

Notice of Retention of an Independent Registered Municipal Advisor

Southern Minnesota Municipal Power Agency

August 21, 2014

By publicly posting the following written disclosure on its website, Southern Minnesota Municipal Power Agency intends that market participants receive and use it for purposes of the independent registered municipal advisor exemption to the SEC Municipal Advisor Rule.

Southern Minnesota Municipal Power Agency has retained Public Financial Management, Inc. (“PFM”), an independent registered municipal advisor (“IRMA”). Southern Minnesota Municipal Power Agency will rely on its IRMA to provide advice and representation on proposals from financial services firms concerning the issuance of municipal securities and municipal financial products, including investment of bond proceeds and escrow investments. This certificate may be relied upon until this certificate no longer is posted on Southern Minnesota Municipal Power Agency’s website.

Proposals from financial services firms may be addressed to Southern Minnesota Municipal Power Agency by sending the same to John Winter, Director, Finance and Accounting & CFO, 500 First Avenue SW, Rochester, MN 55902. If the proposal received will be seriously considered by Southern Minnesota Municipal Power Agency, Southern Minnesota Municipal Power Agency will share the document with its IRMA.

If you wish to learn the identity of individuals at our IRMA who will participate in any manner in advising us, including by participating in the management, direction, supervision, or performance of related activities, please contact PFM, telephone: (704) 319-7923 or email: macem@pfm.com.