Attorney (W)	35,467	42,727	40,610	37,795	35,200	28,032	22,923	19,006	21,073	25,087
Average cases supervised - Probation (W)	25,295	24,149	22,995	22,179	21,126	20,074	18,730	18,359	17,842	17,253
Percentage of new adults cases assessed with a valid risk instrument - Probation (P)	99%	99%	99%	99%	99%	99%	100%	99%	99%	100%
Sherriff's calls for service (W)	1,117,717	1,109,862	1,132,708	1,089,603	1,089,718	1,060,351	1,035,538	—	999,815	997,654
Number of inmate-on-inmate assaults per 1,000 per month (P)	—%	—%	—%	—%	—%	—%	—%	—%	—%	2%
Percent of autopsies performed per reportable deaths - Coroner (P)	17%	21%	21%	22%	21%	20%	28%	30%	54%	30%
Fire Protection - Number of fire calls (W)	186,021	126,150	138,547	149,332	126,087	130,000	133,165	133,193	134,938	138,256
Public Ways & Facilities										
Solid Waste										
Total tonnage landfilled (W) (1)	1,689,413	1,758,574	1,768,447	1,870,778	1,951,720	1,861,864	1,979,915	2,111,525	2,062,046	2,221,528
Pounds of trash per cubic yard of capacity - High Volume Sites (P) (1)	1,328	1,390	1,342	1,398	1,400	1,190	1,162	1,361	1,349	1,360
Transportation										
Maintained road miles (W)	2,550	2,550	2,552	2,551	2,551	2,560	2,573	2,576	2,577	2,574
Average Pavement Condition Index (PCI) of county maintained roads (P)	Good	Good	Good	Good	Good	Good	Good	Good	Good	Good
Health and Sanitation										
Direct billable hours: Clinic - Behavioral Health (W)	264,769	284,747	275,375	262,852	253,792	211,302	196,261	208,507	167,946	188,225
Patient visits - Public Health (W)	67,393	62,012	58,161	56,699	60,184	54,383	56,582	62,130	58,080	92,539
Arrowhead Regional Medical Center - Emergency room visits (W)	92,028	92,021	86,256	83,280	76,917	68,315	80,267	89,634	94,283	93,287

SAN BERNARDINO COUNTY
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (CONTINUED)

	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25
Public Assistance										
Annual paid cases - CalWORKS-All Other Families (W)	441,741	405,256	383,094	350,802	342,288	312,020	249,796	263,638	259,954	284,932
Percentage of successful placements of people in Work Participation Rate (P)	45%	53%	55%	41%	48%	42%	34%	25%	26%	24%
Annual paid cases - CalWORKS-2 Parent Families (W)	61,519	53,484	47,973	42,130	40,895	35,133	25,955	30,397	30,829	33,759
Average child support collections per month (W)	14,969,848	15,541,421	15,821,837	16,076,175	17,737,720	18,363,629	16,761,131	16,114,369	16,085,766	16,228,416
Total Cases (W)										
Percentage of current support collected - Child Support (W)	66%	64%	64%	64%	65%	66%	63%	62%	61%	62%
Education										
County Library										
Circulation (W)	4,490,819	5,389,994	5,567,102	6,024,761	4,718,617	3,046,901	3,435,119	4,512,254	5,198,139	5,069,324
Total patron visits (W)	3,008,349	2,850,066	2,890,624	2,547,954	1,730,210	619,402	145,771	1,476,017	1,421,941	1,445,547
Total feet of space available at branch libraries (P)	388,511	388,511	388,511	388,511	387,459	387,459	368,894	368,894	373,524	373,524
Recreation and Cultural Services										
County Museum										
Total paid attendance (W)	34,398	34,423	40,217	58,205	27,025	8,801	62,433	64,860	52,534	61,588
Collected lots, objects, and specimens (W)	2,410,200	2,410,046	2,409,813	1,784,599	1,783,899	1,783,899	1,783,899	1,783,899	1,783,899	1,783,899
Regional Parks										
Total attendance (W)	1,364,500	969,702	1,030,103	999,257	508,054	555,316	293,367	301,948	192,837	96,770
Number of miles of open and usable trails maintained by Regional Parks (P)	28	28	52	52	52	52	62	62	52	52

Notes:

(1) In fiscal year 20-21, the total tonnage landfilled and pounds of trash provided by Solid Waste are estimates.

Key:

(W) Work Indicator

(P) Performance Measures

(*) Information not available

Sources

San Bernardino County Budget

San Bernardino County Departments

Auditor-Controller/Treasurer/Tax Collector, San Bernardino County

SAN BERNARDINO COUNTY
CAPITAL ASSET STATISTICS BY FUNCTION/ PROGRAM
LAST TEN FISCAL YEARS

Function/Program	2015-2016	2016-2017	2017-2018	2018-2019	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025
General Government										
Recorder's Data Processing Equipment	51	59	54	71	82	80	92	67	44	38
Public Protection										
Major Correction & Detention Facilities	8	8	8	8	8	8	8	4	4	4
Sheriff Stations	10	10	10	10	10	10	10	8	8	8
Sheriff Vehicles	1,769	1,743	1,877	2,020	1,902	1,839	2,031	2,126	2,339	2,414
Fire Department Equipment	598	566	554	657	759	806	750	805	961	1,022
Public Ways & Facilities										
Solid Waste Heavy Equipment	3	4	4	4	5	5	6	15	16	18
Transportation: Trucks, Trailers, and Other Vehicles	291	296	299	331	346	337	328	324	337	349
Airports	6	6	6	6	6	6	6	6	6	6
Bridges	318	318	318	318	318	318	318	253	247	319
Traffic Signal	90	90	90	90	90	90	90	96	97	99
Health and Sanitation										
Major Health Administration Buildings	2	2	2	2	2	2	2	2	2	2
Animal Shelter and Insecticide Buildings	2	2	2	2	2	2	2	2	2	2
Public Health Laboratory/Science/Engineering Equipment	182	181	184	185	194	203	220	135	134	136
Medical Center: Number of Hospitals	1	1	1	1	1	1	1	1	1	1
Public Assistance										
Administrative & Office Equipment	678	642	651	606	617	567	591	435	482	488
Education										
Library Branches	32	32	32	32	32	32	32	32	32	32
Bookmobiles	–	–	–	1	1	1	1	1	1	1
Recreation and Cultural Services										
County Museum: Main Facility	1	1	1	1	1	1	1	1	1	1
County Regional Parks	9	9	9	9	9	9	9	9	9	9

Source:

San Bernardino County Budget
San Bernardino County Departments
Auditor-Controller/Treasurer/Tax Collector, San Bernardino County





Ensen Mason CPA, CFA

AUDITOR-CONTROLLER/TREASURER/TAX COLLECTOR

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