

MINUTES OF THE BOARD OF SUPERVISORS  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA



**3-28**

On motion of Supervisor Stone, seconded by Supervisor Ashley and duly carried by unanimous vote, IT WAS ORDERED that the recommendation from Supervisor Stone regarding **Acquire Retroactive Rents Enhancing Accounts Receivable Strategy (ARREARS)** is approved to include the following recommended changes:

1. Direct the Executive Office, County Counsel, and Waste Management Department to analyze, get an appraisal and the appropriate rent based on the value for closed and open landfills;
2. Direct the Executive Office and Waste Management Department to report back in 60 days.

On motion of Supervisor Benoit, seconded by Supervisor Stone and duly carried, IT WAS ORDERED that the Board:

3. Reconsider its decision to withdraw its bid to import LA County trash;

On motion of Supervisor Jeffries, seconded by Supervisor Stone and duly carried, IT WAS ORDERED that the Board:

4. Direct the Waste Management Department to pursue any other import opportunities and present the Board with contracts for their consideration; and,
5. On the recommended motion to direct the Auditor Controller to make the budget adjustments on Attachment A, committing \$9,380,504 for legal settlements and moving \$6,019,496 to contingency, no action was taken.

I hereby certify that the foregoing is a full true, and correct copy of an order made and entered on March 19, 2013 of Supervisors Minutes.

WITNESS my hand and the seal of the Board of Supervisors

Dated: March 19, 2013

Kecia Harper-Ihem, Clerk of the Board of Supervisors, in  
and for the County of Riverside, State of California.

(seal)

By: \_\_\_\_\_

Deputy

AGENDA NO.

3-28

xc: Waste, EO, COB

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



**FROM:** Supervisor Stone

**SUBMITTAL DATE:** February 15, 2013

**SUBJECT:** ARREARS Acquire Retroactive Rents Enhancing Accounts Receivable Strategy

**RECOMMENDED MOTION:** That the Board of Supervisors Join Me to Approve and:

1. Direct the Executive Office, County Counsel and Waste Management Department (Waste) to execute a lease for the Badlands and Lamb Canyon landfills to include present and future rent, and to retroactively recover rent payments not collected in the past in accordance with applicable laws;
2. Direct the Executive Office and Waste to research and report back on any other rent owed from Waste to the General Fund;
3. Reconsider the Board's decision to withdraw its bid to import LA County trash;
4. Direct Waste to pursue any other import opportunities and present the Board with contracts for their consideration; and,
5. Direct the Auditor Controller to make the budget adjustments on Attachment A, committing \$9,380,504 for legal settlements and moving \$6,019,496 to contingency.

**BACKGROUND:** The Board of Supervisors held a workshop on February 26, 2013 to discuss the Riverside County Solid Waste System.

Mr. Kernkamp's options to assist the general fund included monies owed to the general fund for rent, monies that could be loaned to the general fund, and other potential options to generate new revenue. Rent owed will be at least \$15.4 million plus another \$1 million ongoing. The enterprise fund could also provide a loan to the general fund of about \$50 million.

We should capture known revenue now to cover the costs expected for tax fee settlements and an advance recently provided to one of our cities.

Finally, upon further reflection, I hope the Board will agree with me that we should not withdraw our bid to import LA County trash. Should our bid be accepted, we will debate at that time whether or not it makes sense to enter into a contract.

(See Attachment A on page 2)

A handwritten signature in blue ink that reads "Jeff Stone". The signature is written in a cursive, flowing style.

Jeff Stone, Third District Supervisor

(SEE ATTACHED MINUTE ORDER)

Attachment A

ARREARS Acquire Retroactive Rents Enhancing Accounts Receivable Strategy

Page 2

Increase Estimated Revenue 10000-1101000000-741000	Rents	\$15,400,000
Increase Appropriations 10000-1109000000-581000	Contingency	\$6,019,496
Increase Unassigned Fund Balance 10000-1000100000-330155	Committed fund balance – Legal Liabilities	\$9,380,504