

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



ITEM: 3.88
(ID # 25222)

MEETING DATE:
Tuesday, June 25, 2024

FROM : EXECUTIVE OFFICE

SUBJECT: EXECUTIVE OFFICE: Adopt Resolution No. 2024-131 Authorizing the Advancement of Funds to the Palo Verde Valley Library District, District 4. [\$200,000 - 100% Property Tax Revenue]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve and adopt Resolution No. 2024-131, a Resolution of the County of Riverside Authorizing the Advancement of Funds to the Palo Verde Valley Library District; and
2. Approve the Agreement for Advancement of Funds to Maintain Essential Services between the County of Riverside and Palo Verde Valley Library District and authorize the Chairperson to execute the attached agreement.

ACTION:Policy


Stephanie Perez, Deputy Director of Admin. Services 6/20/2024

MINUTES OF THE BOARD OF SUPERVISORS

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

Ayes: Jeffries, Spiegel, Washington, Perez and Gutierrez
Nays: None
Absent: None
Date: June 25, 2024
xc: E.O.

Kimberly A. Rector
Clerk of the Board

By: 
Deputy

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

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost
COST	\$ 200,000	\$ 0	\$ 200,000	\$ 0
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0
SOURCE OF FUNDS: Property Tax Revenue			Budget Adjustment: No	
			For Fiscal Year: 24/25	

C.E.O. RECOMMENDATION: Approve.

BACKGROUND:

Summary

Article 16, Section 6, of the California Constitution authorizes a county to lend available funds to a special district, not to exceed 85% of the district's anticipated yearly tax revenue. The loan shall be repaid from that revenue source before the district pays any other obligation.

The Palo Verde Valley Library District (District) reports limited funds and revenues available for the payment of ongoing expenditures, which include payroll and health insurance, during July 1, 2024, to June 30, 2025. Therefore, the District is requesting an advance of \$200,000 of its FY 2024/2025 property tax revenue. Repayment with interest is required in the same fiscal year the advancement is made. The estimated interest is \$5,808. If the District requires advancement in future fiscal years, a separate request will need to be considered by the Board of Supervisors.

The Agreement and Resolution No. 2024-131 have been reviewed and approved as to form by County Counsel.

Impact on Residents and Businesses

The advancement of property taxes does not have a direct impact on citizens and businesses; however, the District's request for advancement may contribute towards the District's ability to provide services to the residents and businesses in their service area.

Additional Fiscal Information

The District is obligated to pay interest on the advancement, which is estimated to be \$5,808.

ATTACHMENTS:

ATTACHMENT A. Palo Verde Valley Library District Resolution No. 01-2024

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

ATTACHMENT B. Resolution No. 2024-131, a Resolution of the County of Riverside
Authorizing the Advancement of Funds to the Palo Verde Valley
Library District

ATTACHMENT C. Agreement for Advancement of Funds to Maintain Essential Services


Steven Atkeson 6/20/2024


Aaron Gettis, Chief of Deputy County Counsel 6/19/2024

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3 RESOLUTION NO. 2024-131

4
5 A RESOLUTION OF THE BOARD OF SUPERVISORS OF
6 THE COUNTY OF RIVERSIDE AUTHORIZING THE ADVANCEMENT
7 OF FUNDS TO PALO VERDE VALLEY LIBRARY DISTRICT
8

9 **WHEREAS**, the Palo Verde Valley Library District (the "District") was established in 1960
10 and provides the community of Blythe and surrounding areas with access to information, resources,
11 programs and services in a safe, accessible environment; and

12 **WHEREAS**, the District has limited funds and revenues available for the payment of
13 ongoing expenditures, which include payroll and health insurance, during July 1, 2024, to June 30, 2025;
14 and

15 **WHEREAS**, the California Constitution, Article 16, Section 6 allows the County of
16 Riverside ("County") to temporarily advance and transfer funds to the District, up to 85% of the anticipated
17 revenues accruing to the District in the current fiscal year, to solve the District's cash flow problems and
18 enable it to perform its functions and meet its obligations; and

19 **WHEREAS**, such temporary advance and transfer of funds shall only be made upon
20 resolution adopted by the Board of Supervisors of the County of Riverside and upon the County directing
21 the Treasurer to make such temporary advance and transfer; now, therefore,

22 **BE IT RESOLVED, DETERMINED AND ORDERED** by the Board of Supervisors of
23 the County of Riverside, State of California, ("Board") assembled in regular session on June 25, 2024, at
24 9:30 a.m. or soon thereafter, in the meeting room of the Board of Supervisors, located on the first floor of
25 the County Administrative Center, 4080 Lemon Street, Riverside, California, that:

- 26 1. The Board finds that the recitals set forth above are true and correct.
27 2. The Board of Supervisors agrees and authorizes the County Treasurer to advance
28 \$200,000 to the District, an amount less than 85% of the anticipated revenues accruing

FORM APPROVED COUNTY COUNSEL
BY: MCT 13JUN24
MICHAEL C. THOMAS DATE

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to the District in the current fiscal year, pursuant to a written agreement between the County and the District (the "Agreement").

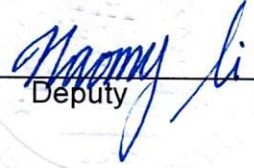
3. The advance is to be repaid with interest pursuant to the Agreement which is to be administered by the County Executive Officer or his designee.
4. The Agreement, a copy of which is on file with the Clerk of the Board, is approved substantially as to form with such changes, additions, and omissions as the County Executive Officer or his designee shall approve.
5. The Chairman of the Board is authorized to sign and execute the Agreement in final form.
6. The Executive Office is authorized and directed to advance said amount, and within the same fiscal year, the Auditor Controller is authorized to collect repayment with interest, consistent with the Agreement.
7. This Resolution shall take effect immediately upon its adoption.

ROLL CALL:

Ayes: Jeffries, Washington, Spiegel, Perez, and Gutierrez
Nays: None
Absent: None

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.

KIMBERLY A. RECTOR, Clerk of said Board

By: 
Deputy

AGREEMENT FOR
ADVANCEMENT OF FUNDS TO MAINTAIN ESSENTIAL SERVICES
(County of Riverside and Palo Verde Valley Library District)

This Agreement for Advancement of Funds to Maintain Essential Services ("Agreement") is made and entered by and between the COUNTY OF RIVERSIDE, a political subdivision of the State of California ("COUNTY"), and the Palo Verde Valley Library District, a special district ("DISTRICT"), with respect to the following facts:

A. The California Constitution, Article XVI, Section 6 allows the COUNTY to temporarily advance and transfer funds to the DISTRICT, up to 85% of the anticipated revenues accruing to the DISTRICT in the current fiscal year, to solve the DISTRICT's cash flow problems and enable it to perform its functions and meet its obligations; provided the Board of Supervisors of the County of Riverside adopts a resolution authorizing such temporary advance and transfer and directs the County Treasurer to make such temporary advance and transfer to the DISTRICT.

B. COUNTY and DISTRICT now wish to enter into this Agreement to provide the terms and conditions for the COUNTY to advance \$200,000 to DISTRICT and the repayment of such advancement of funds pursuant to California Constitution, Article XVI, Section 6.

C. Under this Agreement, DISTRICT will use the funds to continue to provide essential services to the local community, to perform its functions, and to meet its financial obligations. Said funds may be used for any normal operating expense of the DISTRICT included in the district's fiscal year 2024-25 budget.

D. Upon adoption of Resolution No. 2024-131, the Treasurer has the authority under the California Constitution, Article XVI, Section 6 and this Agreement both to transfer and to replace funds. The Treasurer shall coordinate with the County Executive Officer, who will be the administrator on behalf of the COUNTY for this Agreement.

NOW, THEREFORE, the parties hereto agree as follows:

1. TERM: The term of this Agreement shall be July 1, 2024 to June 30, 2025.
2. ADVANCEMENT: The advancement is generally described as a short-term advancement provided by COUNTY to DISTRICT and repaid with interest within the same fiscal year.

- a. COUNTY will transfer the sum of \$200,000 by and through its Treasurer, to the DISTRICT within one week of the full execution of this Agreement;
- b. Both parties will consider the transfer to be an advance of the DISTRICT's anticipated property tax revenue by withholding any or all of subsequent tax distributions until the loan is repaid in full;
- c. DISTRICT agrees that COUNTY shall collect repayment(s) toward the advancement by withholding any or all of subsequent tax distributions until the loan is repaid in full;
- d. DISTRICT agrees to compensate COUNTY for the loss of investment earning by paying interest at the same rate that COUNTY applies to funds of the DISTRICT on deposit with the COUNTY, estimated at \$5,808.

3. PAYMENT: Payment or payments will be made at the time of normal distribution of tax revenue to special districts within the COUNTY, typically in January, May and July of each year. DISTRICT agrees to pay interest on the borrowed funds as follows:

- a. Interest expense will begin to accrue on the date that the transfer of funds occurs.
- b. Interest expense will be accrued monthly at the published county pool rate on any unpaid balance owed to COUNTY.
- c. Interest and principal will be paid in full from the January distribution. Should the January distribution be less than the borrowed amount and interest, the remaining balance will be repaid from the May distribution. Should the January and May distributions be less than the borrowed amount and interest, the remaining balance will be paid by DISTRICT no later than June 30, 2025.

4. MUTUAL HOLD HARMLESS. The parties agree to hold each other, their elected officials, employees, contractors and agents mutually harmless from any and all claims, demands and liability, including attorney's fees, arising from each party's performance of this Agreement except to the extent that such liability is caused by the negligence of the other party.

5. ENTIRE AGREEMENT. This Agreement sets forth the entire agreement between the parties with respect to the subject matter hereof and all prior negotiations and dealings pertaining to the subject matter hereof shall be deemed merged herein.

6. AMENDMENT. This Agreement shall not be modified except by written consent of the parties.

7. ADMINISTRATION. The County Executive Officer, or his designee, shall administer this Agreement on behalf of COUNTY.

8. SEVERABILITY. If any provision in this Agreement is held by a court of competent jurisdiction to be invalid, void or unenforceable, the remaining provisions will nevertheless continue in full force without being impaired or invalidated in any way.

9. TERMINATION. After repayment of any advanced amount with interest, this Agreement will be of no further force or effect, with the exception of Section 4 above.

10. ASSIGNMENT. Neither this Agreement nor the duties or obligations under this Agreement shall be assigned by either party without prior written consent of the other party. This does not prohibit COUNTY however from performing its duties or obligations hereunder by way of subcontract.

11. NONDISCRIMINATION. Except as provided in Section 12940 of the California Government Code, during DISTRICT's performance of the contract, DISTRICT shall not discriminate on the grounds of race, religious creed, color, national origin, ancestry, physical disability, mental disability, reproductive health decision making, medical condition, genetic information, marital status, sex, gender, gender identity, gender expression, age, sexual orientation, or veteran or military status in the selection and retention of employees and subcontractors and the procurement of materials and equipment.

12. NOTICES. All correspondence and notices required or contemplated by this Agreement shall be delivered to the respective parties at the addresses set forth below and are deemed submitted one (1) day after their deposit in the United States Mail, postage prepaid:

PALO VERDE VALLEY LIBRARY DISTRICT
125 W. Chanslorway
Blythe, CA 92225
Attn: Nancy Meyer, Board President

COUNTY OF RIVERSIDE
4080 Lemon Street, 4th Floor
Riverside, CA 92501
Attn: Steve Atkeson

(Signature Provisions on Following Page)

IN WITNESS WHEREOF, COUNTY and DISTRICT have caused this Agreement to be duly executed on the 25 day of June, 2024.

PALO VERDE VALLEY LIBRARY DISTRICT

By Nancy Meyer
Nancy Meyer, President

By Kay Smith
Kay Smith, Vice President

COUNTY OF RIVERSIDE

By Chuck Washington
Chuck Washington
Chairperson, Board of Supervisors

ATTEST:
Kimberly Rector, Clerk of the Board

By Naomy Li
Clerk of the Board, deputy

APPROVED AS TO FORM
County Counsel

By Michael Thomas
Michael Thomas
Deputy County Counsel

Palo Verde Valley District Library

125 W. Chanslorway
Blythe, California, 92225
(760) 922-5371
(760) 922-5334 Fax

RESOLUTION #01-2024

RESOLUTION OF THE BOARD OF TRUSTEES OF THE PALO VERDE VALLEY LIBRARY DISTRICT AUTHORIZING THE ADVANCEMENT OF FUNDS FROM RIVERSIDE COUNTY

WHEREAS, the Palo Verde Valley Library District has limited funds and revenues available for the payment of ongoing expenditures, which include payroll and health insurance during July 1, 2024 to June 30, 2025;

WHEREAS, the District is permitted to request from the County an advancement on the funds collected during the fiscal year on behalf of the District;

NOW, THEREFORE, BE IT RESOLVED that we, the Board of the Palo Verde Valley Library District, do and hereby, request an advancement of District funds in the amount of \$200,000.00 from Riverside County.

The Palo Verde Valley Library District hereby authorizes any Authorized Representative to enter into on behalf of the District, or to instruct the County to enter into, any amendments or supplements or terminations of the agreement, as the Authorized Representative executing and delivering such document may require or approve, such requirement or approval to be conclusively evidenced by the execution and delivery thereof.

The Authorized Representatives are, and each of them acting alone is, authorized and directed to take any and all actions, and to execute any and all documents, as may be necessary or desirable to effectuate the purposes of this Resolution.

The following Representatives are authorized to execute any and all documents for purposes of this Resolution:

Nancy Meyer, President and Joyce Anderson, Secretary

PASSED AND ADOPTED at the regular meeting of the Palo Verde Valley Library District held Thursday, March 21, 2024.

Nancy Meyer
Nancy Meyer, President

3/21/24
Date

I HERBY CERTIFY that the foregoing is a full, true, and correct copy of Resolution #01-2024 adopted by the Board of Trustees of the Palo Verde Valley Library District at a duly-noticed regular meeting held on March 21, 2024.

Kay Smith
Kay Smith – Vice President

3/21/24
Date