

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

907



FROM: Economic Development Agency/Facilities Management

SUBMITTAL DATE:
January 14, 2015

SUBJECT: Proposed FY 2015/16 Productive Hourly Rates for Real Estate Services, ALL Districts, [\$0]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve and adopt the proposed productive hourly rates for the Economic Development Agency's Real Estate Division as specified in Attachment A for FY 2015/16.

BACKGROUND:

Summary

The Economic Development Agency (EDA) is proposing the adoption of productive hourly rates for FY 2015/16 to recover costs associated with the provision of real estate services to its customers as specified in Attachment A. In accordance with Board Policy B-4 and B28, EDA brings cost recovery rates to the Board of Supervisors for approval and adoption on an annual basis.

(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: 2015/16

C.E.O. RECOMMENDATION:

APPROVE

BY:
Rohini Dasika

County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

FISCAL PROCEDURES APPROVED
PAUL-ANGULO, CPA, AUDITOR-CONTROLLER
BY:
Russell Dominski / 1-15-15

Departmental Concurrence

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

Prev. Agn. Ref.: 3-39 of 1/28/14

District: ALL

Agenda Number:

3-26

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

Economic Development Agency

FORM 11: Proposed FY 2015/16 Productive Hourly Rates for Real Estate Services, All Districts, [\$0]

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BACKGROUND:

Summary (Continued)

The EDA Real Estate division operates as an Internal Service Fund (ISF) and must recover its operating costs through charges to customers. Real Estate rates were derived by combining direct and indirect costs to run and operate the division.

The Real Estate division provides acquisition and leasing services. Customers will be billed the approved hourly rate multiplied by the number of hours worked providing these services including pre-leasing activities. Leasing services are billed based on the management fee and is applied to the lease amount once an agreement has been executed.

The Real Estate division has maintained the same rates over the past several years. The division is proposing the billable hourly rates for FY 2015/16 to recover costs associated with providing acquisition and leasing services.

EDA has complied with Board policies B-4 and B-28. The Auditor-Controller's Office has reviewed the proposed rates and methodology.

Impact on Citizens and Businesses

There is no foreseeable impact on residents and businesses.

SUPPLEMENTAL:

Additional Fiscal Information

The proposed rates are sufficient for full cost recovery.

Contract History and Price Reasonableness

Comparisons with prior year rates are presented in Attachment A. A rate increase has not been approved in over seven years.

ATTACHMENT:

Attachment A – FY 2015/16 Proposed Real Estate Division Productive Hourly Rates

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Attachment A

**Proposed EDA FY 2015/16
Real Estate Division Productive Hourly Rates**

	<u>FY 14/15 Current</u>	<u>FY 15/16 Proposed</u>	<u>FY 14/15 Current OT</u>	<u>FY 15/16 Proposed OT</u>
Real Estate Services (Acquisition & Pre-leasing)	\$128.67	\$142.26	\$147.34	\$165.02
Leasing Services	3.89%	4.12%		