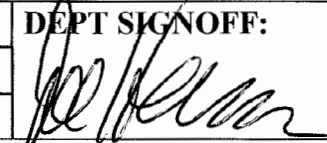


**EL DORADO COUNTY BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL
MEETING OF APRIL 30, 2013**

AGENDA TITLE: Approve Agreement #548-S1311 with NBS Government Finance Group Inc

DEPARTMENT: AUDITOR-CONTROLLER	DEPT SIGNOFF: 	CAO USE ONLY
CONTACT: Joe Harn		
DATE: 4/23/13 PHONE: 5456		

DEPARTMENT SUMMARY AND REQUESTED BOARD ACTION:

- 1) Make findings that it is more economical and feasible to contract out the services in accordance with County Ordinance Chapter 3.13, Section 3.13.030.
- 2) Approve Agreement with NBS Government Finance Group, Inc. ("NBS") for the provision of Mello Roos bond administrative services for El Dorado Hills Community Facilities District 1992-1 (Serrano), Community Facilities District 2001-1 (Promontory), Community Facilities District 2005-1 (Blackstone), Community Facilities District 2005-2 (Laurel Oaks), and any additional Community Facilities Districts Bond administration services which may be formed during the term of the contract.

CAO RECOMMENDATIONS:

Financial impact? () Yes (X) No	Funding Source: () Gen Fund (X) Other Other: CFD Special Tax Proceeds
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BUDGET SUMMARY:

Total Est. Cost _____

Funding

Budgeted _____

New Funding _____

Savings _____

Other _____

Total Funding _____

Change in Net County Cost

CAO Office Use Only:

45's Vote Required. () Yes () No

Change in Policy () Yes () No

New Personnel () Yes () No

CONCURRENCES:

Risk Management _____

County Counsel _____

Other _____

Explain

BOARD ACTIONS:

Vote: Unanimous _____ Or

Ayes:

Noes:

Abstentions:

Absent:

I hereby certify that this is a true and correct copy of an action taken and entered into the minutes of the Board of Supervisors.

Date: _____

Attest: James S. Mitrisin, Board of Supervisors Clerk

By: _____



County of El Dorado
OFFICE OF AUDITOR-CONTROLLER

360 FAIR LANE
PLACERVILLE, CALIFORNIA 95667-4193
Phone: (530) 621-5487 Fax: (530) 295-2535

JOE HARN
Auditor-Controller

BOB TOSCANO
Assistant Auditor-Controller

April 24, 2013

El Dorado County
Board of Supervisors
330 Fair Lane
Placerville, CA 95667

Subject: NBS Government Finance Group, Inc. Agreement #548-S1311

Dear Board Members:

Recommendation:

- 1) Make findings that it is more economical and feasible to contract out the services in accordance with County Ordinance Chapter 3.13, Section 3.13.030.
- 2) Approve Agreement with NBS Government Finance Group, Inc. ("NBS") for the provision of Mello Roos bond administrative services for El Dorado Hills Community Facilities District 1992-1 (Serrano), Community Facilities District 2001-1 (Promontory), Community Facilities District 2005-1 (Blackstone), Community Facilities District 2005-2 (Laurel Oaks), and any additional Community Facilities Districts Bond administration services which may be formed during the term of the contract.

Reasons for Recommendation:

The Auditor- Controller requests that the Board of Supervisors approve Agreement #548-S1311 with NBS to provide Mello Roos Community Facilities District bond administration services, for a period of three years with a not-to-exceed amount of \$250,000. The County Officer or employee with responsibility for administering this agreement is Joe Harn, Auditor-Controller.

Since the County issued its first Mello Roos bonds in 1994, the County has engaged special tax consultants to provide bond administration services to the County. The cost of these services will be exclusively the responsibility of the property owners in the district. The only foreseeable circumstance that would make the County partially responsible for debt service payments or damages to bond investors would be if an error or omission is made by the County in the formation of the district, in the preparation of the offering statement, in the ongoing SEC required disclosures, or in the administration of the assessment district. NBS assists the Auditor-Controller's Office in administering the County's Mello Roos Districts in accordance with state law, federal law, and the various bond indentures. NBS assists Cities and Counties in California in managing over 200 Mello Roos Districts. With NBS assistance, the County's likelihood of a

material error or omission in administering the County's Mello Roos Districts is reduced to a low level. The Auditor-Controller recommends that the county contract with NBS to prepare the District's tax roll, and to serve, when requested, as the County's expert in Mello Roos District administration.

In accordance with County Ordinance Chapter 3.13, Section 3.13.030, comparative cost analysis would not be feasible. Special skills and qualifications are needed to perform the work of this contract and the Consultant possesses the skills and experience specific to those required for bond administration of Mello Roos Districts.

Fiscal Impact:

Funding is from special tax proceeds collected for the Community Facilities Districts.

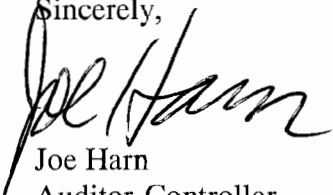
Net County Cost:

None.

Action to be Taken Following Approval:

Board Clerk's office will forward the executed agreement to the Auditor-Controller for distribution.

Sincerely,

A handwritten signature in black ink, appearing to read "Joe Harn". The signature is fluid and cursive, with a large initial "J" and "H".

Joe Harn
Auditor-Controller