

## **AGREEMENT FOR TEMPORARY TRANSFER OF FUNDS**

This Temporary Transfer of Funds Agreement is entered into \_\_\_\_\_, (the “effective date”) by and between the **County of Monterey** (“County”) and the **Resource Conservation District of Monterey County** (“RCD”), collectively “the **Parties**.”

WHEREAS, RCD anticipates being without sufficient funds to meet their operating expenses in FY2023/24 due to timing of their grant revenues and has requested a temporary transfer of funds pursuant to the California Constitution, Article 16, Section 6;

WHEREAS, RCD does not receive property tax revenues;

WHEREAS, RCD’s main source of revenue is governmental grants, which grant funds are deposited in, and in custody of, the Monterey County Treasury and which are paid out solely

WHEREAS, County has reviewed and analyzed anticipated revenues and cash projections provided by RCD Staff that will allow RCD to meet repayment of transfer at the Repayment date; through the Office of the Monterey County Treasurer-Tax Collector;

WHEREAS, County agrees to transfer a fixed amount of money; and

WHEREAS, the amount of transfer will not exceed 85% of anticipated revenues accruing to RCD in the current fiscal year;

NOW THEREFORE, in consideration of conditions contained herein, the Parties agree as follows;

1. **Temporary Transfer Amount.** The County will transfer RCD **\$400,000**, as a temporary transfer of funds. (the “Transfer”)
2. **Interest Rate.** The Parties agree the Interest Rate for this temporary transfer of funds will be the rate equivalent to the average rate of return currently earned on deposits in the County Treasury.
3. **Temporary Transfer Term.** This Temporary Transfer shall be for a period of ten months.(July 2023 through April 2024)
4. **Repayment.** The Parties agree RCD shall pay County \$400,000, plus interest accrued, in two installments of \$200,000 per payment. The first installment will be paid no later than December 31 , 2023. The second installment will be paid no later than April 30, 2024. The Parties agree the County will transfer each amount directly from RCD’s cash account (Fund 621) held at the County’s Treasury Pool no later than the dates mentioned in this paragraph. The transfer shall be repaid from RCD’s revenues before any other obligation is met from such revenue.

**RESOURCE CONSERVATION DISTRICT OF MONTEREY COUNTY**

Officer Signature: \_\_\_\_\_

Officer Name and Title: \_\_\_\_\_

Date: \_\_\_\_\_

**COUNTY OF MONTEREY**

Officer Signature: \_\_\_\_\_

Officer Name and Title: \_\_\_\_\_

Date: \_\_\_\_\_