

RESOLUTION NO. 25-_____

**RESOLUTION OF THE YOLO COUNTY BOARD OF SUPERVISORS
AUTHORIZING THE FIRST AMENDMENT TO LOAN AGREEMENT
NO. 23-139 BETWEEN THE COUNTY OF YOLO AND THE MADISON
COMMUNITY SERVICES DISTRICT FOR THE MADISON COMMUNITY
DRINKING WATER REHABILITATION PROJECT**

WHEREAS, the Madison Community Services District (“Madison CSD”) operates and exists pursuant to the provisions of the Community Services District Law, Government Code section 61000 et seq., and manages and maintains the water system and the sewer system around the community of Madison located in Yolo County; and

WHEREAS, the Madison CSD was awarded a grant from the California Department of Water Resources (“DWR”) in the amount of \$3,843,706 (“DWR Grant”); and

WHEREAS, the DWR Grant funds will be used for the Madison Community Drinking Water Rehabilitation Project (“the Project”), which involves the replacement of existing leaking water distribution system pipelines and rehabilitating the existing well to ensure the community has reliable water supply during current and future droughts; and

WHEREAS, the Project requires Madison CSD to expend significant sums and seek reimbursement from DWR and, in order to properly manage cashflow, Madison CSD requested a line of credit from the County in the maximum principal sum of Five Hundred Thousand and No/100 Dollars (\$500,000.00); and

WHEREAS, on June 27, 2023, the Board of Supervisors approved a Loan Agreement between the County and the Madison CSD whereby the County provided a line of credit in the amount of \$500,000.00 with a Maturity Date of December 31, 2024; and

WHEREAS, challenges with Project design have resulted in a delay in the timeline for construction beyond what was originally anticipated, and beyond the December 31, 2024 Maturity Date; and

WHEREAS, the County and Madison CSD desire to extend the Maturity Date of the loan to December 31, 2026 in order to provide funding for cash flow during the construction period; and

WHEREAS, the County is expressly authorized to lend any of its available funds to Madison CSD, which is located entirely within the boundaries of the County pursuant to Government Code section 23010 for the Project, which will enable Madison CSD to perform its functions and meet its obligations; and

WHEREAS, Madison CSD has determined the loan does not exceed 85 percent of Madison CSD’s anticipated revenue for the fiscal year in which it is made or for the next ensuing fiscal year, and shall be repaid out of that revenue, including the DWR Grant fund revenues, before the payment of any other obligation of Madison CSD in compliance with

Government Code section 23010;

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of Yolo County as follows:

1. Incorporation of Recitals. The recitals set forth above are true and hereby incorporated as substantive findings for this Resolution.
2. Approval of First Amendment to Loan Agreement. The Chief Financial Officer, or the Chief Financial Officer's designee, is hereby authorized to execute the First Amendment to Loan Agreement No. 23-139 with the Madison CSD attached hereto for the Madison Community Drinking Water Rehabilitation Project to extend the Maturity Date to December 31, 2026.
3. All other terms and conditions of the Loan Agreement remain unchanged.

PASSED AND ADOPTED by the Yolo County Board of Supervisors at its meeting on August 26, 2025, by the following vote:

AYES:
NOES:
ABSENT:
ABSTENTION:

Mary Vixie Sandy, Chair
Yolo County Board of Supervisors

Attest: Julie Dachtler, Senior Deputy Clerk
Yolo County Board of Supervisors

Approved as to Form:

By: _____
Deputy (Seal)

By: 
Philip J. Pogledich, County Counsel