

**SUBMITTAL TO THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

633



**FROM:** Redevelopment Agency

**SUBMITTAL DATE:**  
October 7, 2003

**SUBJECT:** REIMBURSEMENT OF CAPITAL IMPROVEMENT EXPENDITURES BY REDEVELOPMENT AGENCY

**RECOMMENDED MOTION:** That the Board of Supervisors adopt Resolution 2003-492, Reimbursement Resolution.

**BACKGROUND:** The Redevelopment Agency is currently undertaking the development of a social service center, public health clinic, dental clinic and ancillary offices in Mecca, an animal shelter in Thousand Palms and the refinancing of the County Administrative Center in Blythe. The funding of these projects will be provided through the issuance of bonds, scheduled to occur later this calendar year. In the interest of expediency and efficiency, the Redevelopment Agency will proceed with the project using Redevelopment funds, with the expectation that the bond proceeds will repay the Redevelopment Agency for the capital improvement expenditures. The attached resolution dictates the amount of funds (not to exceed \$24,800,000) and the time frame for repayment of Redevelopment Agency capital improvement expence with bond proceeds.

Departmental Concurrence

FORM APPROVED  
COUNTY COUNSEL

BJH:RZ:BJG:JFV:JET:AER

OCT 10 2003

BY *Joe [Signature]*  
ASSISTANT COUNTY COUNSEL

*Bradley J. Hudson*  
Bradley J. Hudson, Executive Director

<b>FINANCIAL DATA</b>	Current F.Y. Total Cost:	\$	In Current Year Budget:	n/a
	Current F.Y. Net County Cost:	\$	Budget Adjustment:	n/a
	Annual Net County Cost:	\$	For Fiscal Year:	2003-04 2004-05

<b>SOURCE OF FUNDS:</b> Redevelopment Capital Improvement Funds; Bond Proceeds	<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
	<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

**C.E.O. RECOMMENDATION: APPROVE**

**County Executive Office Signature**

*Rhonda King*

- Dep't Recomm.:  Consent
- Per Exec. Ofc.:  Consent
- Policy
- Policy

5003 OCT 12 4M11:01  
 RECEIVED RIVERSIDE COUNTY

**Prev. Agn. Ref.:**

**District:** 4th

**Agenda Number:**

3.38

**RESOLUTION NO. 2003-492**

**REIMBURSEMENT RESOLUTION  
OF THE RIVERSIDE COUNTY  
BOARD OF SUPERVISORS**

**WHEREAS**, the Board of Supervisors (the "**Board**") of the County of Riverside (the "**County**") desires and intends to finance certain property acquisition, construction and equipment costs relating to the development of an animal shelter in Thousand Palms, a social service center and public health clinic in Mecca and the refinancing of the County Administrative Center in Blythe (the "**Facilities**")

**WHEREAS**, the County expects to issue (or cause a non-profit Public Benefit Corporation to issue) debt to finance the costs of the Facilities on a permanent basis (the "**Debt**");

**WHEREAS**, the County expects to expend moneys or expects that the Redevelopment Agency for the County of Riverside (the "**Agency**") will expend moneys (other than moneys derived from the issuance of bonds) on expenditures relating to the costs of the Facilities prior to the issuance of the Debt, including the acquisition of land for the social service center and public health clinic, which expenditures will be properly chargeable to a capital account under general federal income tax principles;

**WHEREAS**, the County reasonably expects to reimburse, or cause the Authority to reimburse, certain of such capital expenditures with the proceeds of the Debt;

**WHEREAS**, the County expects that the maximum principal amount of Debt which will be issued by the Authority to pay for the costs of the Facilities and for the above described refinancing (and related issuance costs) will not exceed the amount of \$24,800,000;

**WHEREAS**, at the time of the reimbursement, the County will cause the Authority to evidence the reimbursement in a writing which identifies the allocation of the proceeds of the Debt to the County (or the Agency) for the purpose of reimbursing the County (or the Agency) for the capital expenditures made prior to the issuance of the Debt;

**WHEREAS**, the County expects to cause the Authority to make the reimbursement allocation no later than eighteen (18) months after the later of (i) the date on which the earliest original expenditure for the Facilities are paid or (ii) the date on which the Facilities are placed in service (or abandoned), but in no event later than three (3) years after the date on which the earliest original expenditure for the Facilities are paid;

**WHEREAS**, the County will not, within one (1) year of the reimbursement allocation, use the proceeds of the Debt received in the reimbursement allocation in a manner that will result in the creation of replacement proceeds of the Debt or another issue (e.g., the County will not pledge or use the proceeds received for the payment of debt service on the Debt or another issue, except that the proceeds of the Debt can be deposited in a bona fide debt service fund); and

**WHEREAS**, this Resolution is intended to be a "declaration of official intent" in accordance with Section 1.150-2 of the Treasury Regulations.

**NOW, THEREFORE, BE IT RESOLVED**, that in accordance with Section 1.150-2 of the Treasury Regulations, the County declares its intention to cause the issuance of Debt in a principal amount not to exceed \$24,800,000, the proceeds of which will be used to pay for the costs of the Facilities and for the above described refinancing (and related issuance costs), including the reimbursement to the County (and the Agency) for certain capital expenditures relating to the Facilities made prior to the issuance of the Debt.

This Resolution shall take effect immediately upon its passage.

APPROVED AND ADOPTED this \_\_\_\_ day of \_\_\_\_\_ 2003.

COUNTY OF RIVERSIDE

FORM APPROVED  
COUNTY COUNSEL

OCT 10 2003

BY   
ASSISTANT COUNTY COUNSEL

By: \_\_\_\_\_  
John Tavaglione, Chairman  
Board of Supervisors

STATE OF CALIFORNIA  
SS.  
COUNTY OF RIVERSIDE

I, \_\_\_\_\_ DO HEREBY  
CERTIFY that the foregoing Resolution was duly and regularly adopted by the Board of  
Supervisors of the County of Riverside on the \_\_\_\_ day of \_\_\_\_\_ 2003.

AYES:

NOES:

ABSENT:

[SEAL]