**DATE:** June 20, 2017

**DEPARTMENT: FINANCE** 

FROM: Matt N. Pressey, CPA, Finance Director

TITLE: PROFESSIONAL SERVICES AGREEMENT WITH HARRIS &

ASSOCIATES FOR MONTE BELLA CFD ACQUISITION

**AUDITING SERVICES** 

#### **RECOMMENDED MOTION:**

A motion to approve a resolution regarding a professional services agreement with Harris & Associates for the Monte Bella CFD Acquisition Auditing Services.

## RECOMMENDATION:

It is recommended that City Council approve a resolution regarding the professional services agreement with Harris & Associates.

### **EXECUTIVE SUMMARY:**

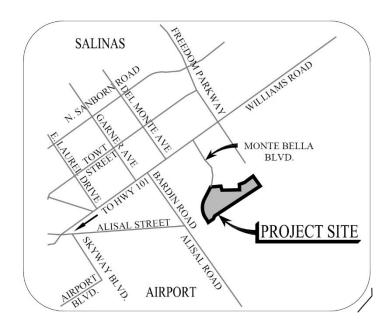
On November 29, 2016, City Council approved the formation of Community Facilities District (CFD) No. 2016-1 (Monte Bella) to finance public infrastructure (facilities). Harris & Associates will provide acquisition auditing services of the public infrastructure built by the developer prior to reimbursement by the CFD.

#### **BACKGROUND:**

An acquisition audit insures the public infrastructure constructed by the developer is properly completed prior to the developer being reimbursed by the CFD.

The CFD will encompass the final 2 phases of the Monte Bella development (Phase 5 and 6), which includes a total of 234 units.

Proposed fees and public facilities total \$10,243,887. The list of proposed public improvements totals \$8,823,039 and include, roads, sidewalks, storm drains, street lights. The estimated eligible fees including sanitary sewer, storm drain and traffic capital impact fees total \$1,420,848.





### CEQA CONSIDERATION:

**Not a Project**. The City of Salinas has determined that the proposed action is not a project as defined by the California Environmental Quality Act (CEQA) (CEQA Guidelines Section 15378). In addition, CEQA Guidelines Section 15061 includes the general rule that CEQA applies only to activities which have the potential for causing a significant effect on the environment. Where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA. Because the proposed action and this matter have no potential to cause any effect on the environment, or because it falls within a category of activities excluded as projects pursuant to CEQA Guidelines section 15378,

this matter is not a project. Because the matter does not cause a direct or foreseeable indirect physical change on or in the environment, this matter is not a project.

# **STRATEGIC PLAN INITIATIVE**:

The staff recommendation supports the Council Goal of Effective, Sustainable Government. This service promotes all five City Council goals of Economic Diversity and Prosperity, Safe, Livable Community, Effective, Sustainable Government, Excellent Infrastructure, and Quality of Life.

### FISCAL AND SUSTAINABILITY IMPACT:

There is no direct fiscal impact of this agreement to the City. The not to exceed fee of \$82,500 will be paid for by the CFD and will cover all phases of the development and the acquisition of all the public infrastructure through completion.

#### ATTACHMENTS:

Resolution Professional Services Agreement