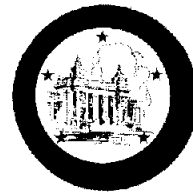


**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

184



FROM: Economic Development Agency /Facilities Management

SUBMITTAL DATE:

June 16, 2011

SUBJECT: Economic Development Agency's Internal Service Fund Loan Payment Extension

RECOMMENDED MOTION: That the Board of Supervisors approve an extension to repay the General Fund loan for the Economic Development Agency's Internal Service Funds.

BACKGROUND: On June 22, 2010, the Board of Supervisors approved three separate General Fund loans for the establishment of Economic Development Agency's (EDA) Custodial, Maintenance, and Real Estate Internal Service funds (ISF) totaling \$3,692,091. The loans were requested to provide 60 days working capital with the intent to establish sufficient cash reserves in the ISFs to handle future cash flows with the ability to repay the loan by June 30, 2011. This is the first year that these divisions are operating as ISFs and every effort has been made to keep cost of services and billable rates from rising. The establishment of the necessary cash reserves required for these funds will take more time than anticipated to build. Due to the current economic situation and inability to increase rates to build sufficient operating reserves, EDA is requesting an extension of the loan with a repayment date of June 30, 2012.

Robert Field
Assistant County Executive Officer/EDA

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2011/12

COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: No

SOURCE OF FUNDS: N/A	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION: APPROVE

BY
County Executive Office Signature Jennifer L. Sargent

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

Prev. Agn. Ref.: 3.12 6/22/10, 3.13 6/22/10, 3.14 6/22/10 District: All Agenda Number: **3.58**