

02/12/2013

Regular Meeting

Item #9a

Information

Technology

Digital 395

Construction Status

Update



california**broa**dband**co**operative

Digital 395

Project Overview

Mono County Board of Supervisors

February 12, 2013

For Discussion Purposes Only

#9a



Project Status



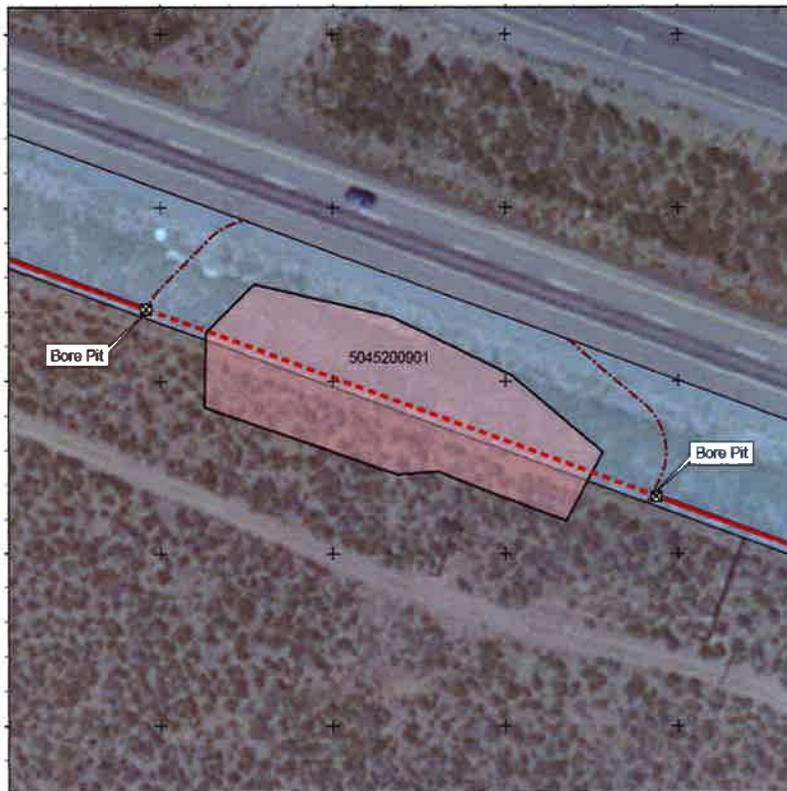


Rights-of-Way & Permits

- ❑ ***Permits: 47 Agencies***
- ❑ ***Licenses and ROWs***
 - ***All Federal and State properties and LADWP Permitted***
 - ***All Counties permitted for Backbone***
 - ***Permits obtained from all Environmental Agencies***
 - ***Private Rights-of-Way secured***
 - ***All Tribal Land ROWs secured*** ❑
 - ***DOD: NAWS China Lake and Edwards AFB secured***
- ❑ ***Distribution Areas (County Licenses)***
 - ***City of Ridgecrest, Mammoth and Mono County Complete***
 - ***County of Inyo, Bishop in progress***
 - ***Kern County License in Progress***



Historic and Cultural Monitoring



❑ *ESA Sites – about 350*

❑ *Successes*

- *Contact and Notification*
- *Response times good*
- *Positive Ratings from Tribes*
- *Constant NTIA Support*
- *Full Section 106 Compliance*
- *Good field operations by AECOM*

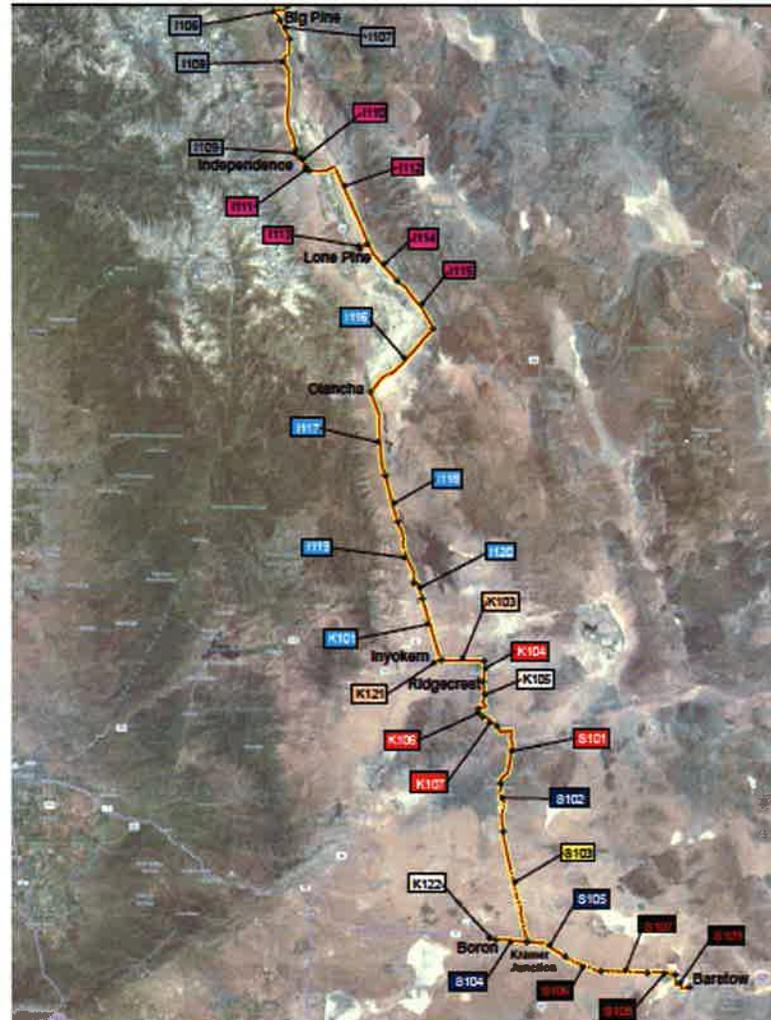
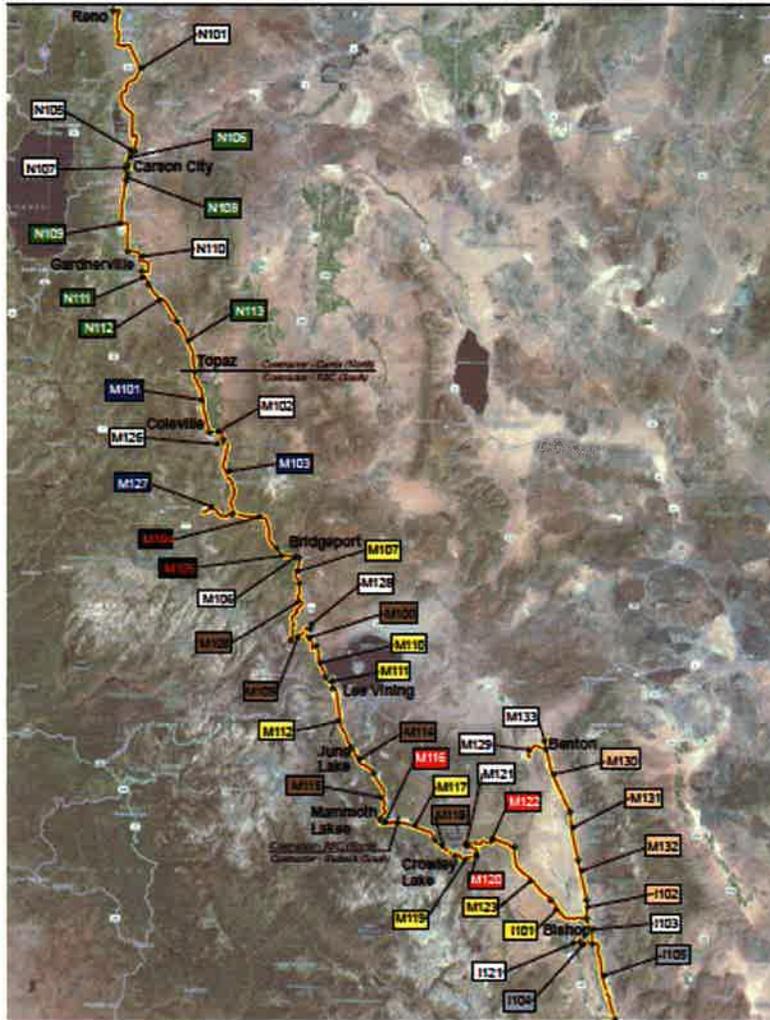
❑ *Challenges*

- *Delay by NTIA in approving the Plan*
- *Tribal Politics (Internal & External)*
- *Additional “Sensitive Areas”*
- *Frequency / Duration of Monitoring*
- *Definition of “Significant Artifacts”*
- *INF Contention around Site Boundaries*
- *INF / Bishop Tribe Relationship*



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Segment Maps – 84 PA Segments



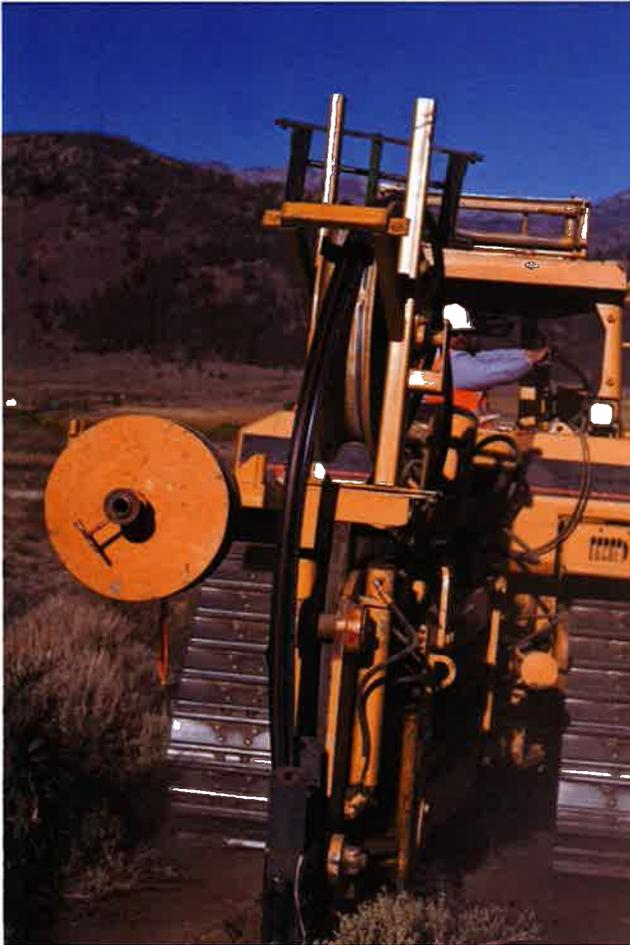


Construction





Conduit Construction





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Fiber Placing Underway





Construction Progress

- ❑ **Backbone Construction**
 - Conduit Installed: 223 Miles
 - Cable Installed: 135 Miles
 - Segments Complete: 20

- ❑ **Approach**
 - Focus on High Elevations (Prior to Winter)
 - Work Through Desert Tortoise Habitat (During Winter)
 - Bishop to China Lake (During Winter)
 - Parallel focus on Nevada (CA Border to Reno)

- ❑ **Challenges**
 - Exceptionally Cold, Early Winter
 - PA Schedule
 - Cultural Site Avoidance (Boring costs)



Node Construction





Node Status

Node	Land	Permit	Site	Bldg	Powered
Reno	Owned	Yes	Completed	Placed	Yes
Carson	Owned	Yes	Completed	Placed	Yes
Antelope	Fire Dist	Yes	Completed	Placed	Yes
Bridgeport	County	Yes	Completed	Placed	No
Lee Vining	School	Yes	Completed	Placed	No
Mammoth	School	Yes	Completed	Placed	No
Bishop	LADWP	Yes	February	Ready	--
Independence	County	Yes	March	Ready	--
Olancha	County	Yes/PA	March	Ready	--
Ridgecrest	Owned	Yes	February	Ready	--
Barstow	Owned	Yes	March	Ready	--



Anchor Status

Attribute	Number	Comment
Anchors Visited	328	
Completed Engineering Surveys	322	
Access Agreements Signed	135	
Access Agreements Pending	152	Mono Co = 41; Inyo Co. = 52; Kern Co = 14
Access Agreements Rejected	0	
Not Access Agreements in Place	37	
Anchors Cancelled	39	USF, LADWP, Caltrans, BLM
TOTAL ANCHORS	328	Includes



Mono County Issues

- ❑ **Casa Diablo Road**
 - Federal Trespassing into WSA
 - BLM meeting and solution in place
 - February 14 Field Meet (Road Alignment and Restoration)

- ❑ **Crowley Lake**
 - Hit incorrectly marked High Pressure Waterline
 - Corrective procedures outlined and implemented
 - Repairs made and insurance restitution underway

- ❑ **Virginia Lakes Road**
 - Compaction an issue during winter, resume in Spring
 - SWPPP concerns being addressed, stabilization and clean-up

- ❑ **Snow Removal**
 - Initial problem resulting from snow bound equipment recovery
 - County provided assistance, Praxis paid \$2959.89
 - Public works meeting, set up guidelines to address safety considerations (John Vallejo drafted guidelines)



Restoration Assurances

Praxis Retention of Contractor Payment

- Compaction
- Restoration
- Clean-up

Contractor Warranty

- Contractually obligated per construction agreement to provide 3 year warranty on work -

OCIP General Liability-

- Product/Completed Operations-
- Provides an additional 7 years of coverage beyond contractor warranty-
- Provides 10 year coverage for completion of work



Thank You



www.digital395.com

02/12/2013

Regular Meeting

Item #9b

Information

Technology

Digital 395 - Planning

for the Last Mile



THE WORK ESC DOES FOR ...

- **Residents and Communities**
 - **Increase demand, access, and adoption**
 - Free Digital literacy programs
 - Free computers/Low cost internet
 - **Infrastructure improvements**
 - iPad/TV classroom setups in Eastern Sierra locations
- **Business & Economic Development**
 - **CSUB Small Business Development Center webinar series**
 - Free webinars for local businesses
 - **ESCRBC Web Presence Development Grants**
 - Get 5 local businesses a web presence
 - Follow them as individual case studies over a 1-2y period



OTHER ITEMS

- **CASF applications**
 - \$4.6m in broadband infrastructure grant requests
- **Desert Mountain RC&D Quarterly Meeting**
 - February 28th : Ridgecrest
- **Web Presence Development Grant program**
 - Establishing a web presence for 5 local small businesses
 - Working with Sierra Business Council on RBoG Grant
- **Public Network Case Study**
- **Future provider outreach & project development**

02/12/2013

Regular Meeting

Item #10a

Finance

**Possibility of
Establishing a Treasury
Oversight Committee**



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RESOLUTION NO. 96-27
BOARD OF SUPERVISORS, COUNTY OF MONO
RESOLUTION OF THE MONO COUNTY BOARD OF
SUPERVISORS ESTABLISHING TREASURY
OVERSIGHT COMMITTEE

WHEREAS, the State Legislature has declared that the creation of a county treasury oversight committee will promote the public interest by involving depositors, enhancing the security and investment return on their funds by providing a more stable and predictable balance for investment by establishing criteria for the withdrawal of funds, and

WHEREAS, pursuant to Government Code Section 27131 if a county is investing surplus funds, the county board of supervisors shall establish a county treasury oversight committee in accordance with Government Code Section 27131 and following

NOW, THEREFORE, THE BOARD OF SUPERVISORS HEREBY RESOLVES:

1. The County Treasury Oversight Committee shall consist of the following members:

- (a) One member of the Board of Supervisors.
- (b) The county treasurer-tax collector.
- (c) The county auditor-controller.
- (d) The County Administrative Officer.
- (e) The county superintendent of schools.
- (f) A representative selected by a majority of the presiding officers of the governing bodies of the school districts and community college districts in the county.
- (g) A representative selected by a majority of the presiding officers of the legislative bodies of the special districts in the county that are required or authorized to deposit funds in the county treasury

2. A member may not be employed by an entity that has contributed to a reelection campaign of the local treasurer or a member of the legislative body of the local agency in the previous three years.

3. A member may not directly or indirectly raise money for the county treasurer or a member of the board of supervisors while a member of the committee

4. A member may not secure employment with bond underwriters, bond counsel, security brokerages or dealers, or with financial services firms for three years after leaving the committee

1 6. The County Treasury Oversight Committee shall annually adopt an
2 investment policy. The investment policy shall include all of the following:

3 (a) A list of securities or other instruments in which the county
4 treasury may invest, according to law, including the maximum allowable
5 percentage by type of security.

6 (b) The maximum term of any security purchased by the county
7 treasury.

8 (c) The criteria for selecting security brokers and dealers from, to,
9 or through whom the county treasury may purchase or sell securities or other
10 instruments. The criteria shall prohibit the selection of any broker, brokerage, dealer,
11 or securities firm that has, within any consecutive forty-eight (48) month period
12 following January 1, 1996, made a political contribution in an amount exceeding the
13 limitations contained in Rule G-37 of the Municipal Securities Rulemaking Board, to
14 the local treasurer, any member of the governing board of the local agency, or any
15 candidate for those offices.

16 (d) Limits on the receipt of honoraria, gifts, and gratuities from
17 advisors, brokers, dealers, bankers, or other person with whom the county treasury
18 conducts business by any member of the County Treasury Oversight Committee.
19 These limits may be in addition to the limits set by a committee member's own
20 agency, by state law, or by the Fair Political Practices Commission.

21 (e) A requirement that the county treasurer provide the County
22 Treasury Oversight Committee with a monthly investment report, in such form as the
23 Committee may require.

24 (f) The manner of calculating and apportioning the costs,
25 authorized by Section 27013, of investing, depositing, banking, auditing, reporting, or
26 otherwise handling or managing funds.

27 (g) The terms and conditions under which local agencies and other
28 entities that are not required to deposit their funds in the county treasury may deposit
29 funds for investment purposes.

 (h) Criteria for considering requests to withdraw funds from the
county treasury, pursuant to Sections 27136. The criteria shall include an assessment
of any effect of a proposed withdrawal on the stability and predictability of the
investments in the county treasury.

7. The County Treasury Oversight Committee shall cause an annual audit
to be conducted to determine the county treasury's compliance with this article. The
audit may include issues relating to the structure of the investment portfolio and risk.

8. The costs of complying with this article shall be county charges and
may be included with those charges enumerated under Section 27013.

9. Notwithstanding any other provisions of law, any public entity or
public official who is required by law to deposit funds in the county treasury, seeking
to withdraw funds for the purpose of investing outside of the county treasury, must
obtain the approval of the Oversight Committee before withdrawing the funds. The
county treasurer may reject any request for withdrawal of funds under this section if
he or she concludes that the withdrawal could create a substantial probability of a run

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subdivision (h) of Government Code Section 27133. Prior to approving or disapproving a withdrawal, the County Treasury Oversight Committee shall find that the proposed withdrawal will not adversely affect the interests of the other depositors in the county treasury pool.

11. Nothing in this resolution shall be construed to allow the County Treasury Oversight Committee to direct individual investment decisions, select individual investment advisors, brokers, or dealers, or impinge on the day-to-day operations of the county treasury.

PASSED AND ADOPTED this 9th day of April, 1996 by the following vote:

AYES : Supervisors Alpers, Farnetti, Lawrence, Reid and Rowan.
NOES : None.
ABSTAIN : None.
ABSENT : None.

ATTEST 
NANCY WELLS
Clerk of the Board


BILL REID
Chair
Board of Supervisors

APPROVED AS TO FORM:

ASSISTANT COUNTY COUNSEL.



RESOLUTION NO. 97-16
BOARD OF SUPERVISORS, COUNTY OF MONO

**A RESOLUTION OF THE MONO COUNTY
BOARD OF SUPERVISORS ALTERING THE
SIZE AND COMPOSITION OF THE
TREASURY OVERSIGHT COMMITTEE.**

WHEREAS, Resolution 96-27 of the Board of Supervisors established a treasury oversight committee pursuant to Government Code section 27131 et seq consisting of the following members

- a) One member of the Board of Supervisors
- b) The County Treasurer-Tax Collector
- c) The County Auditor-Controller
- d) The County Administrative Officer
- e) The County Superintendent of Schools
- f) A representative selected by a majority of the presiding officers of the governing bodies of the school districts and community college districts in the county
- g) A representative selected by a majority of the presiding officers of the legislative bodies of the special districts in the county that are required or authorized to deposit funds in the county treasury

WHEREAS, the County's Treasurer-Tax Collector advises that the treasury oversight committee so established by Resolution 96-27 has been difficult to convene due to the failure of the presiding officers of school districts and special districts to appoint representatives to the committee, and

WHEREAS, the Treasurer-Tax Collector has therefore recommended altering the size and composition of the treasury oversight committee to eliminate such representation by school districts and special districts, and

WHEREAS, the Board finds merit in such a reduction and the reduction is consistent with applicable state law

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

Section 1: The county treasury oversight committee previously established by the Board shall hereafter consist only of the following five members

- a) One member of the Board of Supervisors
- b) The County Treasurer-Tax Collector
- c) The County Auditor-Controller
- d) The County Administrative Officer
- e) The County Superintendent of Schools

Section 2: Section 1 of Resolution No 96-27 shall be deemed superseded by this Resolution to the extent it is inconsistent

PASSED AND ADOPTED this 4th day of March, 1997, by the following vote

AYES	Supervisors Farnetti, Inwood, Lawrence, Ronci and Rowan.
NOES	None.
ABSTAIN	None.
ABSENT	None.

ATTEST *Nancy Wells*
 NANCY WELLS
 Clerk of the Board

Tom Farnetti
 TOM FARNETTI
 Chair
 Board of Supervisors

APPROVED AS TO FORM

William A. ...
 COUNTY COUNSEL

RECC

REQUESTED BY

VOL 0759 PAGE 442-A

001262

BOARD OF SUPERVISORS

RECORDED IN MONO
COUNTY CALIFORNIA

'37 MAR 11 AM 11 42

AND WHEN RECORDED MAIL TO

NO FEE

Name BOARD OF SUPERVISORS
 Street Address POST OFFICE BOX 715
 City & State BRIDGEPORT, CALIFORNIA 93517

SPACE ABOVE THIS LINE FOR RECORDER'S USE

RESOLUTION NO. 97-15
 BOARD OF SUPERVISORS, COUNTY OF MONO
 A RESOLUTION OF THE BOARD OF SUPERVISORS,
 COUNTY OF MONO, STATE OF CALIFORNIA
 CONCERNING THE SUMMARY VACATION
 OF RIATA ROAD



County of Mono

Statement of Qualifications and Proposal for Investment Advisory Services

February 6, 2013

PFM Asset Management LLC

50 California Street, Suite 2300
San Francisco, CA 94111
(415) 982-5544
www.pfm.com

February 6, 2013

Rosemary Glazier
Assistant Director of Finance, Treasurer/Tax Collector
County of Mono
Bridgeport Courthouse Annex II
25 Bryant Street
Bridgeport, CA 93517

Dear Rosemary:

Thank you for your interest in PFMAM Asset Management LLC's services. On behalf of PFMAM Asset Management LLC ("PFMAM"), I am pleased submit this statement of qualifications and proposal to provide investment advisory services to the County of Mono.

PFMAM has extensive experience managing investments for public agencies. We currently manage over \$47 billion for public entities nationwide including \$835 million for California counties. We also provide non-discretionary advice on an additional \$9.8 billion of California county funds. Although each client has different needs, we believe our understanding of the cash flow requirements of cities will help us to effectively improve the returns of the County of Mono's investment portfolio.

We are confident that we can help the County implement a prudent investment program that optimizes investment returns, provides liquidity and complies with the requirements of California Government Code and the County's Investment Policy.

We know the markets, understand the special needs of public sector investors, and have developed the resources needed to manage portfolios in compliance with the unique investment requirements of the public sector. We are enthusiastic about this opportunity to provide this information and proposal to the County Treasury, and are hopeful that your review of our proposal will convince you that PFMAM's capabilities will benefit the County.

Thank you for your consideration of PFM Asset Management LLC. We look forward to speaking with you again soon and discussing how PFMAM can best serve the County's investment needs.

Sincerely,
PFMAM Asset Management LLC

Carlos Oblites
Senior Managing Consultant



Investment Advisors to the Public Sector

Organization of PFMAM

Public Sector Focus

PFM Asset Management LLC (“PFMAM”) is nationally recognized as one of the leading investment advisory organizations, specializing in providing services to the public sector. PFM Asset Management LLC, together with its partner company, Public Financial Management, Inc. (referred to collectively as “the PFM Group”), has been providing investment management services to the public sector for over 30 years. Public Financial Management, Inc. was founded in 1975 and began providing investment management services in 1980. In 2001, PFM Asset Management LLC was created as the entity under which investment advisory services are provided. PFMAM is an SEC-registered investment advisor, independent of any financial institution or securities brokerage firm.

PFMAM’s focus is the management of public funds. We currently manage over \$47 billion for public entities nationwide including \$835 million for California counties. We also provide non-discretionary advice on an additional \$9.8 billion of California county funds. We specialize in managing high-quality fixed income assets with maturities of five years or less and have tailored our capabilities and resources to this area. PFMAM offers its clients the expertise of its experienced investment professionals including several who are chartered financial analysts through the CFA Institute and many who hold advanced degrees in finance or economics.



Proposed Scope of Services

PFMAM proposes to provide the following investment management services to the County:

1. **Review County's Investment Policy.** PFMAM will review the County's Investment Policy to confirm that it meets the requirements of the California Government Code, and will propose any necessary changes.

When helping entities develop or revise an investment policy, our objective is to make the investment policy an effective tool for managing the investment program, regardless of market conditions.

PFMAM will make recommendations regarding allowable investments, maximum maturities, credit requirements and procedures to ensure portfolio diversification. PFMAM typically focuses on the following policy factors:

- **Statement of Objectives**—documents the goals and objectives of the County's investment program.
- **Permitted Investments**—describes the security types permitted in the portfolio.
- **Investment Guidelines**—establishes the maximum maturity and limits to promote diversification.
- **Credit Quality**—establishes minimum credit quality allowed and specifies actions to handle downgraded securities.
- **Safekeeping of Assets**—proscribes the manner in which the assets are held in custody.
- **Reporting of Investment Activity and Results**—states the procedure and frequency for reviewing investment objectives, investment performance, and execution of security trades.

2. **Perform Cash Flow Analysis to Determine Current and Future Liquidity Needs.** Accurate cash flow forecasting is a critical component in developing an effective investment strategy. We will model the County's historical use of cash and use this data to project a likely future cash flow pattern. The cash flow projection will enable the portfolio manager to ensure that there is sufficient liquidity for cash needs while determining which funds can be invested in longer-term securities. We will also meet with you regularly to ensure that we understand your future cash needs and the impact of any one-time capital projects.
3. **Develop and Implement County's Investment Strategy.** PFMAM will work with the County to develop a long-term investment strategy that will form the framework for all the investment decisions. The strategy will incorporate the County's Investment Policy, expected cash flow requirements, and risk tolerance, and provide enough flexibility to allow the County to meet realistic performance objectives.
4. **Assist the County in Selecting Appropriate Performance Benchmarks.** It is PFMAM's philosophy that performance benchmarks should reflect the client's tolerance for risk. We will work with the County to select benchmarks that reflect the County's investment objectives and risk-return preferences.
5. **Monitor Portfolio for Opportunities to Improve Performance.** PFMAM's portfolio management team has on-line information sources available to constantly monitor the market and the performance of securities in the portfolios that we manage. These tools allow us to identify securities with the highest return potential for the County and to take advantage of investment opportunities created by market volatility.



Investment Advisors to the Public Sector

6. Perform Efficient Execution of Purchases and Sales of Securities with Approved Brokers or Dealers. We maintain direct contact with the nation’s largest dealers—particularly those that have been designated “Primary Dealers” by the Federal Reserve—and major regional banks and financial institutions so that we can obtain the best price on each transaction. PFMAM pursues an aggressive and intensive effort to obtain the best bid/offer available for the particular security by soliciting bids/offers from several financial institutions. To protect our clients, PFMAM only transacts business with firms whose financial conditions we have assessed and are on our list of approved firms.

7. Monitor the Creditworthiness of All Investments. PFMAM constantly monitors the creditworthiness of all investments held in clients’ portfolios. PFMAM has a well-developed credit review process that relies on our own credit research as well as on the research of Nationally-Recognized Statistical Rating Organizations (NRSROs). Additionally, PFMAM subscribes to economic services and receives regular economic and company data from major banks, securities dealers and issuers.

PFMAM’s internal credit approval process requires financial analysis, a formal written review, and approval by PFMAM’s Credit Committee. Once approved, an issuer is subject to regular review and updates, although market developments could trigger an immediate review. We will generally seek to reduce risk by emphasizing U.S. Treasury and Federal Agency obligations that have lower risk than comparable-maturity corporate securities. As a result of our conservative investment philosophy and rigorous credit process, our clients have avoided the credit problems that many other investors have encountered over the last few years.

8. Interact with Custodial Bank to Ensure Efficient Clearance of Trades. We work with many custodial banks on behalf of our clients to ensure the smooth trade execution and reconciliation to custodial positions. We ensure that our in-depth investment reports tie-back to custodial statements. We have also helped numerous clients to procure banking and custodial services customized to meet their needs. If needed, we can assist the County with this procurement process.

9. Furnish the County with Investment Reports. PFMAM will provide the County with comprehensive monthly and quarterly reports to keep you informed of the status of the County’s investments and strategy. Our reports include holdings, transactions, market and amortized values, interest earnings, and performance. With respect to performance reporting, PFMAM’s calculations adhere to the standards set by the CFA Institute’s Global Investment Performance Standards (GIPS). Additional information regarding these standards can be found at www.cfainstitute.org.

All of our clients have online access to month-to-date transactions and a daily listing of portfolio holdings to keep them apprised of current investment activity. The table on the following page describes the main reports available.



Investment Advisors to the Public Sector

Report	Frequency	Content
Daily Holdings (Internet)	Daily	Holdings report showing securities, par, cost, duration, purchase yields, and discounts as of the prior business day.
Month-to-Date Transactions (Internet)	Daily	Description of any security transactions month-to-date as of the prior business day.
Portfolio Holdings and Activity Report (Internet and by mail)	Monthly	Detailed description of all securities in the portfolio. The report contains all the information required by GASB 31, and, in accordance with GASB 40, our statements provide current credit quality ratings as of each month-end to comply with the Credit Risk Disclosure requirement and duration by investment type to facilitate the Interest Rate Disclosure requirement. Reports will be available within five business days.
Market Update (By email)	Monthly	A general update covering recent market conditions.
Performance Reports (By mail, email and in person)	Quarterly	Quarterly reports include: (i) a market summary; (ii) an analysis of the portfolio's sector, maturity, and credit quality distribution; (iii) performance statistics compared to a market benchmark; and (iv) recommended changes to the strategy or investment approach.

- 10. Meet with County Staff and Elected Offices on Regular Basis to Review Investment Outcomes.**
 PFMAM's highly experienced and professional staff will maintain regular contact with County staff and attend meetings with elected officials as often as necessary.



References

The following list contains select clients we believe will provide insightful information on PFMAM's services:

Client Name & Contact	Phone
Merced County Karen Adams, <i>Treasurer/Tax Collector</i>	(209) 385-7307
Plumas County Julie White, <i>Treasurer/Tax Collector</i>	(530) 283-6260
Yolo County Howard Newens, <i>Auditor-Controller/Treasurer-Tax Collector</i>	(530) 666-8217
Tulare County Rita Woodard, <i>Treasurer/Tax Collector</i>	(559) 733-6345
San Bernardino County John Johnson, <i>Cash Manager/Investment Officer</i>	(909) 387-6319



Fee Schedule

For the services described in this proposal, PFMAM proposes the following fee schedule:

Portfolio Market Value	Annual Fee Rate
\$0 to \$25 million	10 basis points (0.10%)
\$25 to \$50 million	8 basis points (0.08%)
Assets greater than \$50 million	7 basis points (0.07%)

We propose to bill the County on a monthly basis on the average net assets under management for the month. No fees would be charged for funds invested in LAIF or other funds outside of PFMAM's management.

This fee would cover all of our normal costs for the services we offer, including travel and out-of-pocket expenses. The fees listed above represent the only compensation PFMAM will receive for this engagement.