



RESOLUTION No. _____

OF THE BOARD OF SUPERVISORS OF THE COUNTY OF NEVADA

**RESOLUTION AUTHORIZING THE BOARD OF SUPERVISORS
TO EXECUTE A MEMORANDUM OF UNDERSTANDING
BETWEEN THE NEVADA COUNTY TAX COLLECTOR AND
THE CALIFORNIA STATE ASSOCIATION OF COUNTIES –
FINANCE CORPORATION TAX REFUND EXCHANGE AND
COMPLIANCE SYSTEM (CAL-TRECS) FOR THE
ADMINISTRATION OF THE FRANCHISE TAX BOARD
INTERCEPT PROGRAM NOT TO EXCEED \$10,000 PER YEAR**

WHEREAS, Cal-TRECS debt offset clearinghouse program allows local government agencies, including counties, cities, and special districts, to easily and efficiently collect delinquent debt through the withholding to a debtor's personal income tax refunds, lottery proceeds, or unclaimed property; and

WHEREAS, California Government Code sections 12419.2-12419.12 establish the state's offset program and authorizes cities, counties and or special districts to participate on an annual basis; and

WHEREAS, while California State agencies and local governments have been using debt offset for years to collect their debts, the clearinghouse concept significantly reduces staff time now needed to match debtors with social security numbers and to format debt data to meet state requirements; and

WHEREAS, there is no cost to register or participate other than debtor notification; the local government imposes a \$25 local collection assistance fee on the debtor which is collected as part of the offset; and

WHEREAS, participating units of local government have seen increases in revenue, more accurate data, and more available staff time by participating in the offset program.

NOW, THEREFORE BE IT RESOLVED by the Board of Supervisors of the County of Nevada, State of California, that the Chair of the Board of Supervisors is hereby authorized to execute, on behalf of the County of Nevada, a Memorandum of Understanding between the Nevada County Tax Collector and the California State Association of Counties – Finance Corporation Tax Refund Exchange and Compliance System (Cal-TRECS).