



TO: Board of Directors
FROM: Bill D. Carnahan
SUBJECT: Finance Committee Report
DATE: May 5, 2014

A meeting of the Finance Committee was held on May 5, 2014 via a conference call at the SCPPA office in Glendora, and various member offices.

Committee members present were: Brian Beelner (*Anaheim*); Bob Liu (*Burbank*); Mario Ignacio (*LADWP*); Shari Thomas, Did Not Participate (*Pasadena*); and Laura Nomura (*Riverside*).

Others present were: Stephen Cole (*Norton Rose Fulbright*); Mike Berwanger and Will Frymann (*Public Financial Management*); Therese Savery (*LADWP/SCPPA*); and Bill Carnahan, Robert Rozanski, and Richard Morillo (*SCPPA*).

The following are the business matters transacted by the Committee:

1. Minutes

The Committee reviewed and approved the minutes for the March 3, 2014 Finance Committee meeting.

2. Investment Reports

The Committee reviewed the Investment Reports for the month ended February 28, 2014, and the month and quarter ended March 31, 2014. The Committee recommended forwarding the reports to the Board for receipt and filing.

3. Project Budget Comparison Reports

The Committee reviewed the Project Budget Comparison Reports for the quarter ended December 31, 2013. The reports have been forwarded to the Board for receipt and filing.

4. Market and VRDO Update

The Committee received a market update and VRDO status report from PFM. The report included a status update on the termination of one of two Magnolia Power Project (MPP) fixed-payer swaps, and/or an opportunity to terminate a forward portion of a MPP fixed-payer swap.

5. Unsolicited Proposals

The Committee reviewed unsolicited proposals from Citigroup, Morgan Stanley, Barclays and J.P. Morgan, and did not take any action with respect to such proposals.

6. **Closed Session**

The Committee did not meet in closed session.

**THE NEXT REGULARLY SCHEDULED
FINANCE COMMITTEE MEETING WILL BE JUNE 2, 2014.**