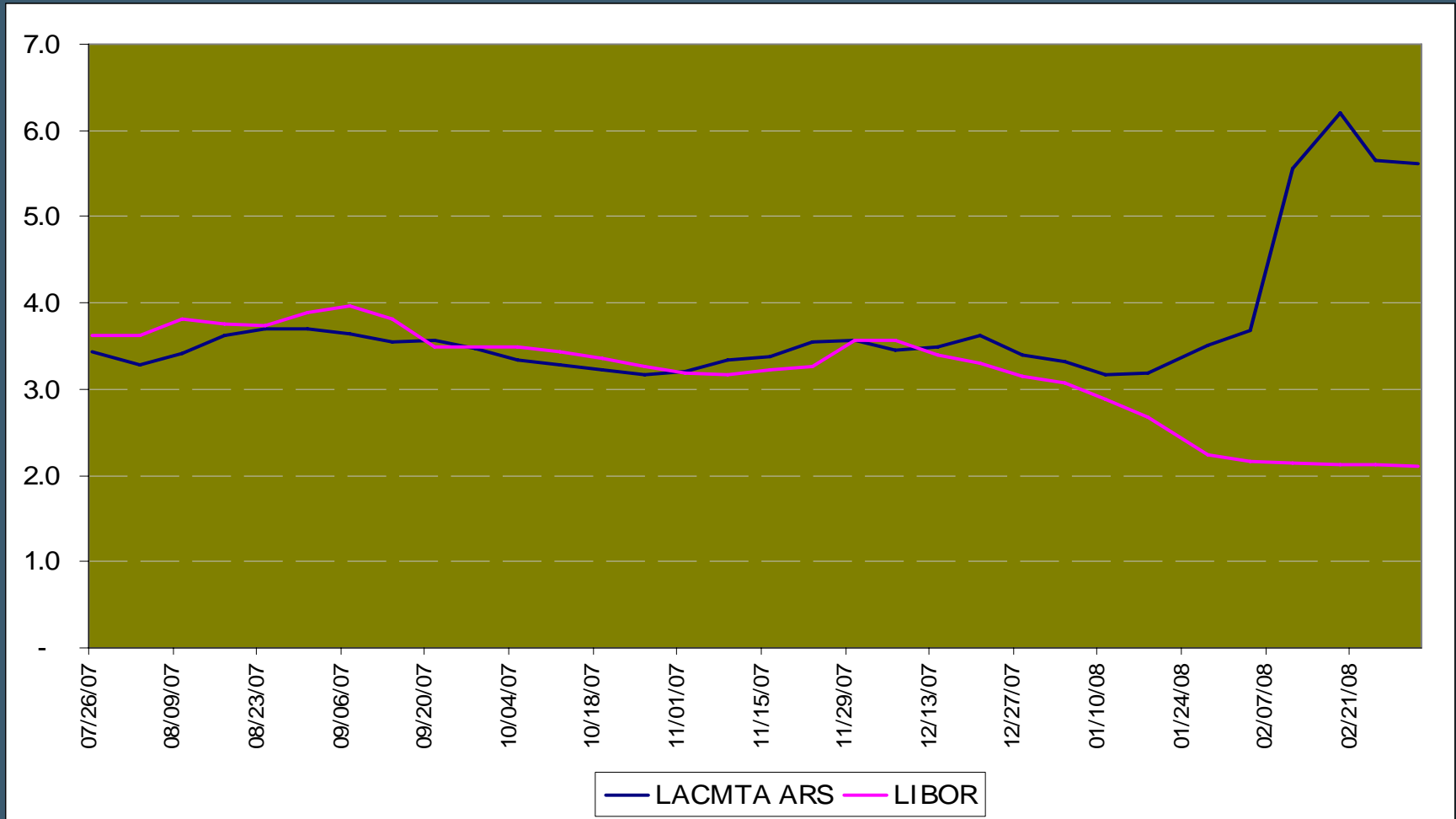


# Prop A & C Bonds, Investment Authority

Finance & Budget Committee Meeting  
April 16, 2008

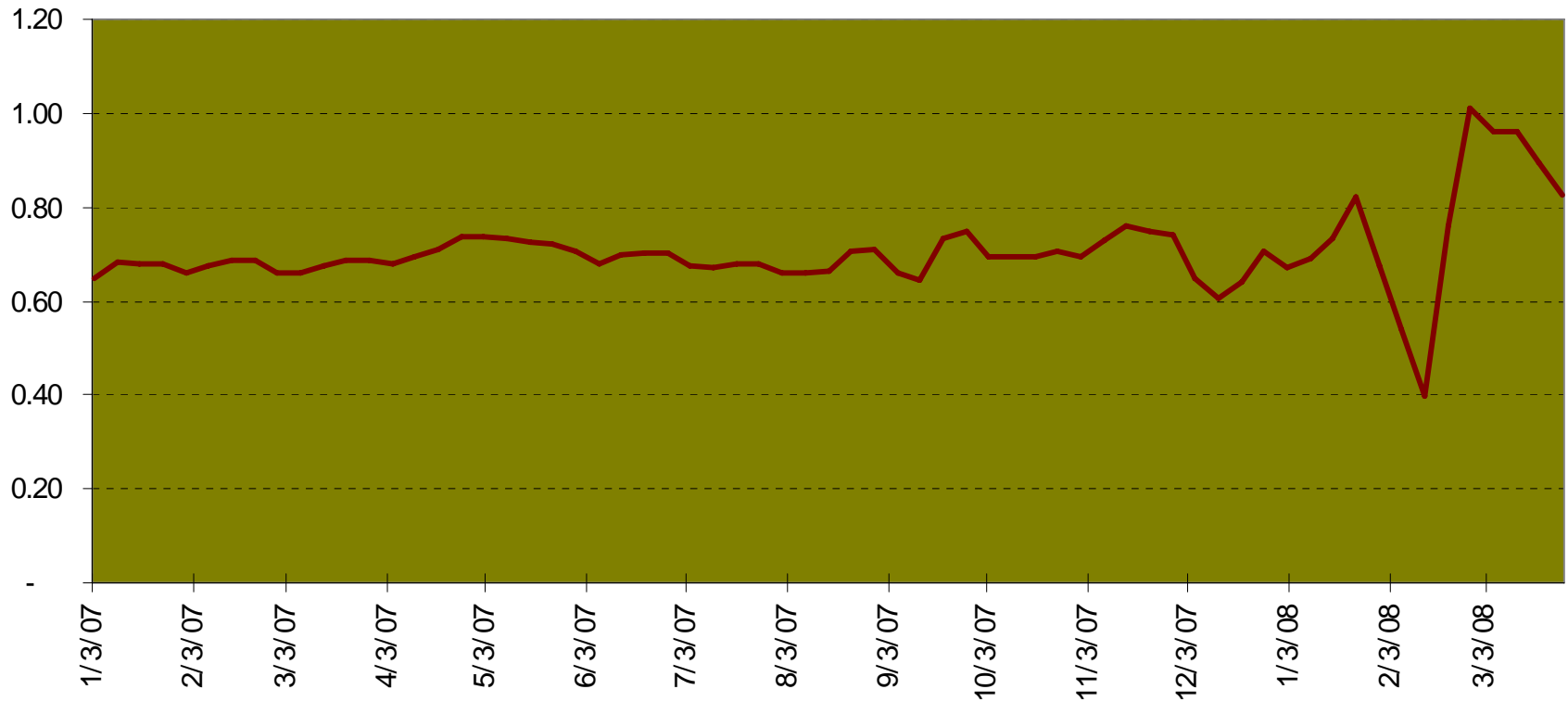
# Financial Markets

## LACMTA Variable Rate vs LIBOR

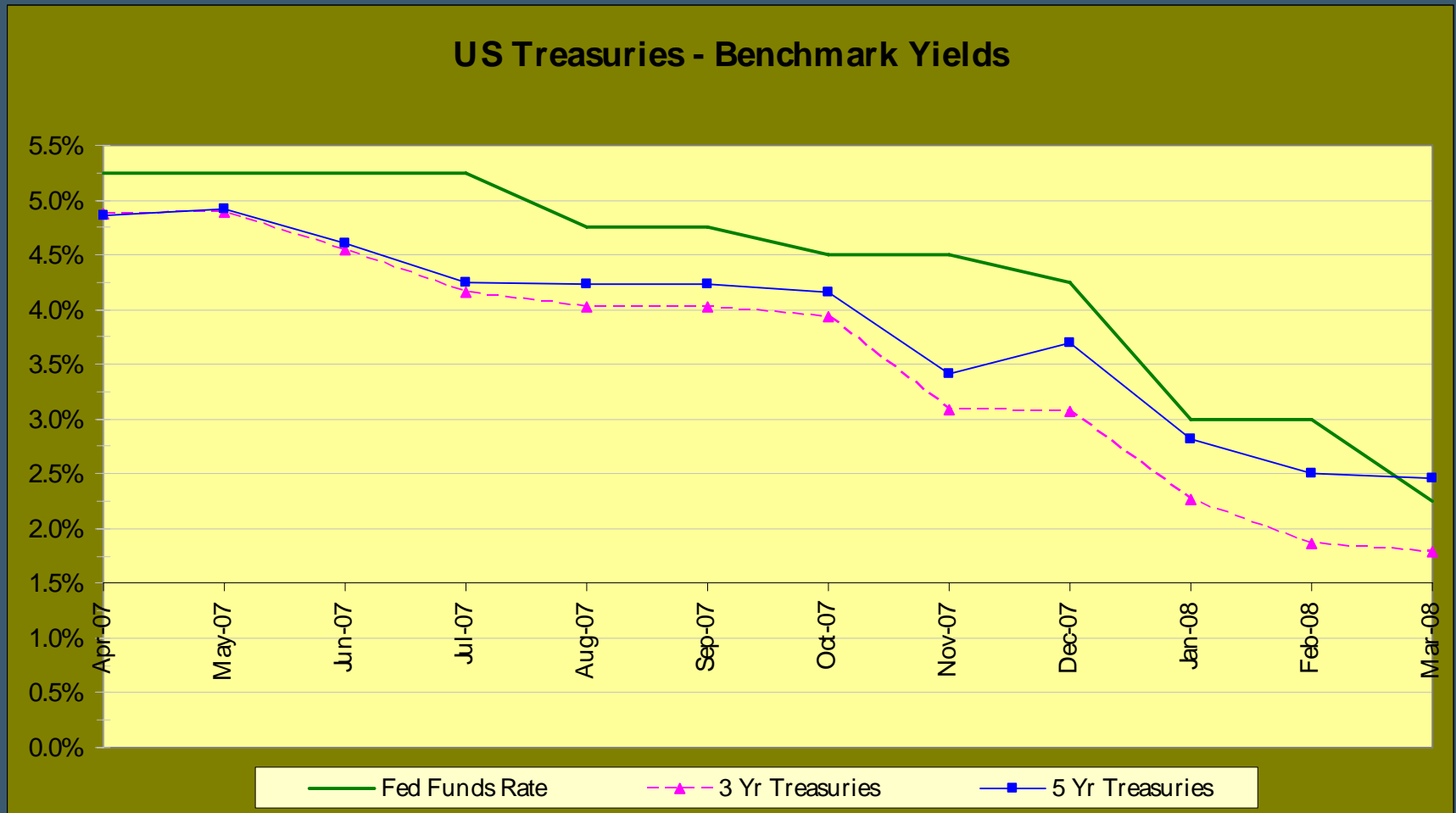


# Financial Markets

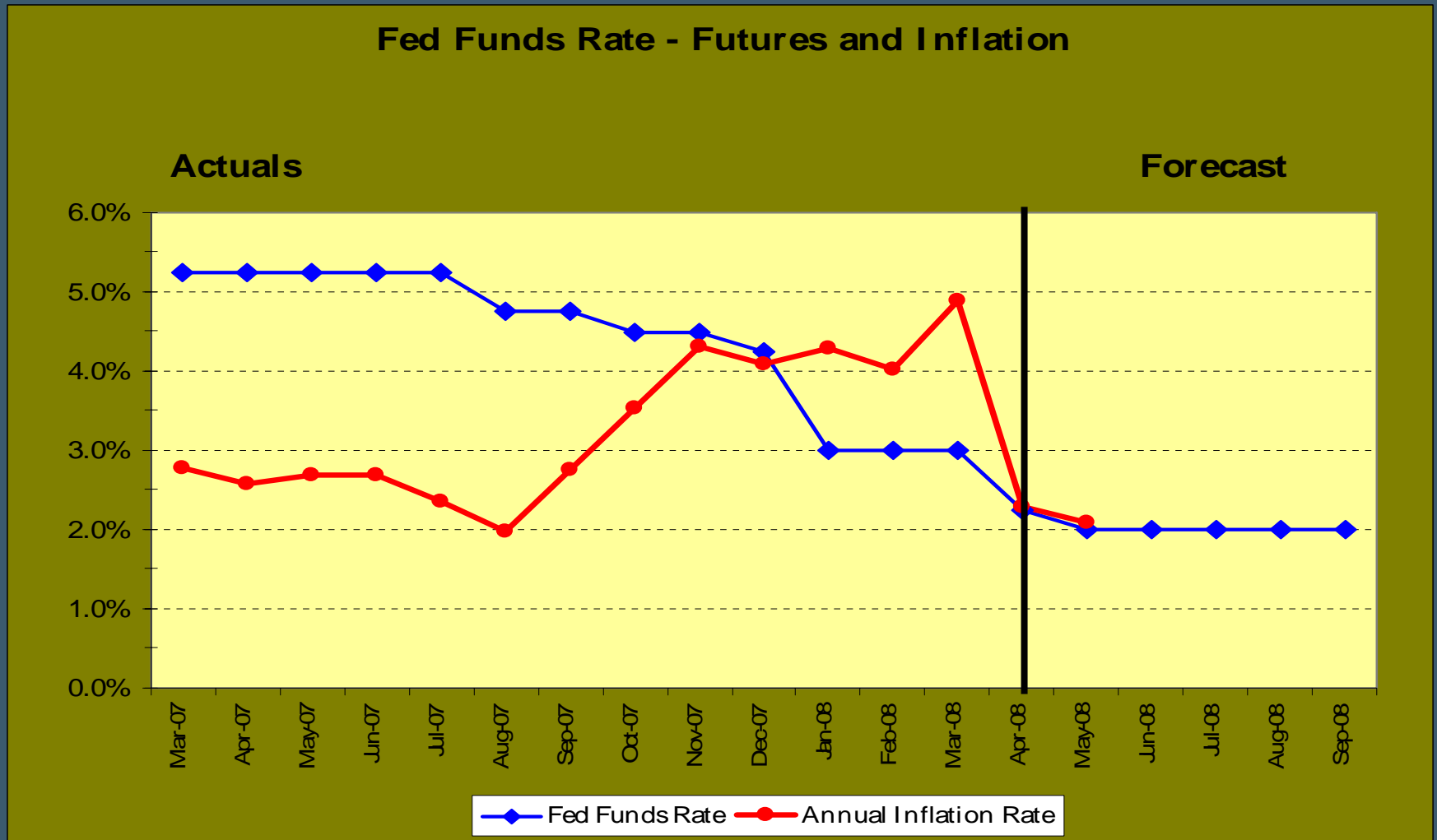
## RATIO OF SIFMA TO 1 MONTH LIBOR



# Financial Markets – Short Term Rates



# Financial Markets – Short Term Reality and Outlook



# Impacts

- Variable rate interest cost - \$1.8 million/month unfavorable
- Interest income - \$2.0 mil less in 4Q08

# Status/Next Steps

- Request broad authority to restructure and renegotiate Prop A & C bonds and related swaps – April
- Request authority to invest in our own variable rate bonds – April
- Request broad authority to restructure and renegotiate General Revenue bonds and related swaps – May/June
- Request broad authority to restructure and renegotiate Full Funding Grant Agreement bonds – May/June

# End Presentation

Questions/discussion