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

FROM: Department of Public Health

SUBMITTAL DATE:
December 22, 2014

SUBJECT: Resolution No. 2015-026, Reimbursement Resolution Relating to the Public Health Laboratory Expansion and Remodel Project.

RECOMMENDED MOTION: That the Board of Supervisors:
1. Approve and adopt Resolution No. 2015-026 declaring the County's intent to reimburse prior expenditures with proceeds of bond indebtedness.

BACKGROUND:
Summary

The Department of Public Health recommends that the Board of Supervisors adopt Resolution No. 2015-026 declaring its intent to reimburse itself from the proceeds of future bonds for capital project costs paid.

This declaration is made solely for purposes of establishing compliance with the requirements of Section 1.150-2 of the Treasury Regulations. This declaration does not bind the County to make any expenditure, incur any indebtedness, or proceed with the project.

Susan D. Harrington
Susan Harrington
Director of Public Health

Departmental Concurrence

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: Bond proceeds	Budget Adjustment: No
	For Fiscal Year: 2014/15

C.E.O. RECOMMENDATION:
APPROVE
BY: *Jennifer L. Sargent*
County Executive Office Signature Jennifer L. Sargent

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes: Jeffries, Tavaglione, Benoit and Ashley
Nays: None
Absent: None
Date: January 13, 2015
xc: Public Health

Kecia Harper-Ihem
Clerk of the Board
By: *Kecia Harper-Ihem*
Deputy

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

3-9

**SUBMITTAL TO THE BOARD OF SUPERVISORS, COUNTY OF RIVERSIDE, STATE OF CALIFORNIA
FORM 11: Resolution No. 2015-026, Reimbursement Resolution Relating to the Public Health
Laboratory Expansion and Remodel Project.**

DATE: December 22, 2014

PAGE: 2 of 2

BACKGROUND:

Summary (continued)

On November 24, 2014, item 3-15, the Board of Supervisors approved In-principle, the Public Health Laboratory Expansion as part of the Capital Improvement Program (CIP) 2014 Update. The expansion and remodel of the Department of Public Health Laboratory is a high priority. The current laboratory space does not meet the space need of the newer laboratory equipment and is not a safe environment for staff to work in. In December 2013 an architectural, engineering and cost study was completed by HKS and in the executive summary it stated that, "current net space per laboratory technician is approximately 60% of the normal range for public health laboratories." The flow and condensed space allows for possible cross contamination of specimens. Even with the recent remodel of the isolation room, the current use of BSL-2 facilities for *M. tuberculosis* is a continuing safety issue. The addition of a BSL-3 facility will allow for safe handling of *M. tuberculosis* as well as the capability of dealing with emerging infectious diseases.

The Department is ready to begin the project immediately and has included in the plans the operation of the laboratory as the construction is conducted. The department has sufficient revenue to pay the future debt service on a 30-year bond as well as fund the initial activities of the project until the bonds are sold. Estimated cost of the project is \$9.5M and estimated completion date of the project is April 2017.

Impact on Citizens and Businesses

California Health and Safety Code Division 101, Part 3, Chapter 2, Article 5 Sections 101150 – 101165 establishes the requirement for a county health department to have public health laboratory services available. The public health lab provides efficient, technologically advanced, and timely testing of human and animal specimens. Tests offered at the public health lab are often not available at commercial laboratories and are specialized for infectious diseases including, but not limited to, West Nile Virus, *E. coli* O157, and influenza.

SUPPLEMENTAL:

Additional Fiscal Information

There is no additional Net County Cost associated with this project and no budget adjustment is required.

RESOLUTION NO. 2015-026

**A RESOLUTION OF THE BOARD OF SUPERVISORS
OF THE COUNTY OF RIVERSIDE DECLARING ITS
INTENT TO ISSUE TAX-EXEMPT BONDS TO BE USED
TO REIMBURSE THE COUNTY FOR EXPENDITURES
PRIOR TO THE ISSUANCE OF SUCH BONDS**

WHEREAS, the County of Riverside (the "County") desires and intends to participate in financing the acquisition, construction, improvement, and equipping of buildings to be used as the Public Health Laboratory Expansion and Remodel project located within the County in furtherance of its municipal purposes (the "Project"); and

WHEREAS, the County expects to cause the issuance, delivery and sale of tax exempt obligations such as bonds, in one or more series, for the purpose of providing financing for a portion of the Project (the "Obligations"); and

WHEREAS, the County expects to incur certain expenditures relating to the Project and to pay for such expenditures from the County's moneys on hand prior to the execution of the Obligations (the "Reimbursement Expenditures"); and

WHEREAS, the County reasonably expects to use a portion of the proceeds of the Obligations to reimburse the County for expenditures made prior to the date the Obligations are issued;

NOW, THEREFORE, BE IT RESOLVED, DETERMINED AND ORDERED by the Board of Supervisors of the County of Riverside, in regular session assembled on January , 2015, at 9:00 a.m., in its meeting room located on the 1st Floor of the County Administrative Center, 4080 Lemon Street, Riverside, California, as follows:

Section 1. Declaration of Official Intent. The County hereby declares its official intent, subject to the further approval of this Board, to use up to \$9,533,744 of the proceeds of the Obligations to reimburse itself for the Reimbursement Expenditures. It is intended that this Resolution shall constitute a declaration of "official intent" within the meaning of Section 1.150-2 of the Treasury Regulations promulgated under Section 150 of the Internal Revenue Code of 1986, as amended.

1 Section 2. Other Approvals. The adoption of this Resolution shall not
2 bind the County to proceed with issuance of the Obligations until and unless all other
3 necessary actions and approvals are taken or received in accordance with all applicable laws.

4 Section 3. Effective Date. This Resolution shall take effect upon adoption.

5 PASSED, APPROVED AND ADOPTED by the Board of Supervisors of the County
6 of Riverside this th day of January, 2015.
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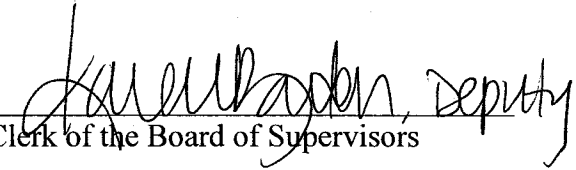
1 I, Kecia Harper-Ihem, Clerk of the Board of Supervisors of the County of Riverside, do
2 hereby certify that the foregoing Resolution No. 2015-026 was duly and regularly adopted by the
3 Board of Supervisors of the County of Riverside at a regular meeting thereof held on the
4 13th day of January, 2015.
5

6 AYES: Jeffries, Tavaglione, Benoit and Ashley

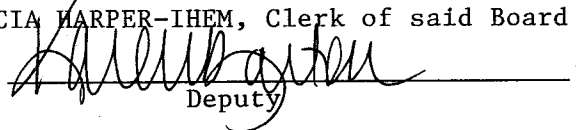
7 NOES: None

8 ABSENT: None

9 ABSTAIN: None

10 
Clerk of the Board of Supervisors

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12 The foregoing is certified to be a true copy of a resolution duly
13 adopted by said Board of Supervisors on the date therein set forth.

14 KECIA HARPER-IHEM, Clerk of said Board
15 By 
Deputy