



Proposed 2026 Bond Issuance: Overview

Independent Taxpayer Oversight Committee | Item 6
Dawn Vettese, Chief Financial Officer
Mudra Patel, PFM Financial Advisors
January 14, 2026

1

2026 Bond Financing Team

San Diego Association of Governments (SANDAG)

- Mario Orso, *Chief Executive Officer*
- Dawn Vettese, *Chief Financial Officer*
- Kimberly Trammel, *Accounting & Finance Director*
- Betsy Blake, *Senior Legal Counsel*
- Naomi Young, *Principal Economist*
- Marcus Pascual, *Senior Accountant*

PFM Financial Advisors LLC

Municipal Advisors

Mudra Patel, *Senior Senior Managing Consultant*

Norton Rose Fulbright US LLP

Bond Counsel

Victor Hsu, *Partner*

Stradling Yocca Carlson & Rauth LLP

Disclosure Counsel

Brian Forbath, *Partner*

Wells Fargo

Senior Underwriter

Julie Burger, *Managing Director*

SANDAG | 2

2

Transaction Overview

Proposed 2026 Bond Issuance

- Why issue refunding bonds?
- Timing
- Potential size and structure
- Estimated savings and cost of issuance
- Credit rating
- Calendar of events

Refunding Considerations and Board Policy 36

Net Present
Value
Savings

Arbitrage
Yield

Callable and
Non-Callable
Bonds

Maintain
High Credit
Ratings

Maintain
Level Debt
Service

SANDAG | 5

5

Timing

2016A Bonds (Tax Exempt)

- Callable April 1, 2026

2019A Bonds

- Callable

2021A Bonds

- Callable and Non-callable

Positive Arbitrage Opportunity

- <90 days prior to April 1, 2026, call date
- “blending” the three series of bonds into a single transaction resulting in a higher blended yield limit for escrow investment

SANDAG | 6

6

Proposed Size and Structure

- Issuance not to exceed \$400 million
- Current Estimated Par Amount: ~\$334.3 million
 - 2016 A (all): ~\$272 million
 - 2019 A (select maturities): ~\$17.4 million
 - 2021 A (select maturities): ~\$97.6 million
- Tax-exempt, fixed-rate bonds
- Senior Lien
- Matched-maturity structure with uniform debt service savings

Estimated Savings and Cost of Issuance

- **Estimated Savings**
 - 2016A refunding: ~\$39.7 million
 - 2019A and 2021A refunding: ~\$3.4 million
- **Cost of Issuance**
 - ~\$1.1 million

Credit Rating Agency Reviews

- **Current ratings – Senior Lien**
 - Standard & Poor’s: AAA
 - Fitch: AAA
- **Current ratings – Subordinate Lien**
 - Standard & Poor’s: AA
 - Fitch: AA+
- **Current ratings – Junior Subordinate Lien (TIFIA)**
 - Standard & Poor’s: A+
 - Fitch: A+

Next Steps

- **Receive ratings from agencies**
Week of January 19, 2026
- **Board reviews final bond documents**
January 23, 2026
- **Post Preliminary Official Statement & marketing of bonds**
Week of January 26
- **Anticipated pricing date**
Week of February 2
- **Anticipated closing date**
Week of February 9