

**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

252



FROM: Paul McDonnell, Treasurer-Tax Collector

SUBMITTAL DATE:
August 22, 2006

SUBJECT: Investment Advisory Management Services Agreement Renewal and Amendment

RECOMMENDED MOTION: That the Board approve the renewal and amendment to Bond Logistix LLC's (BLX) contract and the Chairman be authorized to sign the contract on behalf of the Board.

BACKGROUND: BLX currently provides investment advisory management services for land secured bond proceeds, in particular, Community Facility Districts and Assessment Districts administered by the County of Riverside Executive Office. BLX's predecessor, Fund Services Advisors, was selected by competitive bid process for the land secured financings initially managed by the County Executive Office (investment management responsibilities were later transferred to the County Treasurer). BLX is the preeminent firm in the U.S. offering post-issuance services to state and local governments for their outstanding bond and COP issues. They are a Securities Exchange Commission registered investment advisor wholly owned by the law firm Orrick, Herrington & Sutcliffe LLP which in turn is the largest bond law firm in the U.S. It gives the Treasurer's office a high level of comfort working with a highly regulated firm which is also carefully scrutinized by its owners. Additionally, BLX is the major provider of arbitrage rebate and compliance services nationwide. BLX has provided excellent and unique services to the County Treasurer in performing their investment management and compliance reporting duties during the term of their contract and we hereby request that the agreement be renewed for an additional five years. See the attached contract agreement.

Paul McDonnell
Treasurer-Tax Collector

FORM APPROVED
COUNTY COUNSEL

Departmental Concurrence
AUG 22 2006

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 58,000	In Current Year Budget:	Yes
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2006/07

SOURCE OF FUNDS: CFD and AD Administrative Funds	Positions To Be Deleted Per A-30	<input type="checkbox"/>
	Requires 4/5 Vote	<input type="checkbox"/>

C.E.O. RECOMMENDATION:

APPROVE

County Executive Office Signature

Dep't Recomm.: Consent Policy
Per Exec. Ofc.: Consent Policy

Prev. Agn. Ref.: _____ District: _____ Agenda Number: _____

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

3.94