

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



ITEM
3.44
(ID # 3121)

MEETING DATE:

Tuesday, December 6, 2016

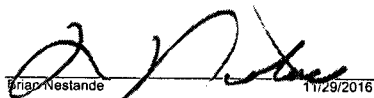
FROM : EXECUTIVE OFFICE:

SUBJECT: EXECUTIVE OFFICE: Adoption of Resolution No. 2016-227, declaring the intent to reimburse the Executive Office for expenditures related to the Salton Sea Authority Restoration project; District 4 [\$300,000]; General Fund

RECOMMENDED MOTION: That the Board of Supervisors:

1. Authorize the cost for reviewing an engineering and economic report, as well as legal services, for the preliminary stages of the Salton Sea Restoration Project which is not to exceed the total aggregate amount of \$300,000.
2. Approve and adopt Resolution 2016-227, declaring intent to reimburse the Executive Office for expenditures made on the Salton Sea Authority Restoration project.

ACTION: Policy


Brian Nestande 11/29/2016

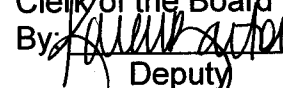
FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 50,000	\$250,000	\$ 300,000	\$
NET COUNTY COST	\$ 50,000	\$250,000	\$ 300,000	\$
SOURCE OF FUNDS: General Fund			Budget Adjustment:	No
			For Fiscal Year:	16/17

C.E.O. RECOMMENDATION: Approve

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes: Jeffries, Tavaglione, Washington and Ashley
Nays: None
Absent: Benoit
Date: December 6, 2016
xc: EO

Kecia Harper-Ihem
Clerk of the Board
By: 
Deputy

3.44

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


BACKGROUND:

Summary

The Board has been a member of the Salton Sea Authority, a joint powers authority, since its creation in 1994. The purpose of the Authority is to advocate for and manage a process to restore and/or remediate the Sea. The Board is represented on the Authority by two members, currently Supervisors Benoit and Ashley. State and federal agencies are currently working with the Authority to begin the process of restoration. There are numerous funding options for construction and maintenance of the project. One funding mechanism is the creation of an Enhanced Infrastructure Finance District by the County. The cost for reviewing an engineering and economic report, as well as legal services, is \$300,000. The Executive Office will pay these costs initially, and will later be reimbursed from bond proceeds issued by the Enhanced Infrastructure Financing District.

Impact on Residents and Businesses

Restoration of the Salton Sea will improve the environmental problems and create economic benefits, with a goal to protect wildlife and the various endangered species while also increasing recreation and tourism.



Gregory V. Priamos, Director County Counsel 11/30/2016

RESOLUTION NO. 2016-227

A RESOLUTION OF THE BOARD OF SUPERVISORS OF THE
COUNTY OF RIVERSIDE DECLARING ITS OFFICIAL INTENT
TO AND AUTHORIZING REIMBURSEMENT OF CERTAIN
EXPENDITURES MADE IN CONNECTION WITH THE SALTON
SEA AUTHORITY RESTORATION PROJECT

WHEREAS, the County of Riverside ("County") desires to finance the acquisition, purchase, modification, expansion, improvement, rehabilitation, leasing or construction of the Salton Sea Authority Restoration Project and to pay expenses incurred in conjunction therewith;

WHEREAS, the County expects to enter into a long-term lease arrangement to finance the costs of the Salton Sea Authority Restoration Project (the "Lease Financing"):

WHEREAS, the County expects to expend moneys (other than the moneys derived from the issuance of bonds) on expenditures relating to the costs of the Lease Financing prior to the consummation of the Lease Financing, which expenditures would be properly chargeable to a capital account under general federal income tax principals;

WHEREAS, the County reasonably expects to reimburse certain of such expenditures with the proceeds of the Lease Financing;

WHEREAS, the County expects that the maximum principal amount of proceeds of the Lease Financing which will be issued to pay for the costs of the Salton Sea Authority Restoration Project (and related issuance costs) will not exceed \$300,000,000;

WHEREAS, at the time of the reimbursement, the County will evidence the reimbursement in a writing which identifies the allocation of the proceeds of the Lease Financing to the County for the purpose of reimbursing the County for the expenditures made prior to the consummation of the Lease Financing;

WHEREAS, the County expects to make the reimbursement allocation no later than eighteen (18) months after the later of (i) the date on which the earliest original expenditure

FORM APPROVED COUNTY COUNSEL
BY *[Signature]* 11/29/16
DALE A. GARDNER DATE

1 is paid or (ii) the date on which the Lease Financing are placed in service (or abandoned), but in
2 no event later than three (3) years after the date on which the earliest original expenditure for
3 the Lease Financing paid;
4

5 **WHEREAS**, the County will not, within one (1) year of the reimbursement
6 allocation, use the proceeds of the Lease Financing received in the reimbursement allocation in
7 a manner that will result in the creation of replacement proceeds of the Lease Financing or
8 another issue; and

9 **WHEREAS**, this resolution is intended to be a "declaration of official intent" in
10 accordance with Section 1.150-2 of the Treasury Regulations.
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13 **NOW, THEREFORE, BE IT RESOLVED**, that in accordance with Section 1.150-
14 2 of the Treasury Regulations, the County declares its intention to consummate a Lease
15 Financing in a principal amount not to exceed \$300,000,000 the proceeds of which will be used
16 to pay for the costs of the Salton Sea Authority Restoration Project (and related issuance costs),
17 including the reimbursement to the County for certain expenditures relating to the Lease
18 Financing made prior to the consummation of the Lease Financing in an approximate amount of
19 \$300,000.
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21 This Resolution shall take effect immediately upon its passage.
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PASSED and ADOPTED by the Board of Supervisors of the County of Riverside on the 6th day of December 2016.

COUNTY OF RIVERSIDE

By: John J. Benoit
John Benoit,
Chairman of the Board of Supervisor

Kecia Harper-Ihem
Clerk of the Board

By: [Signature]
Deputy

(Seal)

ROLL CALL:

Ayes: Jeffries, Tavaglione, Washington and Ashley
Nays: None
Absent: Benoit

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

KECIA HARPER-IHEM, Clerk of said Board
By *Kecia Harper-Ihem*
Deputy