



2012 Financing Plans

Finance and Insurance Committee

Item 3c

January 9, 2012

2012 Financing Plans

- **Variable Rate Debt Program**
 - **Liquidity Facility Expirations**
 - **SIFMA Index Notes**
- **Capital Investment Plan Financing**
 - **New Money Requirements**
 - **Potential Bond Refunding's**

2012 Financing Plans

- **Bank Liquidity for Variable Rate Debt**
 - Bank liquidity required to meet “put” feature of variable rate debt
 - Term usually 2 to 3 years
 - Renewal of existing bank facility or new bank facility
- **Six Facility Expirations in 2012 (\$355M)**
 - Process for renewal or new bank facility begins approximately 60 to 90 days prior to expiration
- **Current market favorable**
 - Recent trends indicate generally favorable pricing and bank interest for issuers with strong credit ratings
 - Do not anticipate difficulty in either renewing existing facilities or executing new facilities

2012 Financing Plans

- **SIFMA Index Notes: \$437 million**
 - **Alternative variable rate product**
 - **No Put Feature**
 - **No Liquidity Support Required**
 - **Scheduled Mandatory Tender**
 - **Call Feature: six month's prior to scheduled mandatory tender**
 - **Six series of notes: Four re-pricing's scheduled**
 - **Managing timing and term of re-pricing's**
 - **Cost-Effective Variable Rate Product**
 - **Four Successful Re-Pricing's to date**

2012 Financing Plans

- **Board Approval for New Money Financings**
 - **Current authorization expires August 2012**
 - **Funding Requirements of CIP**
 - **Adopt New Money Bond Resolution**
 - **Approve Appropriation for Costs of Issuance**
 - **Subordinate Resolution for Commercial Paper**
- **Other Potential Financing Opportunities**
 - **Water Revenue Bond Refundings**
 - **Interest Rate Swap Transactions**

2012 Financing Schedule

Activity	2012				
	Jan	Mar	June	Sept	Dec
SIFMA Note: 2011 A1		★ March			
SIFMA Note: 2011 A3		★ March			
SIFMA Note: 2009 A2			★ May		
Liquidity: 1999 B&C			★ May		
SIFMA Note: 2009 A1				★ July	
Liquidity: 1997 B&C				★ Sept.	
Liquidity: 2004 A1/A2				★ Sept.	
2012 Revenue Bonds					★ Nov.

★ SIFMA Note Re-Pricing

★ Liquidity Expiration

★ Bond Sale