

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

580



FROM: Economic Development Agency and Transportation Department

SUBMITTAL DATE:
July 11, 2006

SUBJECT: Pedley Yard Relocation Project

RECOMMENDED MOTION: That the Board:

- 1) Select Parcels 6, 7, and 8 of PM 31081 as the preferred site for a new Transportation Yard in Jurupa;
- 2) Adopt Resolution Number 2006-228 declaring its intent to reimburse the Redevelopment Agency for costs incurred on development of the project; and
- 3) Make the following findings:
 - a) The Pedley Yard Relocation Project is of primary benefit to the Jurupa Valley Redevelopment Project Area because it will provide transportation services for the Project area;

RECOMMENDED MOTION: (Continued on Page 2)

George Johnson

George Johnson, Director
Transportation Department

Robin Zimpfer

Robin Zimpfer
Assistant County Executive Officer/EDA

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 106,450	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	06/07

COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: Yes

SOURCE OF FUNDS: Jurupa Valley Redevelopment Capital Improvement Funds to be reimbursed with bonds issued by the County of Riverside Asset Leasing Corporation. (CORAL)	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

James K. Payne

James K. Payne

- Policy
- Policy
- Consent
- Consent

Dep't Recomm.:
Per Exec. Ofc.:

Prev. Agn. Ref.: 3.71, 8-9-05

District: 2nd

Agenda Number:

3.27

Reviewed by
CIRTEAM
Departmental Concurrence
COUNTY COUNSEL
JUN 27 2006
JTB

5002 707 -2 6W 15: 35
RECEIVED BY

RECOMMENDED MOTION:

- b) No other reasonable means of financing the Project are currently available to the community due to limited public funds which are currently unavailable to fund the design of Project; and
- c) The improvements will assist in the elimination of physical blight within the Project Area by improving existing public facilities, and is consistent with the Jurupa Valley Redevelopment Implementation Plan.

BACKGROUND:

On August 9, 2005 the Board approved the existing 12.56-acre Transportation Department's Pedley Yard site, located on Van Buren Boulevard and Clay Street in the unincorporated community of Jurupa, as the preferred location for the development of a new County Animal Shelter facility. The Redevelopment Agency and Riverside County Transportation Department ("RCTD") will work jointly to develop a new maintenance yard facility on Troy Court, in the unincorporated community of Glen Avon. This 9.95 acre site is currently vacant and zoned M - SC and is appropriate for the proposed use.

The Agency has selected Holt Architects, Inc. as the consultant of choice, based on their experience and qualifications with similar public facility projects. Holt Architects is on the Agency's pre-qualified list of architects that was established based on responses to an extensive request for qualifications. Furthermore, as a way to reduce costs to the Transportation Department, Holt Architects will utilize the same architectural design on the new Pedley Yard facility that was used on the Beaumont Maintenance Yard project that was also designed by Holt Architects, Inc.

Holt Architects, Inc. will provide architectural design, engineering and construction administration services for the contract amount of \$106,450.00. Funds for the services will initially be provided with Redevelopment funds that will be reimbursed when bonds are issued by the County of Riverside Asset Leasing Corporation (CORAL).

County Counsel has approved the attached Agreement, and Agency staff recommends its approval.

A companion item appears on today's Board of Supervisor's agenda.

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RESOLUTION No. 2006-228

**A RESOLUTION OF THE
BOARD OF SUPERVISORS OF THE COUNTY OF RIVERSIDE
DECLARING ITS INTENT TO REIMBURSE
THE REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE
FOR EXPENDITURES MADE FOR THE PEDLEY YARD RELOCATION PROJECT**

WHEREAS, the Redevelopment Agency of the County of Riverside (the "Agency") proposes to undertake development services for the Pedley Yard Relocation Project (the "Project"), on behalf of the County of Riverside Transportation Department;

WHEREAS, the intent of the County of Riverside (the "County"), is to issue (or cause a non-profit Public Benefit Corporation to issue) debt to finance the costs of the project on a permanent basis (the "Debt"), and to use a portion of the proceeds of such debt to reimburse expenditures made by the Agency for the development of the Project prior to the issuance of the Debt;

WHEREAS, this Resolution is intended to be a "declaration of official intent", in accordance with Treasury Regulations United States Income Tax Regulations section 1.150-2, which generally provides that proceeds of tax-exempt debt are not deemed to be expended when such proceeds are used for reimbursement of expenditures made prior to the date of issuance of such debt, unless certain procedures are followed, one of which is a requirement that (with certain exceptions), prior to the payment of any such expenditure, the issuer declares an intention to reimburse such expenditure;

WHEREAS, the Agency expects to expend moneys (other than moneys derived from the issuance of bonds) on expenditures relating to the acquisition of land and design of the Project prior to the issuance of the Debt, which expenditures will be properly chargeable to a capital account under general federal income tax principles; and the Agency reasonably expects the County to reimburse the Agency for such

1 development cost expenditures with the proceeds of the Debt;

2 **WHEREAS**, at the time of the reimbursement, the Agency will evidence the
3 reimbursement in a writing which identifies the allocation of the proceeds of the Debt to
4 the Agency, for the purpose of reimbursing the Agency for the development cost
5 expenditures made prior to the issuance of the Debt;

6 **WHEREAS**, the Agency reasonably expects the County to make the
7 reimbursement allocation no later than eighteen (18) months after the later of (i) the
8 date on which the earliest original expenditure for the Project is paid or (ii) the date on
9 which such Project is placed in service (or abandoned), but in no event later than three
10 (3) years after the date on which the earliest original expenditure for the Project is paid;
11 and

12 **WHEREAS**, it is in the public interest and for the public benefit that the County
13 declares its official intent to reimburse the expenditures referenced herein.

14 **NOW, THEREFORE, BE IT RESOLVED**, by the County of Riverside Board of
15 Supervisors, as follows:

16 1. The County is working cooperatively with Agency to undertake
17 development services for the Pedley Yard Relocation Project, on behalf of the County of
18 Riverside Transportation Department;

19 2. The County hereby declares that it intends to reimburse the Agency for
20 (i) costs associated with the development of the Project prior to the date of issuance of
21 the Obligations and (ii) to use a portion of the proceeds of the Obligations for
22 reimbursement to the Agency for expenditures for the Project that are paid before the
23 date of issuance of the Obligations.

24 3. The County understands that, pursuant to United States Income Tax
25 Regulations section 1.150-2(d), in order for a reimbursement from the Obligations for
26 the cost of a portion of the Project to be deemed spent for federal income tax purposes,
27 such reimbursement needs to occur no later than 18 months after the later of (i) the
28 date such expenditure was paid, or (ii) the date the portion of the Project for which such

1 expenditure was made is placed in service, but in no event may any such expenditure
2 being reimbursed be made more than three (3) years after such expenditure was paid.

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4 The foregoing resolution was passed and adopted by the County of Riverside Board of
5 Supervisors at a regular meeting held on the ___ day of _____, 2006, by the
6 following vote:

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8 YES:

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10 NO:

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12 ABSENT:

13

14 ABSTAIN:

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Attest:

19

20 By: _____
21 Nancy Romero
22 Clerk of the Board of Supervisors

23

Approved As To Form:

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25 By: _____
26 County Counsel

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s:\RDACOMDIS2\Pedley\Yard Relocation\Resolution 2006-228-Final

FORM APPROVED
COUNTY COUNSEL

JUN 27 2006

