



County of El Dorado

OFFICE OF AUDITOR-CONTROLLER

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JOE HARN
Auditor-Controller

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Assistant Auditor-Controller

September 23, 2025

**Board of Supervisors
County of El Dorado
330 Fair Lane
Placerville, California 95667**

Subject: June 30, 2025 Fiscal Year End General Fund Financial Position

Ladies and Gentlemen:

The purpose of this letter is to give you a short report on the County's General Fund financial position as of June 30, 2025.

During the year ending June 30, 2025, the County's General Fund cash balance decreased by \$3 million for an ending balance of \$105 million. Further, the County's General Fund, unreserved, undesignated fund balance decreased by \$15 million for a total of \$50 million. The results for fiscal 2025 indicates that the County is experiencing an adverse financial trend. However, the General Fund has another \$60 million in designated fund balances and reserves set aside for capital projects, future economic uncertainties, future CalPERS costs, and other Board priorities. The County has adequate revenues and resources to finance the fiscal 2026 budget, but additional belt tightening will be required in the future.

Your Board and the County's leadership deserve credit for keeping our General Fund "assets" in a favorable financial position. However, our unfunded obligations to CalPERS, our unfunded retirees' health stipend obligation, and our deficiencies in road maintenance spending dwarf the favorable side of our financial position. Further, it is very likely that future actions taken by the State and Federal governments will adversely effect our County's finances.

Sincerely,

A handwritten signature in blue ink that reads "Joe Harn".

**Joe Harn
Auditor-Controller**

CC: Sue Hennike, CAO