



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: Treasurer – Tax
Collector
Department No.: 065
For Agenda Of: 2/19/2008
Placement: Administrative
Estimated Tme:
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors

FROM: Department Bernice James, Treasurer – Tax Collector
Director(s)
Contact Info: Stacey Matson, Investment & Debt Officer
(805) 568 - 2158

SUBJECT: **Reimbursement of Project Expenditures From Proceeds Issuance**

County Counsel Concurrence

As to form: Yes

Other Concurrence: Debt Advisory Committee

As to form: Select_Concurrence

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions: Consider and adopt the attached resolution enabling the County to reimburse expenditures incurred prior to issuance by the Public Works Department, Solid Waste and the Santa Barbara County Redevelopment Agency, Isla Vista Project Area, contingent upon County Board of Supervisors approval of the issuance.

Summary Text:

Should the BOS approve the financing of these projects, proceeds may be used for the reimbursement of expenditures occurring prior to issuance.

Background:

On December 7, 2007 the Debt Advisory Committee considered and recommended for Board of Supervisors (BOS) consideration and approval obtaining financing for the Santa Barbara County Redevelopment Agency, Isla Vista Project Area, and the Public Works Department, Tajiguas Landfill Impermeable Liner acquisition.

The attached resolution establishes reimbursement authority for these projects, pursuant to a debt issuance in an amount not to exceed \$30 million.

Per Treasury Regulations 26 C.F.R. 1.150 - 2 "Proceeds of Bonds Used for Reimbursement", to qualify for reimbursement, a resolution of the BOS must be adopted no later than 60 days after payment of the original expenditure and reimbursement must be made within the later of 18 months after the original

expenditure is paid, or 18 months after the project is placed in service or abandoned, but in no event more than 3 years after the original expenditure is paid.

It is expected that the issuance will be presented to the BOS for consideration and approval in April of 2008.

Fiscal and Facilities Impacts:

Budgeted: Costs associated with the construction contract for the Tajiguas Landfill Phase 2A Liner project have been included in the FY 2007/08 Estimated Budget and the FY 2008/09 Recommended budget of the Resource Recovery & Waste Management (RRWM) Enterprise Fund.

Costs associated with the design and planning for the RDA projects have been included in the FY 2007/08 Adopted RDA Budget. Costs associated with construction and acquisitions for the RDA projects are included in the FY 2008/09 Recommended RDA Budget.

Fiscal Analysis:

<u>Funding Sources</u>	<u>Current FY Cost:</u>	<u>Annualized On-going Cost:</u>	<u>Total One-Time Project Cost</u>
General Fund			
State			
Federal			
Fees			
RDA	\$300,000	NA	\$ 18,000,000.00
Enterprise Fund	\$ 3,250,000.00	\$ 3,250,000.00	\$ 6,500,000.00
Total	\$ 3,550,000.00	\$ 3,250,000.00	\$ 24,500,000.00

Narrative:

The reimbursement of expenditures would occur after BOS financing approval and upon the actual proceeds issuance. The RRWM Enterprise and RDA funds have sufficient cash balance for expenditures incurred prior to proceeds issuance.

Staffing Impacts:

Legal Positions:

FTEs:

N/A

Special Instructions:

Please forward three signed, original signature, resolutions to Stacey Matson, Office of the Treasurer – Tax Collector

Attachments:

Resolution

Authored by:

Stacey Matson