

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

139



FROM: Executive Office

SUBMITTAL DATE:
Oct 7, 2008

SUBJECT: Approval of County Augmentation Agreement by and between the City of Menifee and the County of Riverside.

RECOMMENDED MOTION:

1. That the Board of Supervisors approve and authorize the Chairman to sign the agreement (Attachment A) with the City of Menifee;
2. Direct the Auditor Controller's office to make the budget adjustment in Attachment B; and
3. Direct the Executive Office to make payments subsequent to the execution of the agreement.

BACKGROUND: On July 31, 2007 (Item 3.2) the Board approved the recommended motion to allocate the net savings calculations to the proposed new cities in the areas of Wildomar and Menifee, and to continue to provide annual payments based on the Public Review Draft Comprehensive Fiscal Analysis (CFA). The payments are to be reduced annually by the amount of sales and use tax revenue collected which exceeds the estimated amounts identified in the CFA. The payment amounts are based on the finalized CFA.

Continued on the next page

Attachments

Tina Grande, Principal Management Analyst

FINANCIAL DATA

Current F.Y. Total Cost:	\$ 830,444	In Current Year Budget:	No
Current F.Y. Net County Cost:	\$ 830,444	Budget Adjustment:	Yes
Annual Net County Cost:	\$ 855,357	For Fiscal Year:	08/9-17/18

SOURCE OF FUNDS: Contingency

Positions To Be Deleted Per A-30	<input type="checkbox"/>
Requires 4/5 Vote	<input checked="" type="checkbox"/>

C.E.O. RECOMMENDATION: Approve

APPROVE

County Executive Office Signature

BY:
 Gary M. Christmas

FISCAL PROCEDURES APPROVED
 ROBERT E. BYRD, AUDITOR-CONTROLLER
 BY: 10/11/08
 SUSANA GARCIA-BOCANEGRA
 Departmental Controller
 DATE: 10/11/08
 TAWN V. LIEU
 FORM APPROVED COUNTY COUNSEL
 BY:

Consent Policy

Dept's Recomm.:
 Per Exec. Ofc.:

Prev. Agn. Ref.: 7/31/07 3.2 | District: 3&5 | Agenda Number:

ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD

3.11

The agreement is by and between the City of Menifee and the County of Riverside. It outlines all terms and conditions, including payment terms. In brief, the county shall pay the city the net savings calculation (Table 1 of Attachment A) from the CFA each year. If the sales and use tax revenue collected by the city is in excess of the projected sales and use tax revenue projections (Table 2 of Attachment A) in the CFA, then the county will reduce the payment in the following fiscal year by the amount in excess. There are two exceptions. The first exception is with the initial payment, which will be made in full within 30 days from the effective date of this agreement, and will not have an offset. The second exception is with the final year off-set. The city is required to submit a payment by October 1, 2018 if any sales tax is found in excess for FY 17/18.

The City of Menifee incorporated on October 1, 2008. The city approved the agreement at their first meeting.

County Counsel has approved the agreement as to form.

Attachment B

Decrease appropriations:

10000-1109000000-581000	Appropriation for Contingency	\$830,444
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Increase appropriations:

10000-1101000000-536200	Contributions to Other Non-County Agency	\$830,444
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