



TO: Board of Directors

FROM: Bill D. Carnahan

SUBJECT: Finance Committee Report

DATE: January 3, 2011

A meeting of the Finance Committee was held on January 3, 2011, at the SCPPA office in Pasadena.

Committee members in attendance were: Bill Carnahan (*SCPPA*); Ed Zacherl (*Anaheim*); Bob Liu (*Burbank*); Peggy Keigler (*Colton*); Bill Fox (*Glendale*); Belen Valenzuela (*IID*); Mario Ignacio (*LADWP*); Shari Thomas (*Pasadena*).

Others present were: Stephen Cole (*Fulbright & Jaworski*); Mike Berwanger and Dan Hartman (*Public Financial Management*); Therese Savery (*LADWP/SCPPA*); Dick Helgeson, Vernon Oates, Dave Walden and Julie Felipe (*SCPPA*).

1. Investment Reports

The Committee reviewed the Investment Report for the month of November 2010. The Committee recommended forwarding the reports to the Board for receipt and filing.

2. Renewable Energy Project Financings

The Committee received an update from Public Financial Management (PFM) with respect to near-term renewable energy project financings; Windy Point III, Milford Wind II and Miller Ranch are all progressing.

3. 1991 STS Refunding

The Committee received an update from PFM with respect to refunding the 1991 STS Bonds in January 2011. Due Diligence calls will take place January 5; Ratings from S&P and Moody's are expected January 7; Pricing of the refunding is set for January 19 and closing is January 25.

4. Market and VRDO Update

The Committee received a market and VRDO status report from PFM. All the variable rate bonds are trading well.

5. Unsolicited Proposals

The Committee reviewed an unsolicited proposal from Morgan Stanley. The Committee took no action with respect to the proposals.

6. Closed Session

The Committee went into closed session. No action was taken.

**THE NEXT REGULARLY SCHEDULED FINANCE COMMITTEE MEETING
WILL BE HELD MONDAY, FEBRUARY 7, 2011, AT 10:30 A.M. AT THE SCPA OFFICE.**