

**SUBMITTAL TO THE BOARD OF SUPERVISORS,
COMMUNITY FACILITIES DISTRICT'S LEGISLATIVE BODY
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

229c



FROM: County Executive Office

SUBMITTAL DATE:
November 25, 2003

SUBJECT: Deposit and Reimbursement Agreement - Community Facilities District No. 88-8.

RECOMMENDED MOTION: That the attached Deposit and Reimbursement Agreement by and among Majestic Realty Co., Community Facilities District No. 88-8 ("A" Street-North") of the County of Riverside, and the County of Riverside be approved and the Chairman be authorized to execute said Agreement on behalf of the District.

BACKGROUND: Community Facilities District No. 88-8 (the "District") is a largely undeveloped industrial park for which special tax bonds in the amount of \$24,000,000 have been sold and issued. The District is currently experiencing a delinquency rate in the payment of special taxes of seventy-two percent (72%). Majestic Realty Co. ("Majestic") has approached the District and the County with a proposal that would involve the acquisition and development of 263 acres within the District.

The attached Deposit and Reimbursement Agreement provides for Majestic to deposit \$50,000 with the County to evaluate the proposal, retain required consultants, and incur statutorily required expenses to initiate change proceedings regarding the District. The proposal would also require the formation of a new or overlapping community facilities district and issuance of refunding bonds, etc. District staff believes that Majestic's proposal offers a realistic opportunity to cure a significant number of delinquencies with the District and to bring the outstanding bonds current.

Jerry Norris

Jerry Norris, Senior Management Analyst

Departmental Concurrence

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	No
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2003

SOURCE OF FUNDS: Community Facilities District No. 88-8	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

County Executive Office Signature *Bhonda King*

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

Prev. Agn. Ref.: _____ **District:** 1 **Agenda Number:** _____

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

8 . 1