

Southern Coachella Valley Community Services District

STAFF REPORT

Board Agenda Item: Resolution No. 2024-07:

1. **ALLOWING THE FUNDS COLLECTED FROM THE FRANCHISE FEE AGREEMENT TO BE USED IN ALL DISTRICT EXPENSES INCLUDING, BUT NOT LIMITED, TO GENERAL FUND EXPENSES.**
2. **FORGIVING THE BALANCE OF THE LOAN OWED TO THE WASTE FUND BY THE GENERAL FUND.**

Requested Action: Adopt the Resolution as submitted.

Background:

1. As recommended by State Auditor, the SCVCSD needs to pass said Resolution to continue to use the funds collected from the Franchise Fee Agreement (Waste Fund – WF) to offset all expenses including, but not limited to, General Fund Expense (GF).
2. As recommended by the State Auditor, the SCVCSD needs to forgive the balance of the loan owed to the Waste Fund (WF) to continue to offset GF expenses with WF revenues.

Fiscal Impact: N/A

Alternatives: N/A

Recommendation: Adopt Resolution No. 2024-07;

Submitted by: Ben Crowson, General Manager

Meeting Date: November 26, 2024

EXHIBIT “A”

- 1. ALLOWING THE FUNDS COLLECTED FROM FRANCHISE FEE AGREEMENT TO BE USED IN ALL DISTRICT EXPENSES INCLUDING, BUT NOT LIMITED, TO GENERAL FUND EXPENSES.**
- 2. FORGIVING THE BALANCE OF THE LOAN OWED TO THE WASTE FUND BY THE GENERAL FUND.**

The District in order to maintain financial stability in a time of elevated expenses and minimal if any growth in revenues, has authorized the use of funds collected within its Franchise Fee Agreement (Waste Fund) to offset any expenditures not covered by any other source of income, specifically Law Enforcement Expenditures (General Fund). The District has been instructed to pass an annual Resolution allowing contracted accounting firms to offset said expenditures;

The District in order to maintain its allowing of Waste Fund Revenues to offset General Fund Expenditures must forgive and loan given to the General Fund within the last 2 years. The loan amount(s) are:

Fiscal Year ending 6/30/2024: \$ \$87,506.17

Upon forgiving these loan amounts AND allowing the Waste Fund to offset expenditures within the District’s own financial accounting, future loans will not be necessary and all expenditures can be made within the District’s Revenue;

END OF EXHIBIT “A”