

**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

Departmental Concurrence

<b>FINANCIAL DATA</b>	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

<b>COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: No</b>	
<b>SOURCE OF FUNDS: N/A</b>	Positions To Be Deleted Per A-30 <input type="checkbox"/>
	Requires 4/5 Vote <input type="checkbox"/>

**C.E.O. RECOMMENDATION:** APPROVE

BY Jennifer L. Sargent

**County Executive Office Signature**

- Policy
- Policy
- Consent
- Consent
- Dept's Recomm.:
- Per Exec. Ofc.:

**MINUTES OF THE BOARD OF SUPERVISORS**

On motion of Supervisor Buster, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Buster, Tavaglione, Stone, Benoit and Ashley  
 Nays: None  
 Absent: None  
 Date: June 28, 2011  
 xc: EDA

Kecia Harper-Ihem  
 Clerk of the Board  
 By Deputy

Prev. Agn. Ref.: 3.12 6/22/10, 3.13 6/22/10, 3.14 6/22/10

District: All

Agenda Number: **3.58**