

**Memorandum
Office of Jenine Windeshausen
Treasurer-Tax Collector**



To: The Board of Supervisors
From: Jenine Windeshausen, Treasurer-Tax Collector
Date: March 11, 2014
Subject: mPOWER Folsom Special Tax Bonds to finance mPOWER Folsom

Action Requested:

Pass a resolution approving the Treasurer's investment in debt issued by the City of Folsom, which matures in excess of five years in an amount not to exceed \$10 million, pursuant to Government Code § 53601 for the purpose of purchasing City of Folsom Special Tax Bonds to finance mPOWER Folsom.

Background:

Government Code §53601 requires that the Board of Supervisors approve the Treasurer's investment in any investment that matures in excess of five years from time of purchase.

On September 24, 2013, your Board authorized the Treasurer-Tax Collector to take the actions necessary to establish and administer PACE Programs in jurisdictions outside of boundaries of Placer County and other actions related to the expansion of the mPOWER Program. Subsequently, the Folsom City Council has taken a number of formal actions including approving and executing an agreement with the County to expand the mPOWER program into the City of Folsom.

Property owners in the City of Folsom will be provided financing through the mPOWER Program for energy efficiency, renewable generation and water conservation improvements. Proceeds from the sale of Special Tax Bonds issued by the City of Folsom will be used to provide financing. As stated in the MOU approved by your Board on September 24, 2013, the Special Tax Bonds are to be purchased by the Placer County Treasurer as an investment for the Treasurer's Investment Pool.

The Folsom City Council is scheduled to approve the issuance of the Special Tax Bonds for mPOWER financing on March 11, 2014. Upon the approval of the bonds in an amount not to exceed \$50,000,000 an initial bond in the amount of \$10,000,000 is planned to be issued. The bond will be issued in the form of a draw-down bond which will function as a line of credit with amounts drawn against the bonds as needed to distribute mPOWER proceeds to property owners. The bond will consist of a series of term-bonds maturing in 5, 10, 15 and 20 years from date of the draws until the \$10,000,000 has been exhausted. Future purchase of subsequent bond issues will require authorization of the Board of Supervisors at that time.

Attached is a resolution approving the purchase of an initial Special Tax Bond issued by the City of Folsom in an amount not to exceed \$10,000,000.

**Before the Board of Supervisors
County of Placer, State of California**

In the matter of:

Resol. No: _____

Approving the Treasurer's purchase of Special Tax bonds issued by the City of Folsom in an amount not to exceed \$10,000,000 maturing at various terms, not to exceed 20 years, issued to provide financing for the mPOWER Folsom program pursuant to Government Code Section 53601.

The following Resolution was duly passed by the Board of Supervisors of the County of Placer at a regular meeting held on March 11, 2014.

by the following vote on roll call:

Ayes:

Noes:

Absent:

Signed and approved by me after its passage.

Chairman, Board of Supervisors

Attest:
Clerk of said Board

WHEREAS, the Board of Supervisors has authorized the expansion of the mPOWER Program to jurisdictions outside of Placer County;

WHEREAS, the Folsom City Council has taken action to approve the formation and implementation of the mPOWER Program within the geographic boundaries of the City of Folsom; and

WHEREAS, the City of Folsom proposes to authorize the issuance of Special Tax Bonds in an amount not to exceed \$50,000,000 maturing in terms of five, ten fifteen and twenty years to provide financing to property owners for the installation of energy efficiency, renewable generation and water conservation improvements; and

WHEREAS, the County Treasurer proposes to purchase the Special Tax Bonds issued by the City of Folsom for the purpose of providing financing for the mPOWER Program within the geographic boundaries of the City of Folsom pursuant to Government Code Section 53601(e); and

WHEREAS, Government Code Section 53601 requires the Board of Supervisors grant express permission for the County Treasurer to purchase an investment maturing in excess of five years at the time of purchase,

NOW, THEREFORE, BE IT RESOLVED, that the Board of Supervisors hereby grants express authorization for the County Treasurer to purchase the Special Tax Bonds issued by the City of Folsom in an initial amount not to exceed \$10,000,000 and which matures in five, ten fifteen and twenty year terms.

