



County of El Dorado

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July 16, 2010

Mr. Craig Enos, CPA
Ueltzen & Company
3600 American River Drive, Suite 150
Sacramento, CA 95864

RE: CFD 1992-1

Craig:

On June 2, 2010, via e-mail, we provided you with the fiscal agent bank statements for the Serrano Mello Roos District (CFD 1992-1) for the period January 1, 2010, through April 30, 2010. You are also in possession of the Debt Service Schedules for CFD 1992-1.

Yesterday, after 5 PM we received an e-mail from Kirk Bone that included a schedule, "Estimated Surplus Cash at May 20, 2010" for CFD 1992-1 prepared by Ueltzen & Company. The schedule indicates that \$6,332,408 of cash is available in Special Tax and CFD Funds as of May 20, 2010. The \$6,332,408 is overstated by approximately \$1,573,699. The \$1,573,699 is the Debt Service Interest payment that was made on March 1, 2010, in accordance with the Debt Service Schedules referenced above and as reported on the fiscal agent bank statements noted above.

My staff and I are in the process of reviewing all of the documents we received from Kirk Bone last night after 5 PM. If we note any other discrepancies we will attempt to bring them to the attention of all parties as soon as is practical.

If you have any questions, please feel free to contact me at (530) 621-5456.

Sincerely,


Joe Harn
Auditor-Controller