

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

979



FROM: Economic Development Agency/Facilities Management

SUBMITTAL DATE:
July 2, 2014

SUBJECT: Economic Development Agency's Internal Services Fund Loan Payment Extension, All Districts, [\$0]

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 to June 30, 2020.

BACKGROUND:
Summary

On June 22, 2010, the Board of Supervisors approved three separate General Fund loans for the establishment of Economic Development Agency (EDA) Custodial, Maintenance, and Real Estate Internal Service funds totaling \$3,692,091. The Maintenance and Custodial funds have yet to establish sufficient cash reserves to repay their portion of the general fund.

(Continued)

Robert Field
Assistant County Executive Officer/EDA

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 0	\$ 0	\$ 0	\$ 0	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0	
SOURCE OF FUNDS: N/A				Budget Adjustment: No	
				For Fiscal Year: 2014/15-19/20	

C.E.O. RECOMMENDATION:

APPROVE

BY:
Rohini Dasika

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

Departmental Concurrence

- A-30
- Positions Added
- 4/5
- Change Order
- Vote

Prev. Agn. Ref.: 3.12 of 6/22/10; 3.13 of 6/22/10; 3.14 of 6/22/10; 3.58 of 6/28/11; 3.43 of 8/28/12

District: All

Agenda Number:

3-25

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

Economic Development Agency/Facilities Management

FORM 11: Economic Development Agency's Internal Services Fund Loan Payment Extension, All Districts, [\$0]

DATE: July 2, 2014

PAGE: 2 of 2

BACKGROUND:

Summary (Continued)

Rates for services provided have not increased in over 7 years in support of the economic hardship that the many county departments are facing. Consequently, developing sufficient cash reserves for these two funds will continue to prove challenging in the next few years. Every effort has been made to repay the loan while still providing adequate services that meet health and safety standards. An extension is being requested to continue to operate and provide the necessary services needed to county departments. EDA will continue to operate within current policy standards set for revenue generation for our agency and will need more time to repay this loan in the amount of \$3,342,091. EDA will work with the Executive Office to repay the general fund loan prior to FY 2019/20.

Impact on Citizens and Businesses

The Maintenance and Custodial Services Divisions provide critical services to all county owned buildings that allow the community access to county services.

SUPPLEMENTAL:

Additional Fiscal Information

The following loan amounts were provided to establish 60 days working capital for normal operations:

Divisions	Loan Amount
Maintenance Services Division	2,102,000
Custodial Services Division	1,240,091
Total	3,342,091