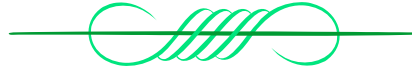




MINUTES OF THE REGULAR MEETING OF THE FINANCING CORPORATION

February 15, 2011



OPEN SESSION / CALL TO ORDER

President McKean called the meeting of the Financing Corporation to order at 3:00 p.m. and led the Board members and audience in the flag salute.

Financing Corporation

Board of Directors present:

Mark McKean

Bill Henry

Nina Oxborrow

Jeff Levinson

Edna Ivans

Jack Minnite

Steve Cantu

Introduction of Guests

There were no guests introduced at this time.

Public Comments

There were no public comments made at this time.

FINANCING CORPORATION REPORTS AND ACTION

FC-17 Minutes – The minutes of the January 18, 2011 meeting of the Financing Corporation were approved on a motion by Trustee Minnite, seconded by Trustee Cantu, and carried unanimously.

FC-18 Quarterly Report – Mr. David Ivarie of Merrill Lynch and Mr. Mike Urner of Wells Fargo provided a quarterly report on the Certificates of Participation (COP) investments. Mr. Urner reported that the quarter was finished at just over \$53.365 million. Projected income for the next 12 months is over \$1.7 million. They continue to be diligent in remaining in

securities with a high rating. Mr. Ivarie and Mr. Urner discussed the integration of step up bonds which will pay more interest over time, premium coupon bonds, and floating-rate coupon bonds. Discussion took place regarding Certificates of Deposit and reinvesting bonds and the portfolio getting a raise. Board members questioned the prognosis on interest rates and discussion took place.

ADJOURNMENT

There being no further business before the Financing Corporation Board, the meeting was adjourned at 3:24 p.m.

Nina Oxborrow
Secretary of the Financing Corporation

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