

SUPPLEMENTAL TRUST INDENTURE NO. 35

Dated as of April 1, 2022

by and between

PENNSYLVANIA TURNPIKE COMMISSION

And

COMPUTERSHARE TRUST COMPANY, N.A. (Successor to WELLS FARGO BANK, N.A.),  
as Trustee

Supplementing

SUBORDINATE TRUST INDENTURE

Dated as of April 1, 2008

Securing

\$291,850,000 Pennsylvania Turnpike Commission  
Turnpike Subordinate Revenue Refunding Bonds, First Series of 2022

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EXHIBIT A – FORM OF 2022 SUBORDINATE BOND

This SUPPLEMENTAL TRUST INDENTURE NO. 35 (this "Supplemental Indenture No. 35") is dated as of April 1, 2022, by and between PENNSYLVANIA TURNPIKE COMMISSION (the "Commission"), an instrumentality of the Commonwealth of Pennsylvania (the "Commonwealth"), and COMPUTERSHARE TRUST COMPANY, N.A., successor to Wells Fargo Bank, N.A., as Trustee (the "Trustee"), a national banking association organized and existing under the laws of the United States of America.

RECITALS:

WHEREAS, the Commission, by virtue of the Act approved on July 18, 2007, No. 2007-44 ("Act 44") and the Act approved on November 25, 2013, No. 2013-89 ("Act 89"), is authorized and empowered (1) to make Payments to PennDOT (as defined in the Subordinate Indenture), (2) to issue turnpike revenue bonds, notes or other obligations of the Commission for the purpose of making Payments to PennDOT and refunding outstanding turnpike bonds, notes or other obligations previously issued by the Commission for such purpose and (3) to pay the principal of and interest on such bonds, notes or other obligations from the revenues of the Commission or from such funds as may be available to the Commission for those purposes; and

WHEREAS, the Commission has determined it is required to make Payments to PennDOT for bridge, highway and transit purposes pursuant to the Lease and Funding Agreement dated October 14, 2007, between the Commission and PennDOT, as amended (collectively, the "Funding Agreement") in accordance with Act 44 and Act 89; and

WHEREAS, the obligations of the Commission to make Payments as required under Act 44 and Act 89 are payable only as permitted by any financing documents, financial covenants, liquidity policies or agreements in effect by the Commission; and

WHEREAS, by virtue of the Act approved May 21, 1937, P.L. 774, as amended by Acts approved on various dates, including May 24, 1945 P.L. 972, February 26, 1947, P.L. 17, May 23, 1951, P.L. 335, August 14, 1951, P.L. 1232, September 30, 1985, P.L. 240, Act 44 and Act 89 (said Acts, as amended, and any successor acts, as amended, being hereinafter sometimes collectively called the "Enabling Acts"), the Commission is authorized to issue bonds, to enter into this Supplemental Indenture No. 35 and to do or cause to be done all the acts and things herein provided or required to be done as hereinafter covenanted; and

WHEREAS, the Commission and the Trustee have entered into the Subordinate Indenture (as hereinafter defined) authorizing the issuance of Revenue Bonds (as defined in the Subordinate Indenture); and

WHEREAS, the execution and delivery of this Supplemental Indenture No. 35 have been duly authorized by a resolution of the Commission adopted on February 15, 2022 (the "2022 Resolution"); and

WHEREAS, all acts, conditions and things required by the Constitution and laws of the Commonwealth and by the rules and regulations of the Commission to happen, exist and be performed precedent to and in connection with the execution and delivery of this Supplemental Indenture No. 35 have happened, exist and have been performed as so required, in order to make this Supplemental Indenture No. 35 a valid and binding instrument for the security of the Turnpike

Subordinate Revenue Refunding Bonds, First Series of 2022 (the “2022 Subordinate Bonds”) and in accordance with their terms; and

WHEREAS, the Commission has by the 2022 Resolution, pursuant to the provisions of Section 2.13 of the Subordinate Indenture, duly authorized the issuance of the 2022 Subordinate Bonds to be issued pursuant to this Supplemental Indenture No. 35; and

WHEREAS, the 2022 Subordinate Bonds shall be designated as the "Turnpike Subordinate Revenue Refunding Bonds, First Series of 2022"; and

WHEREAS, the Commission is issuing the 2022 Subordinate Bonds to finance the costs of the current refunding of the Commission's Turnpike Subordinate Revenue Refunding Bonds, First Series of 2017 in the principal amount of \$291,850,000; and

WHEREAS, on April 26, 2017, the Commission entered into a Swap Agreement (as defined in the Subordinate Indenture) with the Royal Bank of Canada, including an ISDA Master Agreement, a Schedule to the Master Agreement, a Credit Support Annex and a Swap Confirmation, each dated April 26, 2017, and including an Amendment to Credit Support Annex and an Amended Swap Confirmation, both dated November 18, 2019 (the “RBC Swap Agreement”), which, pursuant to Supplemental Trust Indenture No. 26 between the Commission and Wells Fargo Bank, N.A. dated as of April 1, 2017 (the “Supplemental Indenture No. 26”), the Commission confirmed that the RBC Swap Agreement constituted an Approved Swap Agreement and a Parity Swap Agreement, and, further, pursuant to such Supplemental Indenture No. 26, confirmed that the Trustee holds as collateral the Trust Estate for the benefit of the Swap Provider and the payment of the Parity Obligations of the Swap Provider on a parity with all Bonds outstanding under the Subordinate Indenture; and

WHEREAS, the 2022 Subordinate Bonds are being initially purchased by PNC Bank, National Association pursuant to the Continuing Covenant Agreement (as herein defined), for an Initial Indexed Floating Rate Period during which period the 2022 Subordinate Bonds will not be secured by a letter of credit; and

WHEREAS, after the Initial Indexed Floating Rate Period, the 2022 Subordinate Bonds may bear interest at various rates for various periods; and the Commission may designate one or more subseries, and each subseries, at any point in time, may bear interest at a rate for a period which is different from the rate and period of the other subseries; and

WHEREAS, all things have been done that are necessary for making the 2022 Subordinate Bonds, when authenticated and issued as provided in the Subordinate Indenture, the valid, binding and legal obligations of the Commission according to the import thereof, and for the creation, execution and delivery of this Supplemental Indenture No. 35; and

WHEREAS, the 2022 Subordinate Bonds and the Obligations (as therein defined) under the Continuing Covenant Agreement constitute Revenue Bond Parity Obligations (as defined in the Subordinate Indenture.

NOW, THEREFORE, THIS SUPPLEMENTAL INDENTURE

WITNESSETH:

In addition to the granting clauses set forth in the Subordinate Indenture, and as from time to time further amended and supplemented, the Commission, in consideration of the premises and the acceptance by the Trustee of the trusts hereby created and of the purchase and acceptance of the 2022 Subordinate Bonds by the Owners thereof, and for other good and valuable consideration, the receipt of which is hereby acknowledged, in order to secure the payment of the principal of, premium, if any, and interest on, the 2022 Subordinate Bonds according to their tenor and effect, and any other Obligations under the Continuing Covenant Agreement, and to secure the performance and observance by the Commission of all the covenants expressed or implied herein and in the 2022 Subordinate Bonds and the Continuing Covenant Agreement, does hereby sell, assign, transfer, set over and pledge to the Trustee, its successors in the trust and to its and their assigns forever, to the extent provided in the Subordinate Indenture, a security interest in all right, title and interest of the Commission in and to, the Trust Estate (as defined in the Subordinate Indenture);

TO HAVE AND TO HOLD all and singular the Trust Estate whether now owned or hereafter acquired unto the Trustee and its respective successors in trust and assigns forever, so that the principal of, premium, if any, and interest on all 2022 Subordinate Bonds and any other Obligations under the Continuing Covenant Agreement shall be secured hereby, except as may be otherwise provided in the Subordinate Indenture.

## ARTICLE I DEFINITIONS

### Section 1.1 Additional Definitions.

All terms used as defined terms in the Subordinate Indenture, or, following the effectiveness of the Subordinate Indenture, as amended and supplemented from time to time, are used with the same meanings herein (including the use thereof in the recitals and granting clause hereof) unless expressly given a different meaning herein or unless the context clearly otherwise requires. All terms used herein which are defined in the recitals hereto shall have the meanings given to the same therein unless the context clearly otherwise requires and, in addition, the following terms shall have the meanings specified below:

**"2017 Subordinate Bonds"** means the Turnpike Subordinate Revenue Refunding Bonds, First Series of 2017 of the Commission issued in the original principal amount of \$291,850,000 pursuant to Supplemental Trust Indenture No. 25 dated as of April 1, 2017, as a supplement to the Subordinate Indenture.

**"2022 Subordinate Bonds"** means the bonds authorized for issuance pursuant to Section 2.1(a) hereof.

**"Administrative Expenses"** means those reasonable expenses of the Commission which are properly chargeable to the Commission on account of the 2022 Subordinate Bonds and the Bond Documents as administrative expenses under GAAP and include, without limiting the

generality of the foregoing, the following: (a) fees and expenses of the Trustee, the Tender Agent, the Bank, the Calculation Agent, the Remarketing Agent, and the Purchaser; and (b) reasonable fees and expenses of counsel to the Commission, the Bank, the Trustee, the Calculation Agent, the Tender Agent and the Purchaser.

**"Alternate Index"** means, on any date of determination, when the Alternate Index Rate is applicable, shall equal 79% (or such other percentage based on the marginal corporate tax rate applicable to the Purchaser at such time) of the BSBY Rate for the BSBY Interest Period.

**"Alternate Index Rate"** means, on any date of determination, when the Alternate Index Rate is applicable the Alternate Index, plus the Applicable Spread.

**"Applicable Spread"** means, (i)(a) with respect to 2022 Subordinate Bonds bearing interest at the Indexed Floating Rate (other than the Alternate Index Rate) during the Initial Indexed Rate Floating Rate Period, a rate per annum determined by reference to the following chart based on the Commission Rating. In the event of a split Commission Rating (i.e. one of S&P, Moody's or Fitch has assigned a Commission Rating different than the Commission Rating assigned by either of the other Rating Agencies), the Applicable Spread shall be based upon the lowest Commission Rating. On the Closing Date the Applicable Spread shall be equal to 0.37%.

Moody's	S&P	Fitch	Applicable Spread
Baa1 or above	BBB+ or above	BBB+ or above	0.37%
Baa2	BBB	BBB	0.47%
Baa3	BBB-	BBB-	0.72%

(b) with respect to 2022 Subordinate Bonds bearing interest at the Indexed Floating Rate that is the Alternate Index Rate during the Initial Indexed Rate Floating Rate Period, a rate per annum determined by reference to the following chart based on the Commission Rating. In the event of a split Commission Rating (i.e. one of S&P, Moody's or Fitch has assigned a Commission Rating different than the Commission Rating assigned by either of the other Rating Agencies), the Applicable Spread shall be based upon the lowest Commission Rating.

Moody's	S&P	Fitch	Applicable Spread
Baa1 or above	BBB+ or above	BBB+ or above	0.34%
Baa2	BBB	BBB	0.44%
Baa3	BBB-	BBB-	0.69%

In each case under the Indexed Floating Rate (including the Alternate Index Rate), in the event any Commission Rating is (i) withdrawn, suspended, or otherwise unavailable or (ii) reduced to "Baa3" (or its equivalent) or below in the case of Moody's or reduced to "BBB-" (or its

equivalent) or below in the case of S&P or Fitch, the Indexed Floating Rate (including the Alternate Index Rate, if applicable) shall equal the Default Rate.

Each change in the Applicable Spread resulting from a change in the ratings shall become effective on the date of announcement or publication by S&P, Moody's or Fitch, respectively, of a change in such rating, or in the absence of such announcement or publication, on the effective date of such changed rating. The Commission shall promptly provide written notification to the Calculation Agent of a change in any of the ratings. References to the ratings above are references to rating categories as determined by S&P, Moody's and Fitch as of the Closing Date and in the event of adoption of any new or changed rating system by any of S&P, Moody's or Fitch, respectively, including, without limitation, any recalibration or realignment of the ratings in connection with the adoption of a "global" rating scale, the ratings from the Rating Agency in question referred to above shall be deemed to refer to the rating category under the new rating system which most closely approximates the applicable rating category as in effect on the Closing Date; and

(ii) as otherwise provided in Section 2.3(j)(ii) hereof with respect to an Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period.

**"Authorized Denominations"** means (i) with respect to Fixed Rate Bonds, \$5,000 and any integral multiple thereof, and (ii) with respect to Indexed Floating Rate Bonds, Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds and Long-Term Rate Bonds, \$100,000 and any integral multiple of \$5,000 in excess of \$100,000.

**"Bank"** means any commercial bank, other financial institution, the Commission (if the Commission is providing liquidity for any 2022 Subordinate Bonds itself) or other institution issuing a Letter of Credit.

**"Bank Bonds"** means 2022 Subordinate Bonds purchased by the Bank pursuant to a Letter of Credit and the terms hereof but excluding 2022 Subordinate Bonds no longer considered Bank Bonds pursuant to the terms of the Letter of Credit.

**"Bank Holder"** means the Owner of any Bank Bonds.

**"Bank Rate"** means the interest rate(s) applicable from time to time to Bank Bonds as determined in accordance with the Letter of Credit; provided that no Bank Rate shall exceed the Maximum Rate.

**"Bloomberg"** shall mean Bloomberg Index Services Limited (or a successor administrator).

**"Bond Documents"** means the Subordinate Indenture, this Supplemental Indenture No. 35, the 2022 Subordinate Bonds, the Tax Agreement, the Continuing Covenant Agreement, the Remarketing Agreement, if any, the Letter of Credit, if any, the Reimbursement Agreement, if any, and any and all future renewals and extensions or restatements of, or amendments or supplements to, any of the foregoing.



**"Bond Register"** means the registration books of the Commission kept by the Trustee to evidence the registration and transfer of Bonds.

**"Bond Registrar"** means the Trustee when acting as such, and any other bank or trust company designated and at the time serving as bond registrar under this Supplemental Indenture No. 35.

**"Bond Year"** shall have the meaning assigned to such term in the Tax Agreement.

**"Bondowner," "Holder," "Owner" or "Registered Owner"** means the Person in whose name a Bond is registered on the Bond Register.

**"BSBY"** shall mean the Bloomberg Short-Term Bank Yield Index rate administered by Bloomberg and published by Bloomberg or another commercially available source providing such quotations as may be designated by the Purchaser from time to time.

**"BSBY Interest Period"** shall mean the period of one month commencing on the date the Alternate Index Rate is applicable and each successive one-month period; provided that:

- (A) if a BSBY Interest Period would end on a day that is not a Business Day, it shall end on the next succeeding Business Day unless such day falls in the next succeeding calendar month in which case the BSBY Interest Period shall end on the next preceding Business Day;
- (B) the Commission may not select a BSBY Interest Period that would end on a day after the Special Mandatory Tender Date; and
- (C) any BSBY Interest Period that begins on the last Business Day of a calendar month (or on a day for which there is no numerically corresponding day in the last calendar month of such BSBY Interest Period) shall end on the last Business Day of the last calendar month of such BSBY Interest Period.

**"BSBY Rate"** shall mean, with respect to the 2022 Subordinate Bonds when in the Alternate Index Rate or the Taxable Rate (as defined in the Continuing Covenant Agreement), for the BSBY Interest Period, the interest rate per annum determined by the Purchaser by dividing (the resulting quotient rounded upwards, at the Purchaser's discretion, to the nearest 1/100th of 1%) (A) the rate per annum equal to BSBY two (2) Business Days prior to the first day of a BSBY Interest Period and having a term comparable to such BSBY Interest Period, provided that if the rate is not published on such determination date, then the rate per annum for purposes of this clause (A) shall be BSBY on the first Business Day immediately prior thereto, by (B) a number equal to 1.00 minus the BSBY Reserve Percentage. If the BSBY Rate is less than zero, the BSBY Rate shall be deemed to be zero for purposes of this Supplemental Indenture No. 35. The BSBY Rate shall be adjusted automatically without notice to the Commission on and as of the effective date of any change in the BSBY Reserve Percentage.

**"BSBY Reserve Percentage"** shall mean, as of any day, the maximum effective percentage in effect on such day, if any, as prescribed by the Board of Governors of the Federal

Reserve System (or any successor) for determining the reserve requirements (including, without limitation, supplemental, marginal and emergency reserve requirements) with respect to BSBY funding.

**"Business Day"** means a day other than (a) a Saturday, Sunday or legal holiday on which banking institutions in New York, New York or the states where the principal corporate office of the Commission or the principal corporate trust office of the Trustee are located are authorized by law to close, (b) a day on which the New York Stock Exchange or the Federal Reserve Bank is closed or (c) a day on which the principal office of the Calculation Agent, the principal office of the Remarketing Agent or the principal office of the Purchaser is closed.

**"Calculation Agent"** means the Purchaser, during the Initial Indexed Floating Rate Period or such other Person as shall be designated and approved by the Commission to act as such with respect to 2022 Subordinate Bonds bearing interest at an Indexed Floating Rate other than during the Initial Indexed Floating Rate Period.

**"Cede & Co."** means Cede & Co., as nominee name of The Depository Trust Company, New York, New York.

**"Certificate of Commission Representative"** means a written certificate signed by a Commission Representative, which certificate shall be deemed to constitute a representation of, and shall be binding upon, the Commission with respect to matters set forth therein.

**"Certified Public Accountant"** or **"Accountant"** shall mean any firm of certified accountants actively engaged in the business of public accounting and duly certified as certified public accountants under the laws of the Commonwealth.

**"Clearing Fund"** means the fund by that name created by Section 6.1 of this Supplemental Indenture No. 35.

**"Closing Date"** means the date of initial delivery of and payment for the 2022 Subordinate Bonds (April 28, 2022).

**"Commission Rating"** means the long-term unenhanced rating (without regard to any bond insurance or credit enhancement) assigned by Moody's, Fitch and/or S&P to any Revenue Bonds Parity Obligations.

**"Commission Representative"** means any authorized Commission member or authorized officer of the Commission designated to act by a certified resolution of the Commission.

**"Continuing Covenant Agreement"** means that certain Continuing Covenant Agreement dated April 28, 2022 between the Commission and the Purchaser.

**"Continuing Covenant Agreement Event of Default"** shall have the meaning set forth in the Continuing Covenant Agreement under "Event of Default" therein.

**"Conversion Date"** means, from and after the Initial Indexed Floating Rate Period, a date on which the 2022 Subordinate Bonds begin to bear interest at another Indexed Floating Rates, or Daily Rates, Weekly Rates, Monthly Rates, Short-Term Rates, Long-Term Rates or Fixed Rates as provided in Section 2.3 hereof and the date on which a Substitute Letter of Credit begins.

**"Costs of Issuance"** means issuance costs with respect to the 2022 Subordinate Bonds described in Section 147(g) of the Internal Revenue Code, including the following (but excluding, among others, costs of a Letter of Credit and fees of Letter of Credit counsel):

(a) counsel fees and expenses (including bond counsel, counsel to the Purchaser and Trustee's counsel);

(b) financial advisor fees of any financial advisor to the Commission incurred in connection with the issuance of the 2022 Subordinate Bonds;

(c) trustee, registrar, tender agent, and paying agent fees;

(d) accountant fees and other expenses related to issuance of the 2022 Subordinate Bonds; and

(e) other fees and expenses of the Commission incurred in connection with the issuance of the 2022 Subordinate Bonds.

**"Counsel"** shall mean, with respect to the Commission, counsel, duly authorized to engage in the practice of law, who may be, but need not be, retained regularly by the Commission, or duly appointed by the Commission.

**"Daily Interest Period"** means each period described in Section 2.3(c) hereof during which the 2022 Subordinate Bonds bear interest at a particular Daily Rate.

**"Daily Rate"** means the per annum interest rate for a 2022 Subordinate Bond during a Daily Interest Period determined on a daily basis as provided in Section 2.3 hereof.

**"Daily Rate Bonds"** means 2022 Subordinate Bonds bearing interest at a Daily Rate.

**"Daily Rate Period"** means the period during which Daily Rates are in effect for 2022 Subordinate Bonds.

**"Default Rate"** means a fluctuating interest rate per annum equal to the greatest of (A) the PNC Prime Rate plus 3.00%, (B) the Overnight Bank Funding Rate plus 3.50%, and (C) 7.00%.

**"Defaulted Interest"** means interest on any 2022 Subordinate Bond which is payable but not paid on the date due.

**"Eligible Account"** means an account which is either (a) maintained with a federal or state-chartered depository institution or trust company that has an S&P short-term debt rating of at least 'A-2' (or, if no short-term debt rating, a long-term debt rating of 'BBB+'); or (b) maintained with the corporate trust department of a federal depository institution or state-chartered

depository institution subject to regulations regarding fiduciary funds on deposit similar to Title 12 of the U.S. Code of Federal Regulation Section 9.10(b), which, in either case, has corporate trust powers and is acting in its fiduciary capacity.

**"Event of Default"** means with respect to this Supplemental Indenture No. 35, any "Event of Default" as defined in Section 7.01 of the Subordinate Indenture.

**"Excess Interest"** shall have the meaning set forth in the Continuing Covenant Agreement.

**"Expiration Date"** means the date upon which the Bank's obligation to purchase 2022 Subordinate Bonds under an applicable Letter of Credit is scheduled to expire (taking into account any extensions of the Expiration Date) in accordance with its terms, other than by reason of conversion to a different rate period, a substitution with a Substitute Letter of Credit, an "event of default" or an "event of termination" specified in any applicable Letter of Credit, or the deposit of a Substitute Letter of Credit with the Trustee.

**"Extraordinary Services"** and **"Extraordinary Expenses"** means all services rendered and all reasonable expenses properly incurred by the Trustee or any of its agents under this Supplemental Indenture No. 35, other than Ordinary Services and Ordinary Expenses.

**"Favorable Opinion of Bond Counsel"** means an opinion of nationally recognized bond counsel acceptable to the Commission, addressed to the Commission, the Remarketing Agent, the Bank, the Trustee, and during any Indexed Floating Rate Period in which the 2022 Subordinate Bonds are privately placed, the Purchaser, to the effect that the action proposed to be taken is authorized or permitted by this Supplemental Indenture No. 35, the Subordinate Indenture and the Act and will not adversely affect the exclusion of interest on the 2022 Subordinate Bonds from gross income for purposes of federal income taxation under Section 103 of the Internal Revenue Code.

**"Fiscal Year"** means the fiscal year of the Commission, currently the 12-month period beginning on the first day of June of each calendar year and ending on the last day of May of the following calendar year.

**"Fitch"** means Fitch Ratings, Inc., and its successors and assigns, or, if such firm shall be dissolved or liquidated or shall no longer perform the functions of a securities rating service, Fitch means any other nationally recognized securities rating service designated by the Commission, with written notice to the Commission and the Trustee.

**"Fixed Rate"** means, with respect to a 2022 Subordinate Bond, a non-variable interest rate or rates to maturity established in accordance with Section 2.3(h) hereof.

**"Fixed Rate Bonds"** means 2022 Subordinate Bonds bearing interest at a Fixed Rate.

**"Fixed Rate Period"** means the period of time, which shall end at the maturity date for 2022 Subordinate Bonds during which 2022 Subordinate Bonds bears interest at a Fixed Rate.

**"GAAP"** means those generally accepted accounting principles applicable in the preparation of financial statements as promulgated by the Financial Accounting Standards Board

or such other body recognized as authoritative by the American Institute of Certified Public Accountants or any successor body.

**"Holder"** shall have the same meaning as the term "Bondowner," as defined herein.

**"Independent"** shall mean, with respect to the Certified Public Accountant and the Consultants, a Person who is not a member of the Commission, an officer or employee of the Commission or which is not a partnership, corporation or association having a partner, director, officer, member or substantial stockholder who is a member of the Commission, a corporate officer or employee of the Commission; provided, however, that the fact that such Person is retained regularly by or transacts business with the Commission shall not make such Person an employee within the meaning of this definition.

**"Indexed Floating Rate"** means a variable rate of interest for the 2022 Subordinate Bonds equal to the SIFMA Rate plus the Applicable Spread, as determined by the Calculation Agent; provided, however, that if the SIFMA Index is no longer published, then the Indexed Floating Rate shall equal the Alternate Index Rate, and provided further that from and after the occurrence of a Continuing Covenant Agreement Event of Default, the 2022 Subordinate Bonds in the Initial Indexed Floating Rate Period shall bear interest at the Default Rate until such time as such Continuing Covenant Agreement Event of Default is cured or waived by the Purchaser, at which time the interest rate applicable to the 2022 Subordinate Bonds shall revert to the interest rate applicable to the 2022 Subordinate Bonds prior to the occurrence of such Continuing Covenant Agreement Event of Default. Except as otherwise provided herein, each Indexed Floating Rate (other than with respect to the Alternate Index Rate) shall be effective from and including each Thursday through and including the following Wednesday, regardless of whether such Wednesday is a Business Day, provided, however, that in no event may the Indexed Floating Rate exceed the Maximum Rate or be less than the Minimum Rate.

**"Indexed Floating Rate Bonds"** means 2022 Subordinate Bonds bearing interest at an Indexed Floating Rate.

**"Indexed Floating Rate Continuation Notice"** shall have the meaning given to that term in Section 2.3(j)(iv) hereof.

**"Indexed Floating Rate Conversion Date"** means, with respect to 2022 Subordinate Bonds, the Conversion Date on which an Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period is to be established.

**"Indexed Floating Rate Determination Date"** means: (i) for any Indexed Floating Rate Interest Accrual Period commencing subsequent to the Issue Date, each Wednesday, or, if such Wednesday is not a Business Day, the Business Day next succeeding such Wednesday; and (ii) for any Indexed Floating Rate Interest Accrual Period commencing on a Conversion Date, the Wednesday immediately preceding the Conversion Date.

**"Indexed Floating Rate Interest Accrual Period"** means the period of time that any Indexed Floating Rate remains in effect, which period is the period from and including the Issue Date or, as applicable, the Conversion Date if 2022 Subordinate Bonds are converted to bear interest at the Indexed Floating Rate subsequent to the Initial Indexed Floating Rate Period, to and

including the following Wednesday and thereafter the period from and including each Thursday to and including the earlier of the Wednesday of the following week or the last day of the Indexed Floating Rate Period, as applicable.

**"Indexed Floating Rate Period"** means any period during which 2022 Subordinate Bonds bears interest at an Indexed Floating Rate.

**"Initial Indexed Floating Rate Period"** means the period during which 2022 Subordinate Bonds bear interest at an Indexed Floating Rate or Alternate Index Rate, beginning on the Issue Date and ending on the earlier of (i) the Special Mandatory Tender Date; (ii) the date on which 2022 Subordinate Bonds are redeemed, refunded or defeased in full; (iii) the date on which a Conversion occurs; or (iv) the date on which a Continuing Covenant Agreement Event of Default has occurred and the Purchaser has tendered the 2022 Subordinate Bonds for payment.

**"Initial Interest Period"** means the period from and including the Issue Date to and including the following Wednesday, May 4, 2022.

**"Interest Payment Date" means:**

(i) as to Indexed Floating Rate Bonds, Daily Rate Bonds, Weekly Rate Bonds and Monthly Rate Bonds, the first Business Day of each calendar month commencing June 1, 2022, any day that is a Conversion Date from an Indexed Floating Rate Period, Daily Rate Period, a Weekly Rate Period, or a Monthly Rate Period, as appropriate, the redemption date and the maturity date for the 2022 Subordinate Bonds;

(ii) as to Short-Term Rate Bonds, the first Business Day after the last day of each Short-Term Interest Period, the redemption date and the maturity date for the 2022 Subordinate Bonds;

(iii) as to Long-Term Rate Bonds, each June 1 and December 1, any day that is a Conversion Date from a Long-Term Rate Period, the redemption date and the maturity date for the 2022 Subordinate Bonds;

(iv) as to Fixed Rate Bonds, each June 1 and December 1 through and including the redemption date or maturity date for the 2022 Subordinate Bonds; and

(v) with respect to Bank Bonds, the first Business Day of each calendar month.

**"Interest Rate Period"** means: (i) an Indexed Floating Rate Period (comprised of Indexed Floating Rate Interest Accrual Periods), (ii) a Daily Rate Period (comprised of separate Daily Interest Periods), (iii) a Weekly Rate Period (comprised of separate Weekly Interest Periods), (iv) a Monthly Rate Period (composed of separate Monthly Interest Periods), (v) a Short-Term Rate Period (comprised of separate Short-Term Interest Periods), (vi) a Long-Term Rate Period (comprised of separate Long-Term Interest Periods), or (vii) a Fixed Rate Period.

**"Internal Revenue Code"** means the Internal Revenue Code of 1986, as amended, and, when appropriate, any statutory predecessor or successor thereto, and all applicable regulations

(whether proposed, temporary or final) thereunder and any applicable official rulings, announcements, notices, procedures and judicial determinations relating to the foregoing.

**"Issue Date"** means April 28, 2022.

**"Kroll "** means Kroll Bond Rating Agency, LLC.

**"Letter of Credit"** means any irrevocable direct pay Letter of Credit, issued by a Bank pursuant to the provisions of a Reimbursement Agreement, or, in the event of delivery of a Substitute Letter of Credit, such Substitute Letter of Credit, or, other form of credit enhancement as provided herein.

**"Letter of Credit Account"** means the account by that name in the Purchase Fund established pursuant to Section 8.3(a) hereof.

**"Letter of Credit Request"** shall have the meaning assigned to that term in Section 8.3(c)(i) hereof.

**"Long-Term Interest Period"** means each period described in Section 2.3(h)(i) hereof during which 2022 Subordinate Bonds accrue interest at a particular Long-Term Rate.

**"Long-Term Rate"** means the per annum interest rate to be determined on 2022 Subordinate Bonds for a term of at least 12 months pursuant to Section 2.3(h)(i) hereof.

**"Long-Term Rate Bonds"** means any 2022 Subordinate Bonds bearing interest at a Long-Term Rate.

**"Long-Term Rate Period"** means the period during which Long-Term Rates are in effect for the 2022 Subordinate Bonds.

**"Market Agent"** means a financial advisory firm, investment banking firm, commercial bank or any other financial institution with experience in pricing information for tax-exempt municipal securities (which may be the then existing Remarketing Agent), as selected by the Commission (and consented to by the Purchaser) to serve as market agent in connection with a conversion to an Indexed Floating Rate Period.

**"Maximum Rate"** means (a) with respect to Bank Bonds, the lesser of (i) the maximum rate permitted by law and (ii) the rate for Bank Bonds as set forth in the applicable Reimbursement Agreement, and (b) and with respect to any other 2022 Subordinate Bonds, the lesser of (i) the maximum rate permitted by law and (ii) 12%.

**"Minimum Rate"** means an interest rate per annum equal to zero percent (0.00%), not taking into account any Applicable Spread.

**"Monthly Interest Period"** means each period described in Section 2.3 hereof during which the 2022 Subordinate Bonds bear interest at a particular Monthly Rate.

**"Monthly Rate"** means the per annum interest rate for 2022 Subordinate Bonds during a Monthly Interest Period determined on a monthly basis as provided in Section 2.3 hereof.

**"Monthly Rate Bonds"** means 2022 Subordinate Bonds bearing interest at a Monthly Rate.

**"Monthly Rate Period"** means the period during which Monthly Rates are in effect for the 2022 Subordinate Bonds.

**"Moody's"** means Moody's Investors Services, Inc., and its successors and assigns, or, if such firm shall be dissolved or liquidated or shall no longer perform the functions of a securities rating service, Moody's means any other nationally recognized securities rating service designated by the Commission, with written notice to the Commission and the Trustee.

**"MSRB EMMA System"** means the Electronic Municipal Market Access (EMMA) website provided by the Municipal Securities Rulemaking Board or any substitution or replacement therefor.

**"NYFRB"** shall mean the Federal Reserve Bank of New York.

**"Obligations"** has the meaning set forth in the Continuing Covenant Agreement.

**"Opinion of Counsel"** means an opinion in writing signed by legal counsel acceptable to the Commission and the Trustee who may be an employee of or counsel to the Commission.

**"Ordinary Services"** and **"Ordinary Expenses"** means those services normally rendered and those expenses normally incurred, by a trustee under instruments similar to this Supplemental Indenture No. 35, but not those services (other than a drawing on a Letter of Credit) rendered and those expenses incurred following the occurrence and during the continuation of an Event of Default under Section 7.01 of the Subordinate Indenture.

**"Outstanding"** means, when used with reference to 2022 Subordinate Bonds, as of a particular date, all 2022 Subordinate Bonds theretofore authenticated and delivered, except:

(i) 2022 Subordinate Bonds theretofore canceled by the Trustee or delivered to the Trustee for cancellation pursuant to the provisions hereof;

(ii) 2022 Subordinate Bonds which are deemed to have been paid in accordance with the provisions hereof; and

(iii) 2022 Subordinate Bonds in exchange for or in lieu of which other 2022 Subordinate Bonds have been authenticated and delivered pursuant to the provisions hereof.

**"Overnight Bank Funding Rate"** shall mean, for any day, the rate comprised of both overnight federal funds and overnight Eurocurrency borrowings by U.S.-managed banking offices of depository institutions, as such composite rate shall be determined by the NYFRB, as set forth on its public website from time to time, and as published on the next succeeding Business Day as



the overnight bank funding rate by the NYFRB (or by such other recognized electronic source (such as Bloomberg Index Services Limited) selected by the Purchaser for the purpose of displaying such rate); provided, that if such day is not a Business Day, the Overnight Bank Funding Rate for such day shall be such rate on the immediately preceding Business Day; provided, further, that if such rate shall at any time, for any reason, no longer exist, a comparable replacement rate determined by the Purchaser at such time (which determination shall be conclusive absent manifest error). If the Overnight Bank Funding Rate determined as above would be less than zero, then such rate shall be deemed to be zero. The rate of interest charged shall be adjusted as of each Business Day based on changes in the Overnight Bank Funding Rate without notice to the Commission.

**"Owner"** has the same meaning as the term "Bondowner."

**"PNC Prime Rate"** shall mean, for any day, the per annum rate of interest announced by the PNC Bank, National Association, from time to time as its prime commercial rate, or equivalent, as in effect on such day for United States dollar loans, with any change in the Prime Rate resulting from a change in said prime commercial rate to be effective as of the date of the relevant change in said prime commercial rate, it being understood that such rate may not be the PNC Bank, National Association's best or lowest rate. Each determination of the Prime Rate by PNC Bank, National Association, will be deemed conclusive and binding on the Commission, absent manifest error.

**"Participants"** means those financial institutions for which the Securities Depository effects book-entry transfers and pledges of securities deposited with the Securities Depository, or with respect to the Initial Indexed Floating Rate Period "Participant" as defined in the Continuing Covenant Agreement, each as such listing of Participants exists at the time of such reference.

**"Paying Agent"** means Computershare Trust Company, N.A., and any other commercial bank or trust institution organized under the laws of any state of the United States of America or any national banking association designated by this Supplemental Indenture No. 35 or any Supplemental Indenture as paying agent for the 2022 Subordinate Bonds at which the principal of and redemption premium, if any, and interest on the 2022 Subordinate Bonds shall be payable.

**"Payment Default"** means an Event of Default described in Section 7.01(a) of the Subordinate Indenture.

**"Person"** means any natural person, firm, joint venture, association, partnership, business, trust, corporation, public body, agency or political subdivision thereof or any other similar entity.

**"Prevailing Market Conditions"** means, to the extent relevant (in the professional judgment of the Remarketing Agent) at the time of establishment of a rate or rates of 2022 Subordinate Bonds as provided in Section 2.3(c)(i) hereof, (a) interest rates on comparable securities then being issued and traded, (b) other financial market rates and indices that may have a bearing on rates of interest; (c) general financial market conditions (including then current forward supply figures) that may have a bearing on rates of interest, and (d) the financial condition, results of operations and credit standing of the Commission and the Bank to the extent such standing has a bearing on rates of interest.

**"Principal Office"** means, with respect to any entity performing functions under any Bond Document, the principal office of that entity or its affiliate at which those functions are performed.

**"Purchase Date"** means each date on which 2022 Subordinate Bonds are subject to optional or mandatory purchase pursuant to Section 8.2 hereof or Section 8.4 hereof.

**"Purchase Fund"** means the fund by that name created by Section 8.3(a) hereof and held by the Tender Agent plus (if such Purchase Date is not an Interest Payment Date therefor) accrued and unpaid interest thereon to such Purchase Date.

**"Purchase Price"** means, with respect to a 2022 Subordinate Bond subject to purchase on a Purchase Date, an amount equal to the principal amount thereof plus accrued interest to the date of payment.

**"Purchaser"** means PNC Bank, National Association, as the initial purchaser of the 2022 Subordinate Bonds, and its participants, successors and assignees, as provided for in the Continuing Covenant Agreement.

**"Qualified Financial Institution"** means a bank, trust company, national banking association, insurance company or other financial services company or entity, and whose unsecured short-term debt obligations are rated in either of the two highest categories by Moody's or S&P.

**"Rate Period"** means the period during which the Indexed Floating Rate, the Daily Rate, the Weekly Rate, the Monthly Rate, the Fixed Rate, the Short-Term Rate or the Long-Term Rate is in effect for the 2022 Subordinate Bonds.

**"Rating Agency"** shall mean Fitch, S&P, Moody's and Kroll.

**"RBC Swap Agreement"** means, together, the ISDA Master Agreement dated as of April 26, 2017 between Royal Bank of Canada ("RBC") and the Commission, the Schedule to the Master Agreement dated April 26, 2017 between RBC and the Commission, the Credit Support Annex and Amendment to Credit Support Annex dated as of November 18, 2019 to the Master Agreement dated as of April 26, 2017, the Swap Confirmation dated April 26, 2017, and the Amended Swap Confirmation dated November 18, 2019.

**"Record Date"** means (i) with respect to each Interest Payment Date for Indexed Floating Rate Bonds, Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds or Short-Term Rate Bonds, the Business Day immediately preceding that Interest Payment Date, and (ii) with respect to each Interest Payment Date for Fixed Rate Bonds or Long-Term Rate Bonds, the 15th day of the month immediately preceding such Interest Payment Date.

**"Redemption Date"** means, April 28, 2022, the date on which the 2017 Subordinate Bonds will be redeemed and paid in full.

**"Registered Owner"** shall have the same meaning as the term "Bondowner."

**"Reimbursement Agreement"** means the Reimbursement Agreement with the Bank in connection with the Letter of Credit or any such agreement entered into with respect to a Substitute Letter of Credit.

**"Remarketing Agent"** means any firm or firms at the time serving as Remarketing Agent pursuant to Article IX hereof.

**"Remarketing Agreement"** means, with respect to Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds or Long-Term Rate Bonds, any agreement between the Commission and a Remarketing Agent whereby the Remarketing Agent agrees to perform the duties of the Remarketing Agent under this Supplemental Indenture No. 35 with respect to the 2022 Subordinate Bonds.

**"Replacement Bonds"** means 2022 Subordinate Bonds issued to the beneficial owners of the 2022 Subordinate Bonds in accordance with Article IV.

**"Responsible Officer"** shall mean the Chairman, any Vice Chairman, the Secretary, any Assistant Secretary, Chief Executive Officer, Chief Operating Officer, Chief Financial Officer, or any other officer of the Commission or other person designated by a Certified Resolution of the Commission, a copy of which shall be on file with the Trustee, to act for any of the foregoing, either generally or with respect to the execution of any particular document or other specific matter.

**"S&P"** means S&P Global Ratings, a Standard & Poor's Financial Services LLC business, and its successors and assigns, or, if such firm shall be dissolved or liquidated or shall no longer perform the functions of a securities rating service, S&P shall mean any other nationally recognized securities rating service designated by the Commission, with notice to the Trustee.

**"Securities Depository"** means, initially, The Depository Trust Company, New York, New York, and its successors and assigns and any successor Securities Depository appointed pursuant to Article IV hereof. Notwithstanding anything to the contrary herein, there shall be no Securities Depository for the Initial Indexed Floating Rate Period.

**"Short-Term Interest Period"** means each period determined as provided in Section 2.3 hereof during which the 2022 Subordinate Bonds bear interest at a particular Short-Term Rate.

**"Short-Term Rate"** means the per annum interest rate for 2022 Subordinate Bonds during a Short-Term Rate Period determined on a periodic basis as provided in Section 2.3(b) hereof.

**"Short-Term Rate Bonds"** means any 2022 Subordinate Bonds bearing interest at a Short-Term Rate.

**"Short-Term Rate Period"** means the period during which Short-Term Rates are in effect for 2022 Subordinate Bonds.

**"SIFMA Index"** means, for each Indexed Floating Rate Interest Accrual Period, the SIFMA Municipal Swap Index (a weekly, high-grade market index comprised of seven (7) day tax-exempt, variable rate demand notes produced by Municipal Market Data) in effect on the

respective Indexed Floating Rate Determination Date. If the SIFMA Index or a successor equivalent index is no longer calculated and published by Municipal Market Data in its current form, then the SIFMA Index shall be replaced by the Alternate Index and the Alternate Index Rate shall apply.

**"SIFMA Rate"** means, for each Indexed Floating Rate Interest Accrual Period, the interest rate reported on the SIFMA Index on the respective Indexed Floating Rate Determination Date. If the interest rate reported on the SIFMA Index is less than zero, the SIFMA Index shall be deemed to be zero for purposes of this Supplemental Indenture No. 35.

**"Special Mandatory Tender Date"** means June 1, 2029.

**"Special Record Date"** means the date fixed by the Trustee pursuant to Section 3.1(g) hereof for the payment of Defaulted Interest.

**"Subordinate Indenture"** means the Subordinate Trust Indenture dated as of April 1, 2008 between the Commission and Commerce Bank, National Association, as trustee, as amended and supplemented through the date hereof, and by this Supplemental Indenture No. 35, and as it may be further amended and supplemented from time to time.

**"Substitute Letter of Credit"** means an irrevocable, direct pay letter of credit for 2022 Subordinate Bonds delivered to the Trustee in accordance with Section 11.2(c) hereof (i) replacing any existing Letter of Credit, (ii) dated no later than the date of the expiration or replacement date of the Letter of Credit for which the same is to be substituted, (iii) which shall expire on a date which is five (5) days after an Interest Payment Date for 2022 Subordinate Bonds, and (iv) if issued prior to the Conversion Date, issued on substantially identical terms and conditions as the then existing Letter of Credit.

**"Substitution Date"** means a date on which a Substitute Letter of Credit (or the Commission pursuant to Section 11.2(d) hereof) is accepted by the Tender Agent and becomes effective, or a date on which the provider of an existing Letter of Credit assigns all or a portion of its rights and/or obligations to an assignee for the Letter of Credit.

**"Supplemental Indenture"** means any indenture supplemental or amendatory to the Subordinate Indenture entered into by the Commission and the Trustee pursuant thereto; **"2017 Supplemental Indenture"** means Supplemental Trust Indenture No. 25, dated as of April 1, 2017 between the Commission and Wells Fargo Bank, N.A., as Trustee.

**"Swap Provider"** means Royal Bank of Canada.

**"Tax Agreement"** means the Tax Regulatory Agreement and Non-Arbitrage Certificate executed and delivered by the Commission containing representations and covenants regarding the preservation of the tax-exempt status of the interest on the 2022 Subordinate Bonds, the investment of proceeds of the 2022 Subordinate Bonds, and the calculation and payment of rebate amounts under Section 148(f) of the Internal Revenue Code.

**"Tender Agent"** means, initially, the Trustee, and any successor Tender Agent as determined or designated under or pursuant to this Supplemental Indenture No. 35.

**"Termination Date"** means the stated termination date in a Letter of Credit or earlier as set forth in such Letter of Credit.

**"Trust Estate"** means the Trust Estate described in the Granting Clauses of the Subordinate Indenture.

**"Tax-Exempt"** with respect to interest on any obligations of a state or local government, means that such interest is excluded from the gross income of the holders thereof for federal income tax purposes, whether or not such interest is includable as an item of tax preference or otherwise includable directly or indirectly for purposes of calculating other tax liabilities, including any alternative minimum tax or environmental tax under the Code.

**"Tax-Exempt Securities"** means bonds, notes or other securities the interest on which is Tax-Exempt.

**"Trustee"** means Computershare Trust Company, N.A. (successor to Wells Fargo Bank, N.A.), a national banking association and limited purpose trust company, organized and existing under the laws of the United States of America, and its successors and any entity resulting from or surviving any consolidation or merger to which it or its successors may be a party and any successor trustee at the time serving as successor trustee hereunder."

**"Undelivered Bond"** means any 2022 Subordinate Bond which is subject to purchase pursuant to Article VIII on a Purchase Date and which is not tendered and delivered for purchase on that Purchase Date but as to which the Tender Agent holds in the Purchase Fund sufficient funds to pay the Purchase Price of that 2022 Subordinate Bond.

**"Undelivered Bond Payment Account"** means the account by that name in the Purchase Fund established pursuant to Section 8.3(a) hereof.

**"Value,"** as of any particular time of determination, means,

(a) for securities:

(i) the closing bid price quoted by Interactive Data Systems, Inc. (or such other nationally recognized entity that succeeds to such role); or

(ii) a valuation performed by a nationally recognized and accepted pricing service whose valuation method consists of the composite average of various bid price quotes on the valuation date; or

(iii) the lower of two dealer bids on the valuation date; the dealers or their parent holding companies must be rated at least investment grade by Moody's and S&P and must be market makers in the securities being valued; or

(iv) a valuation performed by a pricing service acceptable to the Trustee; or

(v) for any security maturing within 30 days of the valuation date, the maturity value of the security including interest to be paid on the maturity date.

- (b) as to certificates of deposit and bankers' acceptances: the face amount thereof, plus accrued interest;
- (c) with respect to any investment agreement, the total amount that may be withdrawn therefrom for the purposes of the fund in which it is held; and
- (d) as to any investment not specified above, the value thereof established by prior agreement between the Commission and the Trustee.

**"Weekly Interest Period"** means each period described in Section 2.3 hereof during which the 2022 Subordinate Bonds bear interest at a particular Weekly Rate.

**"Weekly Rate"** means the per annum interest rate for 2022 Subordinate Bonds during a Weekly Interest Period determined on a weekly basis as provided in Section 2.3 hereof.

**"Weekly Rate Bonds"** means 2022 Subordinate Bonds bearing interest at a Weekly Rate.

**"Weekly Rate Period"** means the period during which Weekly Rates are in effect for 2022 Subordinate Bonds.

**"Written Request"** means a request in writing signed by the Commission Representative or any other officers designated by the Commission to sign such Written Request.

## **Section 1.2 Rules of Construction; Time of Day.**

In this Supplemental Indenture No. 35, unless otherwise indicated, (i) defined terms may be used in the singular or the plural, (ii) the use of any gender includes all genders, (iii) the words "hereof," "herein," "hereto," "hereby" and "hereunder" (except in the form of 2022 Subordinate Bonds) refer to this Supplemental Indenture No. 35, and (iv) all references to particular Articles or Sections are references to the Articles or Sections of this Supplemental Indenture No. 35 unless otherwise specified. References to any time of the day in this Supplemental Indenture No. 35 shall refer to eastern standard time or eastern daylight saving time, as in effect in the City of New York, New York on such day. All references to rating categories established by a Rating Agency shall be without reference to subcategories.

## **ARTICLE II MULTI-MODAL BONDS**

### **Section 2.1 Amount of Bonds; Purpose.**

(a) An aggregate principal amount of \$291,850,000, and not more, of 2022 Subordinate Bonds are authorized for issuance pursuant to this Supplemental Indenture No. 35, all of which will be issued on the Issue Date. The Bonds shall be issued and secured under this Supplemental Indenture No. 35 for the purposes set forth in the Recitals.

(b) Designation, Denominations, Numbering and Dating.

The 2022 Subordinate Bonds shall initially be designated "Turnpike Subordinate Revenue Refunding Bonds, First Series of 2022." The 2022 Subordinate Bonds shall contain substantially the terms recited in the form of 2022 Subordinate Bond attached hereto as **Exhibit A**. The 2022 Subordinate Bonds shall be issuable as fully registered bonds without coupons in Authorized Denominations and shall be numbered consecutively in the order of their issuance. Any future changes in the designation of the 2022 Subordinate Bonds shall be as determined by the Commission. No presentation of the 2022 Subordinate Bond to the Trustee shall be required as a condition to payment of the 2022 Subordinate Bond upon any optional redemption, mandatory sinking fund redemption, partial redemption, mandatory tender or at principal maturity.

(c) Initial Indexed Floating Rate Period.

The 2022 Subordinate Bonds are issued to the Purchaser for the Initial Indexed Floating Rate Period and bear interest at the Indexed Floating Rate.

**Section 2.2 General.**

(a) The 2022 Subordinate Bonds and the other Obligations are hereby authorized to be issued and secured hereunder as follows:

(i) The 2022 Subordinate Bonds shall bear interest from their dated date determined in accordance with the provisions hereof, provided that, if the 2022 Subordinate Bonds are converted to Indexed Floating Rate Bonds, Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds, Long-Term Rate Bonds or Fixed Rate Bonds, such 2022 Subordinate Bonds shall bear interest from and after that conversion in accordance with Section 2.3 hereof.

(ii) The 2022 Subordinate Bonds shall be issued on the Issue Date, the date of original issuance and first authentication and delivery against payment therefor, and which shall be set forth on all 2022 Subordinate Bonds authenticated by the Authenticating Agent. 2022 Subordinate Bonds issued prior to the first Interest Payment Date following the Issue Date shall have a "Dated Date" which shall be the same as the Issue Date. 2022 Subordinate Bonds issued on or subsequent to the first Interest Payment Date following the Issue Date shall have a "Dated Date" which is the same as the Interest Payment Date next preceding the date of authentication thereof, unless such date of authentication shall be an Interest Payment Date to which interest on the 2022 Subordinate Bonds has been paid in full or duly provided for, in which case they shall have a "Dated Date" which is the same as such date of authentication; provided that if, as shown by the records of the Paying Agent, interest on the 2022 Subordinate Bonds shall be in default, 2022 Subordinate Bonds issued in exchange for 2022 Subordinate Bonds surrendered for transfer or exchange shall have a "Dated Date" which is the same as the date to which interest has been paid in full on such 2022 Subordinate Bonds or, if no interest has been paid on such 2022 Subordinate Bonds, the Issue Date of such 2022 Subordinate Bonds.

(b) The 2022 Subordinate Bonds are not "Debt Service Reserve Fund Bonds" for purposes of the Supplemental Indenture.

(c) The Commission hereby designates the 2022 Subordinate Bonds and the other Obligations as "Revenue Bonds Parity Obligations" under the Subordinate Indenture.

### **Section 2.3 Multi-Modal Bonds. Determination of Interest Rates.**

(a) General.

(i) The 2022 Subordinate Bonds shall bear interest at Indexed Floating Rates, BSBY Rates, Daily Rates, Weekly Rates, Monthly Rates, Short-Term Rates, Long-Term Rates or Fixed Rates, determined as provided in this Section, from and including their date or from and including the most recent Interest Payment Date to which interest has been paid or duly provided for; provided that in no event will the interest rate on any 2022 Subordinate Bonds exceed the Maximum Rate. Interest on the 2022 Subordinate Bonds shall be payable in arrears on each Interest Payment Date, commencing on the first Interest Payment Date after the date of original issuance of the 2022 Subordinate Bonds.

(ii) The 2022 Subordinate Bonds initially shall be Indexed Floating Rate Bonds. The 2022 Subordinate Bonds initially shall bear interest at the Indexed Floating Rate.

(iii) The amount of interest payable with respect to any 2022 Subordinate Bonds on any Interest Payment Date shall be computed (1) during a Daily Interest Period, BSBY Interest Period, Weekly Interest Period, Monthly Interest Period or Short-Term Interest Period, on the basis of a 365- or 366-day, as applicable, year for the number of days actually elapsed, based on the calendar year in which an Indexed Floating Rate Period (except for the Initial Indexed Floating Rate Period), BSBY Interest Period, Daily Interest Period, Weekly Interest Period, Monthly Interest Period or Short-Term Interest Period ends, and (3) during Fixed Rate Periods and Long-Term Rate Periods, on the basis of a 360-day year of twelve 30-day months. Interest on the 2022 Subordinate Bonds in the Initial Indexed Floating Rate Period shall be computed on the basis of actual/360 days.

(iv) All determinations of interest rates, amounts of interest payable on the 2022 Subordinate Bonds and rate periods pursuant to this Supplemental Indenture No. 35 shall be conclusive and binding upon the Commission, the Trustee, the Calculation Agent, the Tender Agent, the Paying Agent, the Remarketing Agent, the Purchaser, the Bank and the Owners of the 2022 Subordinate Bonds to which such rates are applicable. The Commission, the Trustee, the Tender Agent, the Calculation Agent, the Bank, and the Remarketing Agent shall not be liable to any Bondowner for failure to give any notice specified in this Supplemental Indenture No. 35 or for the failure of any Bondowner to receive any such notice.

(v) Notwithstanding any other provision of this Supplemental Indenture No. 35, the 2022 Subordinate Bonds may bear interest at various rates for various periods; and the Commission may designate one or more subseries, and each subseries at any point in time, may bear interest at a rate for a period which is different from the rate and period of the other subseries.



(b) Determination of Interest Rates:

(i) While 2022 Subordinate Bonds bear interest at the Indexed Floating Rate, the interest rate shall be determined by the Calculation Agent. The interest rate for BSBY Rate, Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds, Long-Term Rate Bonds and Fixed Rate Bonds for each interest period shall be determined by the Remarketing Agent as the lowest rate of interest which, in the judgment of the Remarketing Agent, would cause the 2022 Subordinate Bonds to have a market value as of the date of determination equal to the principal amount thereof (plus, in the case of conversion to Fixed Rate or Long Term Rate, a net remarketing premium for all such 2022 Subordinate Bonds taken as a whole is also permissible), provided that in no event will the interest rate on any such 2022 Subordinate Bonds exceed the Maximum Rate.

(ii) In the event the Remarketing Agent fails for any reason to determine the interest rate for any interest period:

(A) The interest rate for Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds or Short-Term Rate Bonds shall be 100% of the SIFMA Index plus 25 basis points.

(B) The interest rate then in effect for Long-Term Rate Bonds will be (1) converted to Short-Term Rates equal to 100% of the prime short-term rate (30 days) for the most recent date shown in the table captioned "Short-Term Tax- Exempt Yields" in the most recent edition of The Bond Buyer or the dealer short-term rate (30 days) published in the most recent edition of The Wall Street Journal, or if The Bond Buyer and The Wall Street Journal are no longer published, any other published similar rate as is determined by the Commission in its sole discretion to be appropriate, published on the day on which such rate is determined or is otherwise required to be determined, if such rate is not published on that day, the most recent publication of such rate, with Short-Term Interest Periods of 30 days, until the Trustee is notified of a new Short-Term Rate and Short-Term Interest Period determined for such 2022 Subordinate Bonds by the Remarketing Agent or if the rate is converted to another in accordance with Section 2.4 hereof, but only if the Commission furnishes to the Trustee a Favorable Opinion of Bond Counsel, or (2) if the opinion described in clause (1) is not furnished, converted to a Long-Term Rate for a Long-Term Interest Period ending on the day prior to the next succeeding June 1 or December 1 which is more than 366 days later equal to 100% of the Kenny S&P Information Services one-year tax- exempt index as communicated to the Trustee by Kenny S&P Information Services, and if such index is not provided to the Trustee, equal to 70% of the closing yield for one-year Treasury Bills shown in the table captioned "U.S. Securities Prices" in the edition of The Bond Buyer (or if The Bond Buyer or such table is no longer published, any other published similar rate as is determined by the Commission in its sole discretion to be appropriate) published on the day on which such rate is required to be determined or is otherwise required to be determined, or if such rate is not published on that day, the most recent publication of such rate, until the Trustee is notified of a new Long-Term Rate and Long-Term Interest Period.

(iii) Notice of the interest rate for each Daily Rate Bond, Weekly Rate Bond, Monthly Rate Bond, Short-Term Rate Bond and Long-Term Rate Bond shall be communicated by the Remarketing Agent to the Commission, the Trustee and the Purchaser by telecopier or other electronic communication or by telephone promptly confirmed in writing, (1) in the case of Daily Rate Bonds on the date such interest rate is determined by 10:00 a.m., and (2) in the case of Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds, Long-Term Rate Bonds or Fixed Rate Bonds, not later than 5:00 p.m. on the date such interest rate is determined, and shall be available to Bondowners after such time, from the Remarketing Agent at its Principal Offices and shall also be communicated by the Remarketing Agent to any Bondowner upon request.

(c) Daily Rates.

(i) Whenever 2022 Subordinate Bonds are to bear interest accruing at a Daily Rate, Daily Interest Periods shall commence on each Business Day and shall extend to, but not include, the next succeeding Business Day.

(ii) The interest rate for each Daily Interest Period shall be effective from and including the commencement date thereof and shall remain in effect to, but not including, the next succeeding Business Day.

(iii) Each such interest rate shall be determined by the Remarketing Agent between 8:30 a.m. and 9:30 a.m., on the commencement date of the Daily Interest Period to which it relates. The Remarketing Agent shall make the Daily Rate available not less frequently than 9:30 a.m. of each day by electronic means to any Bondowner or beneficial owner of 2022 Subordinate Bonds.

(d) Weekly Rates.

(i) Whenever 2022 Subordinate Bonds are to bear interest accruing at a Weekly Rate, Weekly Interest Periods shall commence on Thursday of each week and end on Wednesday of the following week; provided, however, that (A) in the case of a conversion to a Weekly Rate Period, the initial Weekly Interest Period for such 2022 Subordinate Bonds shall commence on the Conversion Date and end on the next succeeding Wednesday and (B) in the case of a conversion from a Weekly Rate to a Daily Rate a short-Term Rate or a Long-Term Rate, the last Weekly Interest Period prior to conversion shall end on the last day immediately preceding the Conversion Date.

(ii) The interest rate for each Weekly Interest Period shall be effective from and including the commencement date of such period and shall remain in effect through and including the last day thereof.

(iii) Each such interest rate shall be determined by the Remarketing Agent by 4:00 p.m. on the Business Day immediately preceding the commencement date of the Weekly Interest Period to which it relates.

(e) BSBY Rates.

(i) Whenever 2022 Subordinate Bonds are to bear interest accruing at a BSBY Rate, BSBY Interest Periods shall commence on the first Business Day of the one-month period selected by the Commission and end on the last day preceding the earliest of the commencement date of the next BSBY Interest Period, the date of redemption of 2022 Subordinate Bonds or the Special Mandatory Tender Date; provided, however, that in the case of a conversion to a BSBY Rate Period, the initial BSBY Interest Period for such 2022 Subordinate Bonds shall commence on the Conversion Date.

(ii) The Interest rate for each BSBY Interest Period shall be effective from and including the commencement date of such BSBY Interest Period and shall remain in effect through and including the last day thereof.

(iii) Each such interest rate shall be determined by the Remarketing Agent by 4:00 p.m. two Business Days immediately preceding the commencement date of the BSBY Interest Period to which it relates.

(f) Monthly Rates.

(i) Whenever 2022 Subordinate Bonds are to bear interest accruing at a Monthly Rate, Monthly Interest Periods shall commence on the first Business Day of the applicable month and end on the last day preceding the earliest of the commencement date of the next Monthly Interest Period, the date of maturity and the date of any mandatory purchase; provided, however, that in the case of a conversion to a Monthly Rate Period, the initial Monthly Interest Period for such 2022 Subordinate Bonds shall commence on the Conversion Date.

(ii) The Interest rate for each Monthly Interest Period shall be effective from and including the commencement date of such period and shall remain in effect through and including the last day thereof.

(iii) Each such interest rate shall be determined by the Remarketing Agent by 4:00 p.m. on the Business Day immediately preceding the commencement date of the Monthly Interest Period to which it relates.

(g) Short-Term Rates.

(i) Short-Term Rates on, and Short-Term Interest Periods for, Short-Term Rate Bonds shall be determined as follows:

(ii) Each Short-Term Interest Period shall be determined by the Remarketing Agent on the first Business Day of that Short-Term Interest Period as that Short-Term Interest Period which will, in the judgment of the Remarketing Agent, produce the greatest likelihood of the lowest net interest cost during the term of the 2022 Subordinate Bonds; provided that each Short-Term Interest Period (A) shall be from 1 to 270 days in length but shall not exceed the number of days of interest coverage provided by the Letter of Credit minus five days, shall not extend beyond the date that is five days before the Expiration Date of the Letter of Credit and shall not exceed the remaining number of days prior to the Conversion Date if the

Remarketing Agent has given or received notice of any conversion to a different Interest Rate Period, (B) shall commence on a Business Day (except in the case of a conversion to a Short-Term Rate Period, the initial Short-Term Interest Period shall commence on the Conversion Date), shall end on a day preceding a Business Day, and (C) in any event shall end no later than the day preceding the maturity date for the applicable 2022 Subordinate Bonds. The Remarketing Agent may, in the reasonable exercise of its judgment, determine a Short-Term Interest Period that results in a Short-Term Rate on the applicable 2022 Subordinate Bonds that is higher than would be borne by 2022 Subordinate Bonds with a shorter Short-Term Interest Period in order to increase the likelihood of achieving the lowest net interest cost during the term of the 2022 Subordinate Bonds by assuring the effectiveness of such Short-Term Rate for a longer Short-Term Interest Period. The determination of a Short-Term Interest Period by the Remarketing Agent shall be based upon Prevailing Market Conditions including the relative market yields of 2022 Subordinate Bonds and other securities that bear interest at a variable rate or at fixed rates that, in the reasonable exercise of the judgment of the Remarketing Agent are otherwise comparable to the 2022 Subordinate Bonds, or any fact or circumstance relating to the 2022 Subordinate Bonds or affecting the market for the 2022 Subordinate Bonds or affecting such other comparable securities in a manner that, in the reasonable exercise of the judgment of the Remarketing Agent, will affect the market for the 2022 Subordinate Bonds. The Remarketing Agent in its discretion, may consider such information and resources as it deems appropriate in making the determinations described in this paragraph, including consultations with the Commission, but the Remarketing Agent's determination of the Short-Term Interest Period will be based solely upon the reasonable exercise of the Remarketing Agent's judgment.

(iii) The interest rate for each Short-Term Interest Period shall be effective from and including the commencement date of that interest period and shall remain in effect through and including the last day thereof.

(iv) Each such interest rate shall be determined by the Remarketing Agent by 4:00 p.m. on the Business Day immediately preceding the commencement date of the Short-Term Interest Period to which it relates.

(h) Long-Term Rates.

(i) A Long-Term Rate for Long-Term Rate Bonds shall be determined for each Long-Term Interest Period as follows:

(ii) Long-Term Interest Periods shall commence on a Conversion Date and subsequently on a June 1 or December 1 which is at least 12 calendar months after the Conversion Date to a Long-Term Rate Period, and end on the day preceding either the commencement date of the following Long-Term Interest Period or the Conversion Date on which a different Interest Rate Period shall become effective or the maturity date for the 2022 Subordinate Bonds.

(iii) The Long-Term Rate for each Long-Term Interest Period shall be effective from and including the commencement date thereof and remain in effect to and including the last day thereof. Each such Long-Term Rate shall be determined by the Remarketing Agent by 4:00 p.m. on the Business Day immediately preceding the commencement date of such period.

(iv) Long-Term Interest Periods (other than a Long-Term Interest Period extending to the maturity date for the 2022 Subordinate Bonds) shall not extend to a date beyond the fifth day next preceding the Expiration Date of the Letter of Credit.

(v) The term of each Long-Term Interest Period shall be specified in writing by the Commission to the Remarketing Agent, the Trustee and the Tender Agent, at least 20 days before its commencement; provided that the term may not be more than one year if the term of the immediately preceding Long-Term Interest Period was one year or less, and the term shall not be one year if the term of the immediately preceding Long-Term Interest Period was more than one year, unless in each case the Commission has provided a Favorable Opinion of Bond Counsel to the Trustee.

(i) Fixed Rate of 2022 Subordinate Bonds.

The Fixed Rate, and the schedule of principal payments for 2022 Subordinate Bonds bearing interest at the Fixed Rate, shall be determined as set forth in this Subsection (i). 2022 Subordinate Bonds bearing interest at a Fixed Rate may not be converted to any other type of Interest Rate Period pursuant to Section 2.4 hereof and will not be covered by any Letter of Credit. The Fixed Rate Period shall commence on a Conversion Date and shall extend to the earlier of the date of redemption or the maturity date for the 2022 Subordinate Bonds. The Fixed Rate shall be set forth in the firm underwriting or purchase contract described in Section 2.4 hereof.

Upon conversion, the firm of bond underwriters or recognized institutional investors who agree to underwrite or purchase the 2022 Subordinate Bonds in accordance with Section 2.4 hereof shall deliver to the Commission and the Trustee a certificate that includes (a) a schedule specifying the principal amount of 2022 Subordinate Bonds to be called for mandatory sinking fund redemption (or to mature in accordance with subparagraph (iii) below) on December 1 of each year, commencing on the first December 1 occurring at least six months after the Fixed Rate Conversion Date, through and including the maturity date for the 2022 Subordinate Bonds, and (b) a schedule specifying the interest on the 2022 Subordinate Bonds to be paid on each Interest Payment Date, through and including the maturity date for the 2022 Subordinate Bonds. In determining the amount of interest and principal that shall be payable on such dates, such firm of bond underwriters or institutional investors shall use the following guidelines:

(i) The interest rate on the 2022 Subordinate Bonds then being converted shall be the lowest interest rate, taking into account Prevailing Market Conditions, that will enable such 2022 Subordinate Bonds, taken as a whole, upon conversion to be remarketed at a total price which shall be 100% or more of the principal amount of the 2022 Subordinate Bonds being remarketed, assuming that all 2022 Subordinate Bonds then being converted to a Fixed Rate will be subject to mandatory sinking fund redemption in part on December 1 of each year (commencing on the first December 1 occurring at least six months after the Conversion Date) through and including the maturity date for such 2022 Subordinate Bonds, all 2022 Subordinate Bonds shall pay interest semiannually on each Interest Payment Date and all such 2022 Subordinate Bonds shall bear interest at the same rate (except as otherwise provided in subparagraph (iii) below); and

(ii) The schedule of principal payments and mandatory sinking fund redemption payments shall be set to achieve annual level debt service (including both principal and interest), as nearly as practicable taking into account the minimum Authorized Denominations of the 2022 Subordinate Bonds then being converted to a Fixed Rate, for all remaining periods ending each year on December 1 (commencing on the first December 1 occurring at least six months after the Conversion Date) through and including the maturity date for such 2022 Subordinate Bonds and, subject to subparagraph (iii) below, such 2022 Subordinate Bonds shall be subject to mandatory sinking fund redemption in accordance with that schedule. All such 2022 Subordinate Bonds shall be subject to mandatory sinking fund redemption (or serial maturities pursuant to subparagraph (iii) below) in accordance with the applicable schedule set forth in the 2022 Subordinate Bonds.

(iii) The foregoing subparagraphs (i) and (ii) notwithstanding, upon provision of a Favorable Opinion of Bond Counsel, 2022 Subordinate Bonds that would otherwise be scheduled to be redeemed pursuant to mandatory sinking fund redemption provisions may be scheduled to mature on the same dates and the Remarketing Agent may establish more than one Fixed Rate to apply to the 2022 Subordinate Bonds being converted to Fixed Rate Bonds, in accordance with this Section, taking into account the scheduled mandatory redemption dates or serial maturity dates to be assigned to the 2022 Subordinate Bonds.

(iv) If the designation referred to in subparagraph (i) above cannot be made or the Favorable Opinion of Bond Counsel described in subparagraph (iii) above has not been delivered to the Trustee by the Commission, then no conversion shall be effected.

(j) Indexed Floating Rate.

(i) Indexed Floating Rate. Upon the initial issuance of 2022 Subordinate Bonds, such 2022 Subordinate Bonds shall bear interest at the Indexed Floating Rate determined by the Calculation Agent on each Indexed Floating Rate Determination Date; provided, however, that during the Initial Indexed Floating Rate Period from and after the occurrence of a Continuing Covenant Agreement Event of Default, the 2022 Subordinate Bonds shall bear interest at the Default Rate.

(ii) Determination of Applicable Spread for Indexed Floating Rate Periods Other than the Initial Indexed Floating Rate Period. The Indexed Floating Rate for 2022 Subordinate Bonds in an Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period shall be determined as specified in a written notice delivered to the Trustee by a Commission Representative concurrently with an Indexed Floating Rate Continuation Notice or an Indexed Floating Rate Conversion Notice.

(iii) Calculation of Indexed Floating Rate. The Indexed Floating Rate for the Initial Interest Period for the 2022 Subordinate Bonds shall be 0.81% and shall apply to the period commencing on the Issue Date and ending on the following Wednesday, May 4, 2022. The Indexed Floating Rate for each subsequent Indexed Floating Rate Interest Accrual Period during the Initial Indexed Floating Rate Period shall be calculated on each Indexed Floating Rate Determination Date by the Calculation Agent. The initial Indexed Floating Rate for each Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period shall apply to the period



commencing on the applicable Conversion Date and ending on the following Wednesday. The Indexed Floating Rate for each subsequent Indexed Floating Rate Interest Accrual Period during an Indexed Floating Rate Period other than the Initial Interest Period shall be calculated on each Indexed Floating Rate Determination Date by the Calculation Agent.

The Calculation Agent shall calculate the Indexed Floating Rate for Indexed Floating Rate Bonds and shall furnish such Indexed Floating Rate to the Trustee (if the Trustee is not also the Calculation Agent), the Purchaser and the Commission by facsimile or electronic mail by the close of business on each Indexed Floating Rate Determination Date. The Trustee shall, no later than the third Business Day preceding each Interest Payment Date, notify the Commission and the Purchaser in writing of the total amount of interest payable with respect to Indexed Floating Rate Bonds on such Interest Payment Date, upon receipt by the Trustee of the last Indexed Floating Rate for that period from the Calculation Agent for the next succeeding Interest Payment Date.

The determinations of the initial Indexed Floating Rate and all subsequent Indexed Floating Rates shall be conclusive and binding, absent manifest error, upon the Commission, the Trustee and the Holders.

(iv) Indexed Floating Rate Continuation. With respect to any Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period, on any date a 2022 Subordinate Bond in an Indexed Floating Rate Period is subject to optional redemption, or as of the Purchase Date of such 2022 Subordinate Bonds in an Indexed Floating Rate Period, unless the Commission has given a Conversion Notice with respect to the Conversion to another Interest Rate Determination Method pursuant to Section 2.4(e) hereof, the Commission may establish a new Indexed Floating Rate Period, with such right to be exercised by delivery of a written notice of a Commission Representative (an "Indexed Floating Rate Continuation Notice") to the Trustee and the Calculation Agent (if the Trustee is not the Calculation Agent) no less than twenty (20) days prior to the effective date of the new Indexed Floating Rate Period. The Indexed Floating Rate Continuation Notice shall contain the information required by Section 2.4(e)(ii) hereof, and shall be accompanied by a letter of Bond Counsel to the effect that Bond Counsel expects to be able to deliver a Favorable Opinion of Bond Counsel on the Indexed Floating Rate Conversion Date.

The first day of such new Indexed Floating Rate Period shall be a Purchase Date on which the 2022 Subordinate Bonds are subject to optional redemption or to mandatory tender pursuant to the applicable provisions of Section 8.4 hereof. Each 2022 Subordinate Bond shall be subject to mandatory tender on the first day of such new Indexed Floating Rate Period pursuant to the applicable provisions of Section 8.4 hereof for purchase at its Purchase Price. No new Indexed Floating Rate Period shall become effective unless the Favorable Opinion of Bond Counsel referred to above is delivered on (and as of) the first day of the new Indexed Floating Rate Period and unless all Outstanding 2022 Subordinate Bonds are successfully remarketed in the new Indexed Floating Rate Period at the new Indexed Floating Rate on the Indexed Floating Rate Conversion Date.

(v) Notice to Holders. Upon receipt of an Indexed Floating Rate Continuation Notice from a Commission Representative, as soon as possible, but in any event not less than fifteen (15) days prior to the first day of the proposed Indexed Floating Rate Period, the

Trustee shall give notice, if, to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail and by electronic means via the MSRB EMMA system to the Holders of the 2022 Subordinate Bonds and the Calculation Agent (if the Trustee is not the Calculation Agent) which notice shall (1) state in substance that a new Indexed Floating Rate Period is to be established on the applicable Indexed Floating Rate Conversion Date if the conditions specified in this Supplemental Indenture No. 35 are satisfied on or before such date, (2) state that a new Indexed Floating Rate Period shall not be established unless the Favorable Opinion of Bond Counsel referred to above is delivered to the Trustee on (and as of) the first day of the new Indexed Floating Rate Period and all the 2022 Subordinate Bonds are successfully remarketed in the new Indexed Floating Rate Period and at the new Indexed Floating Rate on the first day thereof, and (3) contain the additional information required by Section 2.4(e)(ii) hereof.

(vi) End of Indexed Floating Rate. With respect to 2022 Subordinate Bonds in the Initial Indexed Floating Rate Period, all 2022 Subordinate Bonds shall be subject to mandatory tender for purchase on the Special Mandatory Tender Date as provided in Section 8.4 hereof. In the event that all 2022 Subordinate Bonds are not paid or successfully remarketed on such Special Mandatory Tender Date, then such unremarketed Indexed Floating Rate Bonds shall be subject to mandatory redemption as provided in Section 7.3(b) hereof.

With respect to any Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period, in the event the Commission has not given an Indexed Floating Rate Continuation Notice or a Conversion Notice with respect to the 2022 Subordinate Bonds bearing interest at an Indexed Floating Rate at the time required by Section 2.3(i)(iv) hereof or Section 2.4(e) hereof, as applicable, or if the conditions to the effectiveness of a new Indexed Floating Rate Period and new Indexed Floating Rate set forth in Section 2.3(i)(iv) hereof are not satisfied, then on the day following the last day of the current Indexed Floating Rate Period, a new Indexed Floating Rate Period of seven (7) days shall automatically commence for the 2022 Subordinate Bonds and the 2022 Subordinate Bonds shall bear interest at the Maximum Rate until they are successfully remarketed.

(k) Default Rate. While there exists a Payment Default, the interest rate on the 2022 Subordinate Bonds, other than 2022 Subordinate Bonds then bearing interest at a Fixed Rate, will be the Default Rate. Upon the occurrence of a Continuing Covenant Agreement Event of Default with respect to the 2022 Subordinate Bonds, such 2022 Subordinate Bonds shall bear interest at the Default Rate.

(l) Bank Bonds. Notwithstanding the above provisions of this Section, Bank Bonds shall bear interest at the lesser of the Bank Rate or the Default Rate. The Bank Rate shall be supplied in writing to the Trustee by the Bank. If the Remarketing Agent has notified the Owner of any Bank Bonds that it has located a purchaser for some or all of that Owner's Bank Bonds, that Owner must deliver those Bank Bonds to the Tender Agent for purchase. Upon such delivery and receipt of the Purchase Price by that Owner from the proceeds of remarketing such 2022 Subordinate Bonds, the Tender Agent shall notify the Trustee that the 2022 Subordinate Bonds so purchased and remarketed are no longer "Bank Bonds" and the Trustee shall note on the registration books for the 2022 Subordinate Bonds that those 2022 Subordinate Bonds are not Bank Bonds and shall register them in the name of the new Owner and shall receive confirmation from the Bank that such 2022 Subordinate Bonds are subject to purchase under the Letter of Credit.



Notwithstanding anything herein to the contrary, only the Bank or any Bank Holder may receive interest on any 2022 Subordinate Bonds at the Bank Rate.

#### **Section 2.4 Conversions Between Rate Periods.**

Subsequent to the Initial Indexed Floating Rate Period, the Commission may elect to convert the 2022 Subordinate Bonds from one type of Interest Rate Period (other than from a Fixed Rate Period) to another type of Interest Rate Period, as follows:

(a) Notices by Commission. The Commission shall give written notice of any proposed conversion to the Trustee not fewer than seven Business Days (fourteen Business Days in the case of a proposed conversion to a Short Term Rate Period or a Long Term Rate Period) prior to the date the notice to affected Owners must be given pursuant to Section 2.4(b) hereof of the proposed conversion.

(b) Notices by Trustee. Upon receipt of the notice specified in Section 2.4(a) hereof from the Commission, the Trustee shall promptly give written notice of the proposed conversion to the affected Owners, the Tender Agent, the Remarketing Agent, the Bank and any rating service that has notified the Trustee in writing that it has established a rating for the 2022 Subordinate Bonds. The Trustee shall give notice (which may be combined, where applicable, with any other notice required hereunder), if, to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first class mail and by electronic means via the MSRB EMMA system of the proposed conversion to the affected Owners of 2022 Subordinate Bonds not less than 10 days before the proposed Conversion Date. Such notice shall state:

(i) the proposed Conversion Date and the proposed Interest Rate Period to be effective on such date;

(ii) that such 2022 Subordinate Bonds will be subject to mandatory tender for purchase on the Conversion Date;

(iii) the conditions, if any, to the conversion pursuant to Subsection (c), and the consequences of such conditions not being fulfilled pursuant to Subsection (d);

(iv) if the 2022 Subordinate Bonds are in certificated form, information with respect to required delivery of 2022 Subordinate Bond certificates and payment of the Purchase Price; and

(v) the new Interest Payment Dates and Record Dates.

(c) Conditions to Conversion. No conversion of Interest Rate Periods will become effective unless:

(i) The Commission has taken all steps necessary to properly market the 2022 Subordinate Bonds, including the publication of an offering document, if deemed necessary by the Commission after consultation with Counsel.

(ii) If the conversion is from a Short-Term Rate Period, (1) the Trustee has received, prior to the date on which notice of conversion is required to be given to Owners, the written confirmation from the Remarketing Agent that it has not established and will not establish any Short-Term Interest Periods extending beyond the day before the Conversion Date and (2) the Conversion Date shall be the Interest Payment Date for such Short-Term Rate Bonds; and

(iii) Prior to any conversion, the Trustee and the Commission have been provided, no later than one day before the Conversion Date, with a Favorable Opinion of Bond Counsel, which opinion shall be confirmed in writing on the Conversion Date; and

(iv) If the conversion is to a Daily Rate Period, a Weekly Rate Period, a Short-Term Rate Period or a Long-Term Rate Period, (A) the Commission shall have appointed (1) a Remarketing Agent for the 2022 Subordinate Bonds in accordance with Section 9.1 hereof and (2) a Qualified Financial Institution or the Commission to act as Bank in accordance with Section 9.2(a) hereof or other form of credit enhancement acceptable to the Commission; (B) the Commission shall have furnished to the Trustee (1) an executed Remarketing Agreement whereby the Remarketing Agent agrees to perform the duties of the Remarketing Agent under this Supplemental Indenture No. 35, (2) a Letter of Credit in form and substance reasonably satisfactory to the Remarketing Agent, in an amount equal to the aggregate principal amount of applicable Outstanding 2022 Subordinate Bonds, or, if the conversion is to Short-Term Rate Bonds, the maximum number of days of a Short-Term Interest Period, as provided in Section 2.3(f)(ii) hereof, plus five days, of all applicable 2022 Subordinate Bonds at the Maximum Rate for the 2022 Subordinate Bonds other than Bank Bonds, under which the Bank is required to purchase 2022 Subordinate Bonds tendered for purchase in accordance with this Supplemental Indenture No. 35, together with an Opinion of Counsel, to the effect that the Letter of Credit has been duly authorized, executed and delivered by the Bank, is a valid and binding and enforceable obligation of the Bank (subject as to enforcement to customary exceptions regarding bankruptcy, insolvency and similar laws and principles of equity), and that the Letter of Credit will not require any 2022 Subordinate Bonds (or any securities evidenced thereby) to be registered under the Securities Act of 1933, as amended, or this Supplemental Indenture No. 35 to be qualified under the Trust Indenture Act of 1939, as amended; and

(v) RESERVED

(vi) if the conversion is to a Fixed Rate Period, the Commission shall notify in writing the Trustee of its irrevocable election to effect such a conversion, specifying in the notice the Conversion Date on which the Fixed Rate Period is to commence, and delivering with such notice a firm underwriting or purchase contract from a recognized firm of bond underwriters or recognized institutional investors, which can be the Remarketing Agent, to underwrite or purchase all of the Bonds at a total price for such Bonds taken as a whole which shall be at 100% or more of the principal amount thereof at an agreed upon interest rate which such underwriter or institutional investor certifies is the lowest rate that will permit the applicable 2022 Subordinate Bonds to be sold on the first day of the Fixed Rate Period and containing a mandatory sinking fund redemption schedule prepared in accordance with Section 2.3(h) hereof. Upon receipt by the Trustee of such notice from the Commission, the Trustee shall promptly cause the same information contained in such notice to be delivered

to the Tender Agent, the Remarketing Agent, the Bank and any rating service that has notified the Trustee in writing that it has established a rating for the applicable 2022 Subordinate Bonds; and

(vii) In the case of any conversion to a Long Term Rate Period, the underwritten total price of such 2022 Subordinate Bonds taken as a whole for such Long Term Rate Period shall be at 100% or more of the principal amount of the 2022 Subordinate Bonds being sold as is the case in an underwritten sale to purchasers in a Fixed Rate Period as provided in Section 2.4(c)(vi) hereof; and

(viii) In the case of a conversion of to a Long Term Rate Period, Fixed Rate Period or any other period not covered by the then existing applicable Letter of Credit, no drawings shall be made on such Letter of Credit after the completion of such conversion; and

(ix) The conversion shall not occur unless the Conversion Date is a date on which the 2022 Subordinate Bonds being converted could be redeemed without premium pursuant to Section 7.3(a) hereof; and

(x) If the conversion is to a Short-Term Rate Period, (A) the Commission must engage, at its expense, a commercial paper issuing agent and the paying agent (the "Issuing Agent"), having access to the Securities Depository's electronic money market issuing and payment system and otherwise eligible to serve as an issuing and paying agent under the Securities Depository's policies and procedures for the issuance and payment of commercial paper; and (B) the Remarketing Agent must arrange for the execution and delivery to the Securities Depository of its required letter of representation for the eligibility of the 2022 Subordinate Bonds in the Short-Term Rate Period in the Securities Depository's book entry system and the provision of any needed CUSIP numbers; and (C) the Commission shall take all other action needed to comply with the Securities Depository's requirements applicable to the issuance and payment of the Bonds while in the Short-Term Rate Period; and (D) the Commission shall enter into any amendment of this Supplemental Indenture No. 35 that is needed to comply with the Securities Depository's or any rating agency's requirements concerning the issuance and payment of the 2022 Subordinate Bonds in the Short-Term Rate Period; and

(xi) If the conversion is from a Long-Term Rate Period, the Conversion Date shall be the Interest Payment Date following the end of such Long-Term Rate Period; and

(xii) The Conversion Date shall be an Interest Payment Date for the Rate Period from which the conversion is to be made.

(d) Failure of Conditions to Conversion. In the event any condition precedent to a conversion is not fulfilled, (i) the Conversion Date shall not occur, (ii) the mandatory tender pursuant to Section 8.4(a)(i) hereof shall not occur, and (iii) any affected 2022 Subordinate Bond shall continue in the then existing Interest Rate Period with the length of the interest period and the interest rate being determined in accordance with Section 2.3 hereof including Section 2.3(b)(ii) to the extent applicable. Notice of withdrawal of a conversion notice shall be given by the Commission, to the Trustee, the Remarketing Agent, the Tender Agent, and the Bank by

telephone, promptly confirmed in writing, and shall thereafter be promptly given to the Bondowners by the Trustee, if to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail and by electronic means via the MSRB EMMA system. No failure or cancellation of conversion pursuant to this Subsection (d) shall constitute an Event of Default.

(e) Conversion to an Indexed Floating Rate Period Subsequent to Issue Date. Notwithstanding anything herein to the contrary, the following provisions shall apply to conversion of the 2022 Subordinate Bonds to a subsequent Indexed Floating Rate Period commencing subsequent to the Issue Date:

(i) If the Commission obtains a Favorable Opinion of Bond Counsel with respect to such actions: (A) in determining the Indexed Floating Rate and Applicable Spread for 2022 Subordinate Bonds, the Commission Representative, may also determine, on or before the Business Day next preceding the determination of the Indexed Floating Rate for the 2022 Subordinate Bonds, the redemption dates and redemption premiums, if any, to be paid upon the optional redemption of the 2022 Subordinate Bonds which differ from such redemption dates and premiums as are set forth in Section 7.3(a) hereof, such redemption dates and redemption premiums, if any, to be, in the best judgment of the Remarketing Agent appointed by the Commission in connection with the proposed Conversion, consistent with then-current marketing conditions; (B) the Commission, in consultation with the Remarketing Agent, may determine that the Indexed Floating Rate shall be determined based on an index other than the SIFMA Index or BSBY, may amend the definition of Applicable Spread, may determine that the Indexed Floating Rate Interest Accrual Period will differ from the period described in Section 2.3(i)(iii) hereof, may determine that the Interest Payment Dates for the 2022 Subordinate Bonds shall be on periodic dates other than the dates specified in the definition of Interest Payment Date set forth in Section 1.1 hereof, may determine that the Indexed Floating Rate Determination Date shall be a date other than the date specified in the definition of Indexed Floating Rate Determination Date set forth in Section 1.1 hereof; and (C) the Commission may amend any other provisions set forth herein relating to Indexed Floating Rate Bonds.

(ii) The Trustee shall give notice, if, to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail and by electronic means via the MSRB EMMA system of a proposed conversion of the 2022 Subordinate Bonds to the Indexed Floating Rate Period to the Purchaser during the Initial Indexed Floating Rate Period and thereafter to the Holders of the 2022 Subordinate Bonds, as provided in Section 2.4(b) hereof. Such notice shall state: (A) that the interest rate thereon shall be converted to the Indexed Floating Rate; (B) the proposed Conversion Date; (C) that the 2022 Subordinate Bonds are subject to mandatory tender for purchase on the proposed Conversion Date and shall set forth the Purchase Price and the place of delivery for the purchase of the 2022 Subordinate Bonds; and (D) all additional information required by Section 2.4(b) hereof.

(iii) Prior to the time the Trustee is required to deliver the notice required by Section 2.4(e) hereof with respect to 2022 Subordinate Bonds to be converted to a subsequent Indexed Floating Rate Period, the Commission shall designate a Calculation Agent for such 2022 Subordinate Bonds to be applicable to after such Conversion Date.

(iv) During the Initial Indexed Floating Rate Period, the 2022 Subordinate Bonds shall be mandatorily tendered for purchase on the Conversion Date, whether or not such conversion is successful on the Conversion Date.

### **Section 2.5 Defeasance of 2022 Subordinate Bonds.**

In the case of any defeasance of the 2022 Subordinate Bonds bearing interest at a rate other than a Fixed Rate, in addition to the other requirements of the Subordinate Indenture, funds must be deposited in escrow in an amount sufficient to cover all future payments to bondholders at the Maximum Rate. In the case of any defeasance of the 2022 Subordinate Bonds during the Initial Indexed Floating Rate Period, in addition to the other requirements of the Subordinate Indenture and under this Section 2.5, additional funds shall also be deposited in escrow in an amount sufficient to cover the amounts then due and owing under the Continuing Covenant Agreement. If the defeasance occurs after the interest rate to the redemption date has been set by the Remarketing Agent, such rate shall be used to determine the escrow deposit rather than the Maximum Rate. In addition, the Commission shall agree in the escrow deposit agreement to call the 2022 Subordinate Bonds for redemption or purchase not later than either their first possible mandatory redemption or optional purchase date. The Rating Agency shall be notified by the Commission of any changes or amendments to the escrow deposit arrangement including, without limitation, entering into a forward purchase contract or changing the definition of eligible securities.

Any such defeasance of the 2022 Subordinate Bonds shall be subject to the condition that a written confirmation or statement be received from the Rating Agencies of the maintenance of ratings on the Outstanding defeased bonds based on the escrows.

## **ARTICLE III ADDITIONAL BOND PROVISIONS**

### **Section 3.1 Method and Place of Payment of 2022 Subordinate Bonds.**

(a) All 2022 Subordinate Bonds shall provide that principal (or redemption price) and interest in respect thereof shall be payable only out of the Trust Estate. Pursuant to recommendations promulgated by the Committee on Uniform Security Identification Procedures, "CUSIP" numbers may be printed on the 2022 Subordinate Bonds. The 2022 Subordinate Bonds may bear endorsement or legend satisfactory to the Paying Agent as may be required to conform to usage or law with respect thereto.

(b) The Commission hereby directs the Trustee to pay and deposit from Revenues into the applicable account of the Debt Service Fund such amounts as are necessary to pay interest and principal on the 2022 Subordinate Bonds on the Interest Payment Date and on the Business Day prior to the date on which principal payments are due and for the Initial Indexed Floating Rate Period, as directed under the Continuing Covenant Agreement. If an applicable Letter of Credit is in effect on such dates, the Trustee shall draw on such Letter of Credit in accordance with the provisions thereof. If the Bank or other applicable provider of a Letter of Credit makes payment in accordance with the provisions thereof for such payments of interest and principal, the Trustee shall make reimbursement payments to the Bank out of such funds paid and deposited from Commission revenues. If the Bank does not make payment in accordance with the

provisions thereof for such payments of interest and principal, the Trustee shall forthwith make such principal and interest payments to Bondowners out of such funds paid and deposited from Commission revenues.

(c) Upon the execution and delivery hereof, the Commission shall execute the 2022 Subordinate Bonds and deliver them to the Authenticating Agent for authentication. At the direction of the Commission, the Authenticating Agent shall authenticate the 2022 Subordinate Bonds and deliver them to the purchasers thereof.

(d) The principal of and redemption premium, if any, and interest on the 2022 Subordinate Bonds shall be payable in any coin or currency of the United States of America which on the respective dates of payment thereof is legal tender for the payment of public and private debts.

(e) The principal of and the redemption premium, if any, on all 2022 Subordinate Bonds shall be payable by check or draft at maturity or upon earlier redemption to the Persons in whose names such 2022 Subordinate Bonds are registered on the Bond Register at the maturity or redemption date thereof.

(f) The interest payable on each 2022 Subordinate Bond on any Interest Payment Date shall be paid by the Trustee to the Person in whose name such Bond is registered on the Bond Register at the close of business on the Record Date for such interest, (i) by check or draft mailed on the applicable Interest Payment Date to such Registered Owner at his address as it appears on such Bond Register or at such other address as is furnished to the Trustee in writing by such Owner or (ii) by electronic transfer in immediately available funds, if the 2022 Subordinate Bonds are held by a Securities Depository or the 2022 Subordinate Bonds bear interest at the Indexed Floating Rate, or at the written request addressed to the Trustee by any Owner of 2022 Subordinate Bonds in the aggregate principal amount of at least \$1,000,000, such request to be signed by such Owner, containing the name of the bank (which shall be in the continental United States), its address, its ABA routing number, the name and account number to which credit shall be made and an acknowledgment that an electronic transfer fee is payable, and to be filed with the Trustee no later than ten Business Days before the applicable Record Date preceding such Interest Payment Date. Interest on Short-Term Rate Bonds shall be paid only upon presentation and surrender of those 2022 Subordinate Bonds. Interest on any Bank Bond that ceases to be a Bank Bond during an interest period shall be paid to the Person who is the Owner at the close of business on the Record Date at the rate borne by 2022 Subordinate Bonds other than Bank Bonds.

(g) Defaulted Interest with respect to any 2022 Subordinate Bond shall cease to be payable to the Owner of such 2022 Subordinate Bond on the relevant Record Date and shall be payable to the Owner in whose name such 2022 Subordinate Bonds is registered at the close of business on the Special Record Date for the payment of such Defaulted Interest, which Special Record Date shall be fixed in the following manner. The Commission shall notify the Trustee in writing of the amount of Defaulted Interest proposed to be paid on each 2022 Subordinate Bond and the date of the proposed payment (which date shall be such as will enable the Trustee to comply with the next sentence hereof), and shall deposit with the Trustee at the time of such notice an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest or shall make arrangements satisfactory to the Trustee for such deposit prior to the date of



the proposed payment; money deposited with the Trustee shall be held in trust for the benefit of the Owners of the 2022 Subordinate Bond entitled to such Defaulted Interest as provided in this Section. Following receipt of such funds the Trustee shall fix a Special Record Date for the payment of such Defaulted Interest which shall be not more than 15 nor less than 10 days prior to the date of the proposed payment and not less than 10 days after the receipt by the Trustee of the notice of the proposed payment. The Trustee shall promptly notify the Commission of such Special Record Date and, in the name and at the expense of the Commission, shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, first-class postage prepaid, to each Owner of a 2022 Subordinate Bond entitled to such notice at the address of such owner as it appears on the Bond Register not less than 10 days prior to such Special Record Date.

### **Section 3.2 Execution and Authentication of 2022 Subordinate Bonds.**

(a) The 2022 Subordinate Bonds shall be executed on behalf of the Commission by the manual or facsimile signature of the Chairman or Vice Chairman of the Commission and attested by the manual or facsimile signature of the Secretary/Treasurer or Assistant Secretary/Assistant Treasurer of the Commission and shall have the corporate seal of the Commission affixed thereto or imprinted thereon. In case any officer whose signature or facsimile thereof appears on any 2022 Subordinate Bond shall cease to be such officer before the delivery of such 2022 Subordinate Bond, such signature or facsimile thereof shall nevertheless be valid and sufficient for all purposes, the same as if such person had remained in office until delivery. Any 2022 Subordinate Bond may be signed by such persons as at the actual time of the execution of such 2022 Subordinate Bond shall be the proper officers to sign such 2022 Subordinate Bond although at the date of such 2022 Subordinate Bond such persons may not have been such officers.

(b) The 2022 Subordinate Bonds shall have endorsed thereon a Certificate of Authentication substantially in the form set forth in **Exhibit A** hereto, which shall be manually executed by the Authenticating Agent. No 2022 Subordinate Bond shall be entitled to any security or benefit under this Supplemental Indenture No. 35 or shall be valid or obligatory for any purpose unless and until such Certificate of Authentication shall have been duly executed by the Trustee. Such executed Certificate of Authentication upon any 2022 Subordinate Bond shall be conclusive evidence that such 2022 Subordinate Bond has been duly authenticated and delivered under this Supplemental Indenture No. 35. The Certificate of Authentication on any 2022 Subordinate Bond shall be deemed to have been duly executed if signed by any authorized officer or signatory of the Authenticating Agent, but it shall not be necessary that the same officer or signatory sign the Certificate of Authentication on all of the 2022 Subordinate Bonds that may be issued hereunder at any one time.

### **Section 3.3 Registration, Transfer and Exchange of 2022 Subordinate Bonds.**

(a) The Trustee is hereby appointed Bond Registrar and as such shall keep the Bond Register at its Principal Office. During the Initial Indexed Floating Rate Period, the Purchaser shall direct all transfers.

(b) Any 2022 Subordinate Bond may be transferred only upon the Bond Register upon surrender thereof to the Trustee duly endorsed for transfer or accompanied by

an assignment duly executed by the Registered Owner or his attorney or legal representative in such form as shall be satisfactory to the Trustee. Upon any such transfer, the Commission shall execute and the Trustee shall authenticate and deliver in exchange for such 2022 Subordinate Bond a new 2022 Subordinate Bond, registered in the name of the transferee, of any denomination or denominations authorized by this Supplemental Indenture No. 35, bearing interest at the same rate and having the same Interest Rate Period.

(c) Any 2022 Subordinate Bond, upon surrender thereof at the Principal Office of the Trustee, together with an assignment duly executed by the Registered Owner or his attorney or legal representative in such form as shall be satisfactory to the Trustee, may, at the option of the Registered Owner thereof, be exchanged for an equal aggregate principal amount of 2022 Subordinate Bonds, of any denomination or denominations authorized by this Supplemental Indenture No. 35, bearing interest at the same rate and having the same Interest Rate Period.

(d) In all cases in which 2022 Subordinate Bonds shall be exchanged or transferred hereunder, the Commission shall execute and the Trustee shall authenticate and deliver at the earliest practicable time 2022 Subordinate Bonds in accordance with this Supplemental Indenture No. 35. All 2022 Subordinate Bonds surrendered in any such exchange or transfer shall forthwith be canceled by the Trustee.

(e) The Commission, the Trustee or the Securities Depository may make a charge against the Bondowner requesting the same for every such transfer or exchange of 2022 Subordinate Bonds sufficient to reimburse it for any tax or other governmental charge required to be paid with respect to such transfer or exchange, and such charge shall be paid before any such new 2022 Subordinate Bond shall be delivered. The fees and charges of the Trustee for making any transfer or exchange hereunder and the expense of any bond printing necessary to effect any such transfer or exchange shall be paid by the Commission. In the event any Bondowner fails to provide a certified taxpayer identification number to the Trustee, the Trustee may impose a charge against such Bondowner sufficient to pay any governmental charge required to be paid as a result of such failure. In compliance with Section 3406 of the Internal Revenue Code, such amount may be deducted by the Trustee from amounts otherwise payable to such Bondowner hereunder or under the 2022 Subordinate Bonds.

(f) Except with respect to any optional or mandatory tenders, the Trustee shall not be required to (i) transfer or exchange any 2022 Subordinate Bond during a period beginning at the opening of business 15 days before the day of the sending of a notice of redemption of such 2022 Subordinate Bond and ending at the close of business on the day of such sending, or (ii) transfer or exchange any 2022 Subordinate Bond so selected for redemption in whole or in part, or during a period beginning at the opening of business on any Record Date for such 2022 Subordinate Bond and ending at the close of business on the relevant Interest Payment Date therefor.

(g) The Person in whose name any 2022 Subordinate Bond shall be registered on the Bond Register shall be deemed and regarded as the absolute owner of such 2022 Subordinate Bond for all purposes, and payment of or on account of the principal or Purchase Price of and redemption premium, if any, and interest on any such 2022 Subordinate



Bond shall be made only to or upon the order of the Registered Owner thereof or his legal representative. All such payments shall be valid and effectual to satisfy and discharge the liability upon such 2022 Subordinate Bond, including the interest thereon, to the extent of the sum or sums so paid.

(h) At reasonable times upon prior Written Request and under reasonable regulations established by the Trustee, the Bond Register may be inspected and copied by the Commission or by the Owners (or a designated representative thereof) of 10% or more in principal amount of 2022 Subordinate Bonds then Outstanding, such ownership and the authority of any such designated representative to be evidenced to the satisfaction of the Trustee.

### **Section 3.4 Temporary 2022 Subordinate Bonds.**

(a) Until definitive 2022 Subordinate Bonds are ready for delivery, the Commission may execute, and upon the Written Request of the Commission, the Trustee shall authenticate and deliver, in lieu of definitive 2022 Subordinate Bonds, but subject to the same limitations and conditions as definitive 2022 Subordinate Bonds, temporary printed, engraved, lithographed or typewritten 2022 Subordinate Bonds.

(b) If temporary 2022 Subordinate Bonds shall be issued, the Commission shall cause the definitive 2022 Subordinate Bonds to be prepared and to be executed and delivered to the Trustee, and the Trustee, upon presentation to it at its Principal Office of any temporary 2022 Subordinate Bond shall cancel the same and authenticate and deliver in exchange therefor, without charge to the Owner thereof, a definitive 2022 Subordinate Bond of the same maturity and bearing interest at the same rate as the temporary bond surrendered. Until so exchanged the temporary 2022 Subordinate Bonds shall in all respects be entitled to the same benefit and security of this Supplemental Indenture No. 35 as the definitive 2022 Subordinate Bonds to be issued and authenticated hereunder.

### **Section 3.5 Mutilated, Lost, Stolen or Destroyed 2022 Subordinate Bonds.**

In the event any 2022 Subordinate Bond shall become mutilated, or be lost, stolen or destroyed, the Commission shall execute and the Trustee shall authenticate and deliver a new 2022 Subordinate Bond of like date and tenor as the 2022 Subordinate Bond mutilated, lost, stolen or destroyed; provided that, in the case of any mutilated 2022 Subordinate Bond, such mutilated 2022 Subordinate Bond shall first be surrendered to the Trustee, and in the case of any lost, stolen or destroyed 2022 Subordinate Bond, there shall be first furnished to the Commission and the Trustee evidence of such loss, theft or destruction satisfactory to the Trustee, together, in either such case, with such security or indemnity as may be required by the Trustee to save the Commission and the Trustee harmless. In the event any such 2022 Subordinate Bond shall have matured or been selected for redemption, instead of issuing a substitute 2022 Subordinate Bond the Trustee in its discretion may, instead of issuing a new 2022 Subordinate Bond, pay, with funds available under this Supplemental Indenture No. 35 for such purpose, such 2022 Subordinate Bond without surrender thereof (except in the case of a mutilated 2022 Subordinate Bond). Upon the issuance of any substitute 2022 Subordinate Bond, the Commission and the Trustee may require the payment of an amount by the Bondowner sufficient to reimburse the Commission and the Trustee for any

tax or other governmental charge that may be imposed in relation thereto and any other reasonable fees and expenses incurred in connection therewith.

### **Section 3.5 Cancellation and Destruction of Bonds Upon Payment.**

All 2022 Subordinate Bonds which have been paid or redeemed or which the Trustee has purchased or which have otherwise been surrendered to the Trustee under this Supplemental Indenture No. 35, either at or before maturity, shall be canceled and destroyed by the Trustee in compliance with all applicable laws and regulations and the record retention requirements of the Trustee upon the payment, redemption or purchase of such 2022 Subordinate Bonds and the surrender thereof to the Trustee.

## **ARTICLE IV BOOK-ENTRY; SECURITIES DEPOSITORY.**

(a) At any time subsequent to the Special Mandatory Tender Date, and if required by the then Bondholder, the 2022 Subordinate Bonds shall be registered to Cede & Co., the nominee for the Securities Depository, and no beneficial owner will receive certificates representing their respective interests in the 2022 Subordinate Bonds, except in the event the Trustee issues Replacement Bonds as provided in Subsection (b). It is anticipated that during the term of the 2022 Subordinate Bonds, the Securities Depository will make book-entry transfers among its Participants and receive and transmit payment of principal and Purchase Price of, premium, if any, and interest on, the 2022 Subordinate Bonds to the Participants until and unless the Trustee authenticates and delivers Replacement 2022 Subordinate Bonds to the beneficial owners as described in Subsection (b).

(b) With respect to any 2022 Subordinate Bonds in the book-entry system form utilizing the Securities Depository, if the Commission determines (A) that the Securities Depository is unable to properly discharge its responsibilities, or (B) that the Securities Depository is no longer qualified to act as a securities depository and registered clearing agency under the Securities and Exchange Act of 1934, as amended, or (C) that the continuation of a book-entry system to the exclusion of any such 2022 Subordinate Bonds being issued to any Bondowner other than Cede & Co. is no longer in the best interests of the Commission, or if the Trustee receives written notice from Participants having interests in not less than 50% of such 2022 Subordinate Bonds Outstanding, as shown on the records of the Securities Depository (and certified to such effect to the Trustee by the Securities Depository), that the continuation of a book-entry system to the exclusion of any Bonds being issued to any Bondowner other than Cede & Co. is no longer in the best interests of the beneficial owners of the 2022 Subordinate Bonds, then the Trustee, based on information provided to it by the Securities Depository, shall notify the beneficial owners of the 2022 Subordinate Bonds so affected of such determination or such notice and of the availability of certificates to beneficial owners of the 2022 Subordinate Bonds requesting the same, and the Trustee shall register in the name of and authenticate and deliver 2022 Subordinate Bonds (the "Replacement Bonds") to the beneficial owners or their nominees in principal amounts representing the interest of each, making such adjustments as it may find necessary or appropriate as to accrued interest and previous calls for redemption; provided, that in the case of a determination under (A) or (B) of this Subsection (b), the Commission, with the consent

of the Trustee, may select a successor Securities Depository in accordance with Subsection (c) to effect book-entry transfers. In such event, all references to the Securities Depository herein shall relate to the period of time when the Securities Depository or its nominee is the Registered Owner of at least one such 2022 Subordinate Bond. Upon the issuance of Replacement Bonds, all references herein to obligations imposed upon or to be performed by the Securities Depository shall be deemed to be imposed upon and performed by the Trustee, to the extent applicable with respect to such Replacement Bonds. If the Securities Depository resigns and the Trustee or the Commission are unable to locate a qualified successor of the Securities Depository in accordance with the following paragraph, then the Trustee shall authenticate and cause delivery of Replacement Bonds to the Commission, as provided herein. The Trustee may rely on information from the Securities Depository and its Participants as to the names, addresses, taxpayer identification numbers of and principal amount held by the beneficial owners of such 2022 Subordinate Bonds. The cost of printing Replacement Bonds shall be paid for by the Commission.

(c) In the event the Securities Depository resigns or is no longer qualified to act as a securities depository and registered clearing agency under the Securities and Exchange Act of 1934, as amended, the Commission may appoint a successor Securities Depository provided the Trustee receives written evidence satisfactory to the Trustee with respect to the ability of the successor Securities Depository to discharge its responsibilities. Any such successor Securities Depository shall be a securities depository which is a registered clearing agency under the Securities and Exchange Act of 1934, as amended, or other applicable statute or regulation that operates a securities depository upon reasonable and customary terms. The Trustee upon its receipt of such a 2022 Subordinate Bond or 2022 Subordinate Bonds for cancellation shall cause the delivery of 2022 Subordinate Bonds to the successor Securities Depository, if applicable, in appropriate denominations and form as provided herein.

#### **ARTICLE V CONDITIONS PRECEDENT TO ISSUANCE OF 2022 SUBORDINATE BONDS.**

Before the 2022 Subordinate Bonds shall be authenticated by the Authenticating Agent and delivered by the Trustee to the purchasers thereof, there shall be filed with the Trustee the following documents:

(a) a copy, certified by the Secretary/Treasurer or Assistant Secretary/Assistant Treasurer of the Commission, of the resolution or resolutions adopted by the Commission authorizing (1) the execution and delivery of a Supplemental Indenture providing for, among other things, the date, rate or rates of interest on, interest payment dates, maturity dates and redemption provisions of such 2022 Subordinate Bonds, and (2) the issuance, sale, execution and delivery of the 2022 Subordinate Bonds;

(b) an order, signed by any Commission Representative, directing the authentication and delivery of such 2022 Subordinate Bonds to or upon the order of the purchasers named in the resolution mentioned in clause (a) above and which order shall set forth, among other things:

(i) the amount of proceeds to be received by the Commission and to be credited to the 2022 Clearing Fund, from the sale of the 2022 Subordinate Bonds, including accrued interest to the extent payable, which shall be separately stated;

(ii) the amount of proceeds to be received by the Commission and to be credited to the 2017 Subordinate Bonds Principal Sub-Account of the Revenue Bonds Account of the Debt Service Fund created pursuant to the 2017 Supplemental Indenture for the redemption of the 2017 Subordinate Bonds on the Redemption Date, and the amount from the Commission to be credited to the 2017 Subordinate Bonds Interest Sub-Account created pursuant to the 2017 Supplemental Indenture to pay interest on the 2017 Subordinate Bonds due on the Redemption Date;

(iii) the amount from the Commission to be expended for costs and expenses in connection with the issuance of the 2022 Subordinate Bonds, which are to be paid from the 2022 Clearing Fund, including but not limited to the initial Administrative Expenses and Trustee's fees; and

(c) an Opinion of Bond Counsel addressed to the Trustee or upon which it may rely to the effect:

(i) that the issuance of the 2022 Subordinate Bonds is permitted under the Subordinate Indenture;

(ii) that each of this Supplemental Indenture No. 35 and the 2022 Subordinate Bonds has been duly authorized, executed and delivered and is a valid, binding and enforceable obligation of the Commission, subject to bankruptcy, equitable principles and other standard legal opinion exceptions; and

(iii) that interest on the 2022 Subordinate Bonds, during the Initial Indexed Floating Rate Period, is not included in gross income for federal income tax purposes under the Code.

(d) an executed Continuing Covenant Agreement, and all documents, certificates and opinions required to be delivered pursuant to the terms thereof;

(e) an executed copy of this Supplemental Indenture No. 35; and

(f) such further documents and certificates, opinions, moneys and securities as are required by the provisions of the Subordinate Indenture, this Supplemental Indenture No. 35 or the Continuing Covenant Agreement.

**ARTICLE VI  
DISPOSITION OF PROCEEDS;  
CREATION OF FUNDS AND ACCOUNTS**

**Section 6.1 Establishment of 2022 Clearing Fund.**

There is hereby established with the Trustee a fund to be designated the "2022 Clearing Fund." All of the net proceeds of the 2022 Subordinate Bonds shall be deposited by the Trustee into the 2022 Clearing Fund. The Trustee shall deposit any additional amounts required to be deposited therein by the Commission. The Trustee is authorized and directed:

(1) to make the deposits, payments and transfers described in the Commission's order delivered pursuant to Article 5(b) hereof (the "Closing Statement"); and

(2) to pay costs incurred by the Commission in connection with the issuance of the 2022 Subordinate Bonds including, but not limited to, those set forth in the Closing Statement,

Any moneys remaining in the 2022 Clearing Fund as of 180 days after the date of issuance of the 2022 Subordinate Bonds shall then at such time be transferred to the 2022 Subordinate Bonds Interest Sub-Account of the Debt Service Fund.

**Section 6.2 2022 Subordinate Bonds Interest and Principal Sub-Accounts of the Revenue Bonds Account of the Debt Service Fund.**

There are hereby created sub-accounts to be designated the "2022 Subordinate Bonds Interest Sub-Account" and "2022 Subordinate Bonds Principal Sub-Account" of the Revenue Bonds Account of the Debt Service Fund for deposit and disbursement of funds for interest and principal payments on the 2022 Subordinate Bonds pursuant to Sections 4.01(b)(1), 4.01(b)(2), and 4.06 of the Subordinate Indenture.

The Trustee, upon fifteen (15) days' notice from the Commission, shall create the following accounts within the Debt Service Fund: (i) a 2022 Subordinate Bonds Remarketing Proceeds Account in which the Trustee shall deposit any funds received from the proceeds of remarketing the 2022 Subordinate Bonds, (ii) a 2022 Subordinate Bonds LOC Account in which the Trustee shall deposit any funds received from the Bank pursuant to draws on the Letter of Credit, (iii) a 2022 Subordinate Bonds LOC Reimbursement Account in which the Trustee shall deposit any funds received from the Commission for payment of debt service or reimbursement of the Bank, (iv) a Bank Bonds Debt Service Account and, (v) an Unremarketed Bonds Debt Service Account. The Trustee shall not have a lien or right of setoff with respect to the Rebate Fund, the 2022 Subordinate Bonds Remarketing Proceeds Account, the 2022 Subordinate Bonds LOC Account, the 2022 Subordinate Bonds LOC Reimbursement Account or any other account containing Letter of Credit or remarketing proceeds.

All Funds or Accounts, in which Letter of Credit proceeds or remarketing proceeds are deposited and maintained, shall be held in Eligible Accounts. This includes without limitation the

Remarketing Account, the Letter of Credit Account, the Commission Account and the Undelivered Bond Payment Account of the Purchase Fund.

**Section 6.3 Reserved.**

**Section 6.3 Rebate Fund.**

Upon the written request of the Commission, the Trustee shall establish a Fund to be designated the "2022 Rebate Fund" which shall be held separate and apart from all other Funds established under the Subordinate Indenture. The Trustee shall make deposits to and disbursements from the 2022 Rebate Fund in accordance with the Tax Regulatory Certificate and shall invest the 2022 Rebate Fund pursuant to the written instructions given to it by the Commission. The immediately preceding sentence of this Section may be superseded or amended by a new Tax Regulatory Certificate delivered by the Commission and accompanied by an opinion of Bond Counsel addressed to the Trustee to the effect that the use of such new Tax Regulatory Certificate will not cause the interest on the 2022 Subordinate Bonds to become includable in gross income of the recipient thereof for purposes of federal income taxation under Section 103 of the Code.

**Section 6.4 Investment of Funds.**

Moneys on deposit with respect to the 2022 Subordinate Bonds in the Funds and Accounts established pursuant to this Article VI shall be invested solely in Permitted Investments to the extent permitted by applicable law. Notwithstanding the foregoing, any moneys obtained as draws on a Letter of Credit or as remarketing proceeds shall be invested solely in short term investments described in clause (a) of Government Obligations. The 2022 Rebate Fund, as a Fund created within the Rebate Fund, shall not be a part of the Trust Estate.

**ARTICLE VII  
REDEMPTION OF 2022 SUBORDINATE BONDS**

**Section 7.1 Mandatory Sinking Fund Redemption of 2022 Subordinate Bonds.**

The 2022 Subordinate Bonds shall be subject to mandatory sinking fund redemption as set forth in Schedule I attached to the 2022 Subordinate Bonds.

**Section 7.2 Partial Redemption.**

Except as to any Mandatory Sinking Fund Redemption as described above, any partial redemption may be in any order of maturity and in any principal amount within a maturity as designated by the Commission and in the case of any 2022 Subordinate Bonds subject to mandatory redemption, the Commission shall be entitled to designate whether such payments shall be credited against principal amounts due at maturity or against particular scheduled mandatory redemption obligations with respect to such 2022 Subordinate Bonds.

**Section 7.3 Other Redemption of 2022 Subordinate Bonds.**

(a) Optional Redemption. The 2022 Subordinate Bonds are subject to optional redemption as follows:



(i) Subject in all cases to the provisions of the Continuing Covenant Agreement, Indexed Floating Rate Bonds are subject to redemption, at the option of the Commission, in whole or in part, in Authorized Denominations and in such amounts as may be specified by the Commission on any Business Day at a Redemption Price equal to the principal amount thereof, plus accrued interest, if any, without premium, but subject to any Cost of Prepayment (as defined in Section 2.06 of the Continuing Covenant Agreement). – Subject to review Notwithstanding the optional redemption provisions set forth above, on or prior to the effective date of an Indexed Floating Rate Period other than the Initial Indexed Floating Rate Period, the Commission may specify alternate redemption provisions for the 2022 Subordinate Bonds in the Indexed Floating Rate Period pursuant to Section 2.4(e)(i) hereof if the Commission obtains a Favorable Opinion of Bond Counsel.

(ii) Daily Rate Bonds, Weekly Rate Bonds and Monthly Rate Bonds are subject to redemption and payment prior to maturity, at the option of the Commission upon written direction from the Commission, in whole or in part on any date at the redemption price of 100% of the principal amount thereof, plus accrued interest to the redemption date.

(iii) Short-Term Rate Bonds are subject to redemption and payment prior to maturity, at the option of the Commission in whole or in part on any Interest Payment Date at the redemption price of 100% of the principal amount thereof, plus accrued interest to the redemption date.

(iv) Long-Term Rate Bonds are subject to redemption in whole or in part, on the day after the end of each Long-Term Interest Period, at the option of the Commission, at a redemption price equal to 100% of the principal amount redeemed, plus interest accrued to the redemption date.

(v) Long-Term Rate Bonds and Fixed Rate Bonds are subject to redemption and payment prior to maturity, at the option of the Commission, on and after the no-call period shown below, in whole or in part at any time at the respective redemption prices set out below, plus accrued interest thereon to the redemption date (unless an alternate optional redemption schedule is determined upon receipt of a Favorable Opinion of Bond Counsel):

<b>Fixed Rate Period or Long-Term Interest Period</b>	<b>No-Call Period</b>	<b>Premium</b>
Equal to or greater than 14 years	10 years	0% at all times
Equal to or greater than 10 years but less than 14 years	8 years	0% at all times
Equal to or greater than 7 years but less than 10 years	5 years	0% at all times
Equal to or greater than 4 years but less than 7 years	3 years	0% at all times
Equal to or greater than 2 years but less than 4 years	1 year	0% at all times
Greater than 1 year but less than 2 years	1 year	0% at all times
One year	non-callable	

Notwithstanding the foregoing, if before the first day of a Long-Term Interest Period or Fixed Rate Period an alternate optional redemption schedule is delivered by the Commission to the Trustee setting forth redemption dates and redemption prices during that Fixed Rate Period or Long-Term Interest Period, together with a certificate of the Remarketing Agent certifying that the redemption terms set forth therein are advantageous for the Remarketing Agent to remarket those 2022 Subordinate Bonds for that period and a Favorable Opinion of Bond Counsel, then the 2022 Subordinate Bonds shall be subject to redemption during that period in accordance with that optional redemption schedule rather than the schedule set forth above.

(b) Redemption of Indexed Floating Rate Bonds in Initial Indexed Floating Rate Period. On the Special Mandatory Tender Date, if the 2022 Subordinate Bonds are not purchased in accordance with Section 8.4(a)(ix), all Indexed Floating Rate Bonds are subject to immediate mandatory redemption at a Redemption Price equal to the principal amount thereof plus accrued interest thereon to such date of redemption. At least 120 days prior to the Special Mandatory Tender Date, the Commission may request that the Bondowners hold the 2022 Subordinate Bonds for a subsequent Indexed Floating Rate Period and at least 30 days after receipt of all information necessary, in the Purchaser's judgment, to permit the Purchaser to make an informed credit decision, the Purchaser, in its sole and absolute discretion, shall either notify the Commission that the Bondowners have agreed to hold the 2022 Subordinate Bonds for a subsequent Indexed Floating Rate period (for a tenor and Applicable Spread which will allow 2022 Subordinate Bonds to be remarketed at par), provided that if the Purchaser fails to so notify the Commission, the Purchaser shall have deemed to have rejected such request. The Purchaser is under no obligation to approve any request for a subsequent Indexed Floating Rate Period, notwithstanding provision of any of the foregoing.

(c) Credits Against Scheduled Mandatory Redemption Obligations. At the option of the Commission, to be exercised by delivery of a Certificate of Commission Representative to the Trustee on or before the 45th day next preceding any scheduled mandatory redemption date, it may (1) deliver to the Trustee for cancellation 2022 Subordinate Bonds subject to scheduled mandatory redemption on that date or portions thereof in Authorized Denominations or (2) specify a principal amount of 2022 Subordinate Bonds or portions thereof in Authorized Denominations which prior to said date have been purchased or redeemed (otherwise than pursuant to this Section) and canceled by the Trustee at the request of the Commission and not theretofore applied as a credit against any scheduled mandatory redemption payment. Each 2022 Subordinate Bond or portion thereof so delivered or previously redeemed shall be credited by the Trustee at the principal amount thereof against the obligation of the Commission to redeem 2022 Subordinate Bonds on the scheduled mandatory redemption date or dates designated in writing to the Trustee by the Commission Representative occurring at least 45 days after delivery of such designation to the Trustee, provided that if no such designation is made, such credit shall not be credited against such obligation.

#### **Section 7.4 Selection of 2022 Subordinate Bonds to be Redeemed.**

(a) 2022 Subordinate Bonds shall be redeemed only in Authorized Denominations. If less than all of the 2022 Subordinate Bonds are to be redeemed and paid prior to maturity, such 2022 Subordinate Bonds shall be selected by the Trustee by such method as the



Trustee shall deem fair and appropriate; provided that Bank Bonds and Commission Bonds, in that order, shall be redeemed before other 2022 Subordinate Bonds are redeemed.

(b) In the case of a partial redemption of 2022 Subordinate Bonds when 2022 Subordinate Bonds of a series of denominations greater than the minimum Authorized Denomination are then Outstanding, then for all purposes in connection with such redemption each principal amount equal to the minimum Authorized Denomination shall be treated as though it was a separate 2022 Subordinate Bond of the minimum Authorized Denomination. If it is determined that a portion, but not all, of the principal amount represented by any 2022 Subordinate Bond is to be selected for redemption, then upon notice of intention to redeem such portion, the Owner of such 2022 Subordinate Bond or such Owner's attorney or legal representative shall forthwith present and surrender such 2022 Subordinate Bond to the Trustee (1) for payment of the redemption price (including the premium, if any, and interest to the date fixed for redemption) of the principal amount called for redemption, and (2) for exchange, without charge to the Owner thereof for a new 2022 Subordinate Bond or 2022 Subordinate Bonds of the aggregate principal amount of the unredeemed portion of the principal amount of such Bond. If the Owner of any such 2022 Subordinate Bond shall fail to present such 2022 Subordinate Bond to the Trustee for payment and exchange as aforesaid, said 2022 Subordinate Bond shall, nevertheless, become due and payable on the redemption date to the extent of the principal amount called for redemption (and to that extent only).

(c) The Trustee shall call 2022 Subordinate Bonds for redemption and payment as herein provided upon receipt by the Trustee and the Purchaser at least 30 days prior to the redemption date of a Written Request of the Commission. Such request shall specify the principal amount of 2022 Subordinate Bonds and their maturities so to be called for redemption, the applicable redemption price or prices and the provision or provisions above referred to pursuant to which such 2022 Subordinate Bonds are to be called for redemption. The foregoing provisions of this paragraph shall not apply in the case of any mandatory redemption of 2022 Subordinate Bonds pursuant to Section 7.1 hereof, and 2022 Subordinate Bonds, subject to the exercise by the Commission of its rights under Section 7.1 hereof, shall be called by the Trustee for redemption pursuant to such mandatory redemption requirements without the necessity of any action by the Commission and whether or not the Trustee shall hold in the Debt Service Fund moneys available and sufficient to effect the required redemption.

#### **Section 7.5 Notice and Effect of Call for Redemption.**

Official notice of any such redemption shall be given by the Trustee on behalf of the Commission by sending a copy of an official redemption notice at least 15 days and not more than 30 days prior to the redemption date, (i) if at such time the 2022 Subordinate Bonds are held by the Purchaser, in accordance with Section 14.3 hereof, or otherwise (ii) by first class mail and by electronic means via the MSRB EMMA system to each Registered Owners of the 2022 Subordinate Bonds to be redeemed at the address shown on the Bond Register or at such other address as is furnished in writing by such Registered Owner to the Trustee.

All official notices of redemption shall be dated and shall state:

- (a) the redemption date;
- (b) the redemption price;
- (c) if less than all Outstanding 2022 Subordinate Bonds are to be redeemed, the identification number and the respective principal amounts of the 2022 Subordinate Bonds to be redeemed;
- (d) that on the redemption date the redemption price will become due and payable upon each such 2022 Subordinate Bond or portion thereof called for redemption, and that interest thereon shall cease to accrue from and after said date; and
- (e) the place where such 2022 Subordinate Bonds may be surrendered for payment of the redemption price, which place of payment shall be the Principal Office of the Trustee for the payment of 2022 Subordinate Bonds.

Any notice of redemption of any 2022 Subordinate Bonds pursuant to this Section 7.5 may specify that the redemption is contingent upon the deposit of moneys with the Trustee in an amount sufficient to pay the redemption price of all the 2022 Subordinate Bonds or portions of 2022 Subordinate Bonds which are to be redeemed on that date.

Official notice of redemption having been given as aforesaid, the 2022 Subordinate Bonds or portions of 2022 Subordinate Bonds so to be redeemed shall, on the redemption date, become due and payable at the redemption price therein specified, and from and after such date (unless the Commission shall default in the payment of the redemption price) such 2022 Subordinate Bonds or portions of 2022 Subordinate Bonds shall cease to bear interest. Upon surrender of such 2022 Subordinate Bonds for redemption in accordance with said notice, such 2022 Subordinate Bonds shall be paid by the Trustee at the redemption price. Installments of interest due on or prior to the redemption date shall be payable as herein provided for payment of interest. Upon surrender for any partial redemption of any 2022 Subordinate Bond, there shall be prepared for the Registered Owner a new 2022 Subordinate Bond or 2022 Subordinate Bonds of the same maturity in the amount of the unpaid principal. All 2022 Subordinate Bonds which have been redeemed shall be canceled and destroyed by the Trustee in accordance with Section 3.6 hereof and shall not be reissued.

In addition to the foregoing notice, further notice shall be given by the Trustee on behalf of the Commission as set out below, but no defect in said further notice nor any failure to give all or any portion of such further notice shall in any manner defeat the effectiveness of a call for redemption if notice thereof is given as above prescribed:

Each further notice of redemption given hereunder shall contain the information required above for an official notice of redemption plus (i) if appropriate, the CUSIP numbers of all 2022 Subordinate Bonds being redeemed (provided that the notice may contain the Trustee's standard disclaimer as to the correctness and use of the CUSIP numbers); (ii) the date of issue of the 2022 Subordinate Bonds as originally issued; (iii) the rate of interest borne by each 2022 Subordinate Bond being redeemed; (iv) the maturity date of each 2022 Subordinate Bond being redeemed; and

(v) any other descriptive information needed to identify accurately the 2022 Subordinate Bonds being redeemed.

Upon the payment of the redemption price of 2022 Subordinate Bonds being redeemed, each check or other transfer of funds issued for such purpose shall bear the CUSIP number identifying, by issue and maturity, the 2022 Subordinate Bonds being redeemed with the proceeds of such check or other transfer.

If the 2022 Subordinate Bonds are held by the Purchaser, the Trustee shall provide the notice in a manner described in Section 14.3 hereof. For so long as the Securities Depository is effecting book-entry transfers of the 2022 Subordinate Bonds, the Trustee shall provide the notices specified in this Section only to the Securities Depository. It is expected that the Securities Depository shall, in turn, notify its Participants and that the Participants, in turn, will notify or cause to be notified the beneficial owners. Any failure on the part of the Securities Depository or a Participant, or failure on the part of a nominee of a beneficial owner of a 2022 Subordinate Bond (having been sent notice from the Trustee, a Participant or otherwise) to notify the beneficial owner of the 2022 Subordinate Bond so affected, shall not affect the validity of the redemption of such 2022 Subordinate Bond.

Failure to give any notice to any Owner, or any defect therein, shall not affect the validity of any proceedings for the redemption of any other 2022 Subordinate Bonds. If the 2022 Subordinate Bonds are at such time held by the Purchaser, notice in accordance with Section 14.3(b) hereof shall be conclusively presumed to have been duly given. Other than to the Purchaser, any notice mailed or sent by electronic means via the MSRB EMMA system shall be conclusively presumed to have been duly given and shall become effective upon mailing or sending, whether or not any Owner receives the notice.

## **ARTICLE VIII**

### **TENDERS AND MANDATORY PURCHASE OF 2022 SUBORDINATE BONDS**

#### **Section 8.1 Tender Agent.**

The Commission hereby appoints the Trustee as Tender Agent for the 2022 Subordinate Bonds. At all times that any 2022 Subordinate Bonds are Indexed Floating Rate Bonds, Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds or Long-Term Rate Bonds there shall be a Tender Agent. The Tender Agent shall be a commercial bank, national association or trust company organized and doing business under the laws of the United States of America or of any state thereof, authorized under such laws to exercise corporate trust powers, subject to supervision or examination by federal or state commission, and authorized to perform all of the duties imposed upon it by this Supplemental Indenture No. 35, and having a combined capital and surplus of at least \$75,000,000. If such corporation or association publishes reports of condition at least annually, pursuant to law or to the requirements of such supervising or examining commission, then for the purposes of this Section, the combined capital and surplus of such corporation or association shall be deemed to be its combined capital and surplus as set forth in its most recent report of condition so published.

The Tender Agent shall perform the duties imposed upon the Tender Agent by this Supplemental Indenture No. 35, but only upon the terms and conditions set forth herein, including the following:

(a) hold all 2022 Subordinate Bonds delivered to it hereunder in trust for the benefit of the respective Owners which shall have so delivered such 2022 Subordinate Bonds until moneys representing the Purchase Price of such 2022 Subordinate Bonds shall have been delivered to or for the account of or to the order of such Owners;

(b) hold all moneys delivered to it hereunder for the purchase of 2022 Subordinate Bonds in trust solely for the benefit of the Person which shall have so delivered such moneys until the 2022 Subordinate Bonds purchased with such moneys shall have been delivered to or for the account of such Person;

(c) hold all moneys, other than proceeds of payments under the Letter of Credit, delivered to it hereunder for the purchase of 2022 Subordinate Bonds as agent of, and in escrow for the exclusive benefit of, the Person which shall have so delivered such moneys until the 2022 Subordinate Bonds purchased with such moneys shall have been delivered to or for the account of such Person;

(d) hold all moneys delivered to it hereunder from payments under the Letter of Credit for the purchase of 2022 Subordinate Bonds as agent of, and in escrow for the exclusive benefit of, the Bondowners who shall deliver 2022 Subordinate Bonds to it for purchase until the 2022 Subordinate Bonds purchased with such moneys shall have been delivered to or for the account of the Bank;

(e) keep such books and records that shall accurately reflect the transactions hereunder and to make such books and records available for inspection by the Commission, the Trustee, the Remarketing Agent, and the Bank during normal business hours upon reasonable prior written notice;

(f) hold all Bank Bonds delivered to it hereunder as agent of, and in escrow for the benefit of, the Bank;

(g) deliver any notices required by this Supplemental Indenture No. 35 to be delivered by the Tender Agent; and

(h) perform all other duties of the Tender Agent under this Supplemental Indenture No. 35.

The Tender Agent shall be entitled to reasonable compensation for its services as Tender Agent as agreed upon with the Commission.

The Tender Agent at any time may resign and be discharged of the duties and obligations imposed upon the Tender Agent by this Supplemental Indenture No. 35, by giving written notice thereof to the Commission, the Trustee, the Remarketing Agent, and the Bank at least 30 days prior to the effective date of such resignation. The Tender Agent shall resign immediately at any time that it shall cease to be eligible in accordance with the provisions of this Section.

The Tender Agent may be removed at any time by the Commission by an instrument in writing delivered to the Tender Agent, the Commission, the Trustee, the Remarketing Agent and the Bank.

If the Tender Agent shall resign, be removed or become incapable of acting for any reason, the Trustee, with the written consent of the Commission and the Bank (which consents shall not be unreasonably withheld), shall promptly appoint a successor Tender Agent by an instrument in writing delivered to the Commission, the Remarketing Agent, the Bank, the Purchaser and the retiring Tender Agent. Every such successor Tender Agent appointed pursuant to the provisions of this Section shall meet the eligibility requirements of this Section. No successor Tender Agent shall accept its appointment unless at the time of such acceptance such successor Tender Agent shall be qualified and eligible under this Article.

Every successor Tender Agent appointed hereunder shall execute and deliver to the Commission, the Trustee, the Remarketing Agent, the Bank, the Purchaser and the retiring Tender Agent an instrument accepting such appointment, designating its Principal Office and accepting the duties and obligations imposed upon it hereunder. No resignation or removal of the Tender Agent and no appointment of a successor Tender Agent pursuant to this Section shall become effective until the acceptance of appointment by the successor Tender Agent hereunder.

The Trustee shall give notice of each resignation and each removal of the Tender Agent and each appointment of a successor Tender Agent by sending notice of such event, if to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first class mail, or by electronic means using the MSRB EMMA system within 30 days of the resignation or removal of the Tender Agent or the appointment of a successor Tender Agent, to the Commission, the Bank, the Remarketing Agent, the Purchaser, each rating service at the time providing a rating for the 2022 Subordinate Bonds and the Owners of 2022 Subordinate Bonds as their names and addresses appear in the Bond Register maintained by the Trustee. Each notice shall include the name of the successor Tender Agent and the address of its principal corporate trust office.

In the event of the resignation or removal of the Tender Agent, and the appointment of a successor Tender Agent, the retiring Tender Agent shall pay over, assign and deliver any moneys and 2022 Subordinate Bonds held by it in such capacity to its successor.

In the event that the Tender Agent shall resign or be removed, or be dissolved, or if the property or affairs of the Tender Agent shall be taken under the control of any state or federal court or administrative body because of bankruptcy or insolvency, or for any other reason, and the Trustee shall not have appointed a successor as Tender Agent, the Trustee, notwithstanding the provisions of the third paragraph of this Section, shall ipso facto be deemed to be the Tender Agent for all purposes of this Supplemental Indenture No. 35 until the appointment by the Trustee of the successor Tender Agent.

Any corporation or association into which the Tender Agent in its individual capacity may be merged or converted or with which it may be consolidated, or any merger, conversion or consolidation to which the Tender Agent in its individual capacity shall be a party, or any corporation or association to which all or substantially all the corporate trust business of the Tender

Agent in its individual capacity may be sold or otherwise transferred, shall be the Tender Agent under this Supplemental Indenture No. 35 without further act.

**Section 8.2 Optional Tenders During Daily Rate Periods, Weekly Rate Periods, and Monthly Rate Periods.**

(a) Owners of Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds may elect to have their Daily Rate Bonds, Weekly Rate Bonds, or Monthly Rate Bonds (other than Bank Bonds), or portions thereof in Authorized Denominations, purchased at the Purchase Price on the following Purchase Dates and upon the giving of the following telephonic, telecopy or written notices meeting the further requirements set forth in Subsection (b):

(i) Daily Rate Bonds (other than Bank Bonds) may be tendered for purchase at the Purchase Price payable in immediately available funds on any Business Day upon telephonic, telecopy or written notice of tender to the Tender Agent and the Remarketing Agent not later than 11:00 a.m. on the designated Purchase Date. If such notice is provided by telephone, it will be promptly confirmed by written notice to the Tender Agent and Remarketing Agent.

(ii) Weekly Rate Bonds or Monthly Rate Bonds (other than Bank Bonds) may be tendered for purchase at the Purchase Price payable in immediately available funds on any Business Day upon delivery of a written notice of tender to the Tender Agent and the Remarketing Agent not later than 5:00 p.m. on a Business Day not fewer than seven days prior to the designated Purchase Date.

(b) Each notice of tender:

(i) shall, in case of a written notice, be delivered to the Tender Agent and the Remarketing Agent at their Principal Offices and be in form satisfactory to the Tender Agent and the Remarketing Agent;

(ii) shall state, whether delivered in writing or by telephone or telecopier, (A) the principal amount of the Daily Rate Bond, Weekly Rate Bond or Monthly Rate Bond to which the notice relates and the CUSIP number of that Bond, (B) that the Owner irrevocably demands purchase of that 2022 Subordinate Bond or a specified portion thereof in an Authorized Denomination, (C) the Purchase Date on which that 2022 Subordinate Bond or portion thereof is to be purchased and (D) payment instructions with respect to the Purchase Price; and

(iii) shall automatically constitute, whether delivered in writing or by telephone or telecopier, (A) an irrevocable offer to sell the 2022 Subordinate Bond (or portion thereof) to which such notice relates on the Purchase Date to any purchaser selected by the Remarketing Agent (or to the applicable Bank in the case of purchases made with funds paid under the applicable Letter of Credit), at a price equal to the Purchase Price, (B) an irrevocable authorization and instruction to the Tender Agent to effect transfer of such 2022 Subordinate Bond (or portion thereof) upon receipt by the Tender Agent of funds sufficient to pay the Purchase Price on the Purchase Date, (C) an irrevocable authorization and instruction to the Tender Agent to effect the exchange of the 2022 Subordinate Bond to be purchased in whole or in part for other 2022 Subordinate Bonds in an equal aggregate principal amount so as to



facilitate the sale of that 2022 Subordinate Bond (or portion thereof to be purchased), (D) an acknowledgment that such Owner will have no further rights with respect to that 2022 Subordinate Bond (or portion thereof) upon deposit of an amount equal to the Purchase Price thereof with the Tender Agent on the Purchase Date, except for the right of such Owner to receive the Purchase Price upon surrender of that 2022 Subordinate Bond to the Tender Agent, and (E) an agreement of such Owner to deliver such Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds, with all necessary endorsements for transfer and signature guarantees, to the Tender Agent at its Principal Office not later than 1:00 p.m. on the Purchase Date.

The determination of the Tender Agent and the Remarketing Agent as to whether a notice of tender has been properly delivered pursuant to the foregoing shall be conclusive and binding upon the Owner. The Tender Agent or the Remarketing Agent may waive any irregularity or nonconformity in any notice of tender.

(c) The right of Bondowners to tender Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds for purchase pursuant to this Section shall terminate upon the earliest of (i) the fifth day next preceding the Expiration Date (or unless on or prior to the fifth day next preceding the Expiration Date, the Expiration Date is extended), (ii) a Conversion Date for conversion to an Interest Rate Period other than a Daily Rate Period, a Weekly Rate Period, a BSBY Rate Period or a Monthly Rate Period and (iii) the Termination Date. The right of Bondowners to tender Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds for purchase pursuant to this Section may be terminated or suspended under the circumstances described in the applicable Letter of Credit.

(d) Notwithstanding anything to the contrary herein, all Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds as to which a written notice specifying the Purchase Date has been delivered pursuant to this Section (and which have not been tendered to the Tender Agent) shall be deemed tendered on the Purchase Date specified. From and after the specified Purchase Date of a 2022 Subordinate Bond or 2022 Subordinate Bonds tendered to the Tender Agent or deemed tendered pursuant to this Section, the former Owner of such a 2022 Subordinate Bond shall be entitled solely to the payment of the Purchase Price of 2022 Subordinate Bond tendered or deemed tendered which Purchase Price shall be payable only as set forth in Section 8.3 hereof.

(e) The Tender Agent shall promptly return any notice of tender delivered pursuant to this Section (together with the 2022 Subordinate Bonds submitted therewith) that is incomplete or improperly completed or not delivered within the times required by this Section to the Person or Persons submitting such notice and 2022 Subordinate Bonds upon surrender of the receipt, if any, issued therefor.

(f) Notwithstanding the foregoing, if the 2022 Subordinate Bonds are held in book-entry form at the Securities Depository, the right to optionally tender Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds may be exercised by the beneficial owners of those 2022 Subordinate Bonds. Such right shall be exercised by delivery by a beneficial owner to the Tender Agent and the Remarketing Agent no later than the times specified in Subsection (a) of the notice described in Subsection (b) stating that such beneficial owner will cause its beneficial interest (or portion thereof in an Authorized Denomination) to be tendered, the amount of such

interest to be tendered, the date on which such interest will be tendered and the identity of the Participant through which the beneficial owner maintains its interest. Upon delivery of such notice, the beneficial owner must make arrangements to have its beneficial ownership interest in the 2022 Subordinate Bonds being tendered to the Tender Agent to be transferred on the records of the Securities Depository to the Tender Agent at or prior to 1:00 p.m. on the Purchase Date.

### **Section 8.3 Purchase of 2022 Subordinate Bonds by Tender Agent.**

(a) The Tender Agent shall establish a special trust fund to be designated the Purchase Fund (the "Purchase Fund"). Within the Purchase Fund, the Tender Agent shall establish four separate accounts to be designated the Remarketing Account, the Letter of Credit Account, the Commission Account and the Undelivered Bond Payment Account. Only the Tender Agent shall have any right of withdrawal from the Purchase Fund; and the Purchase Fund and such right of withdrawal shall be for the sole and exclusive benefit of the Owners of the 2022 Subordinate Bonds subject to purchase on Purchase Dates (and the Bank to the extent provided in Subsection (e)); and the Commission shall have no legal, beneficial or equitable interest in the Purchase Fund. Amounts in a particular account or subaccount of the Purchase Fund shall not be commingled with amounts in any other account of the Purchase Fund. Any moneys received by the Tender Agent by reason of the remarketing by the Remarketing Agent of 2022 Subordinate Bonds subject to purchase on a Purchase Date shall be deposited by the Tender Agent in the Remarketing Account of the Purchase Fund and applied by the Tender Agent in accordance with Subsections (d) and (e). Any moneys received by the Tender Agent representing amounts paid by the Bank under the applicable Letter of Credit for the purchase of 2022 Subordinate Bonds subject to purchase on a Purchase Date shall be deposited by the Tender Agent in the Letter of Credit Account, or applicable subaccount, of the Purchase Fund and applied by the Tender Agent in accordance with Subsections (d) and (e). Any moneys received by the Tender Agent representing amounts paid by the Commission for the purchase of 2022 Subordinate Bonds subject to purchase on a Purchase Date shall be deposited by the Tender Agent in the Commission Account of the Purchase Fund and applied by the Tender Agent in accordance with Subsections (d) and (e). Moneys shall be transferred to the Undelivered Bond Payment Account from the other accounts of the Purchase Fund or to the Bank in accordance with Subsection (e); and moneys shall be applied from the Undelivered Bond Payment Account in accordance with Subsection (f). The Trustee, the Tender Agent and the Remarketing Agent shall otherwise have no lien on, and no rights with respect to, the funds held in the Purchase Fund or any account or sub-account thereof. Moneys on deposit in the Purchase Fund or any account or subaccount thereof shall be held by the Tender Agent uninvested or, as directed by a Commission Representative, invested by the Tender Agent in United States Treasury obligations maturing in sufficient time to make payments as required therefrom.

(b) Upon receipt of any telephonic, telecopy or written notice of tender relating to Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds, the Tender Agent shall notify the Trustee, the Remarketing Agent, the Commission and the Bank by telephonic notice of the amount of such 2022 Subordinate Bonds to be tendered pursuant to such notice and the Remarketing Agent shall confirm such telephonic notice by telecopier or other telecommunications device by 10:00 a.m. (11:30 a.m. for Daily Rate Bonds) on the Purchase Date, with the Remarketing Agent including in such telephonic notice and the confirmation thereof the amount of the Purchase Price of such 2022 Subordinate Bonds and the portion, if



any, thereof representing accrued and unpaid interest on such 2022 Subordinate Bonds to the Purchase Date. Upon receipt of written notice of tender relating to Weekly Rate Bonds or Monthly Rate Bonds, the Tender Agent shall, not later than 5:00 p.m. on the next Business Day, send notice of such tender to the Commission, the Trustee and the Bank by telecopier or other telecommunications device, with the Remarketing Agent including in such notice the amount of the Purchase Price of such 2022 Subordinate Bonds and the portion, if any, thereof representing accrued and unpaid interest on such 2022 Subordinate Bonds to the Purchase Date. Simultaneously with the giving (pursuant to Section 8.4 hereof) of notice of any mandatory tender of 2022 Subordinate Bonds pursuant to Section 8.4 hereof, the Trustee shall give notice by telephone or telecopier, promptly confirmed by a written notice, to the Tender Agent, the Remarketing Agent, the Bank and the Commission specifying the Purchase Date, the aggregate principal amount and Purchase Price of each 2022 Subordinate Bonds subject to mandatory tender on such Purchase Date, and the portion, if any, of such Purchase Price representing accrued and unpaid interest on such 2022 Subordinate Bonds to such Purchase Date.

(c) Not later than 9:30 a.m. (11:00 a.m. for Daily Rate Bonds) on each Purchase Date, the Tender Agent shall determine the amount, if any, by which the Purchase Price of the 2022 Subordinate Bonds to be purchased on such Purchase Date exceeds the amount of the proceeds of the remarketing of such 2022 Subordinate Bonds by the Remarketing Agent on deposit in the Remarketing Account of the Purchase Fund at such time, and notify the Trustee of such amount by telephonic notice; and

(i) if an applicable Letter of Credit is in effect on such Purchase Date, then (A) not later than 12:00 p.m. on such Purchase Date, the Trustee shall request (such request being referred to as a "Letter of Credit Request") the purchase by the applicable Bank under the applicable Letter of Credit, of 2022 Subordinate Bonds having a Purchase Price equal to the amount of such excess (by submitting to the Bank in accordance with the applicable Letter of Credit all documents as are required for such purpose), provided however that the Trustee shall never make such a request for Bank Bonds or Bonds owned by the Commission, and provided however that, as to any Daily Rate Bonds being tendered, the Letter of Credit Request shall be for the purchase in whole of all such Daily Rate Bonds for the entire amount thereof without deduction for remarketing proceeds, and (B) not later than 2:00 p.m. on such Purchase Date, the Trustee shall deposit the proceeds of the Letter of Credit Request received by the Trustee in the Letter of Credit Account of the Purchase Fund; or

(ii) if no applicable Letter of Credit is in effect on such Purchase Date, then (A) not later than 12:00 p.m. on such Purchase Date, the Tender Agent shall notify the Commission that the amount of such excess is the amount payable by the Commission to the Tender Agent for purposes of causing the Tender Agent to purchase, on behalf of the Commission, Bonds having a Purchase Price equal to such excess, and (B) not later than 2:00 p.m., on such Purchase Date, the Tender Agent shall deposit the amount, if any, received by the Tender Agent from the Commission for such purpose in the Commission Account of the Purchase Fund.

(d) Not later than 3:30 p.m. on each Purchase Date, the Tender Agent shall disburse the Purchase Price of Bonds to be purchased on such Purchase Date to the Owners thereof

(upon surrender thereof for payment of such Purchase Price), from the following sources and in the following order of priority:

(i) Moneys on deposit in the Remarketing Account of the Purchase Fund (representing the proceeds of the remarketing by the Remarketing Agent of such 2022 Subordinate Bonds);

(ii) If an applicable Letter of Credit is in effect on such Purchase Date, moneys on deposit in the Letter of Credit Account of the Purchase Fund (representing the proceeds of a Letter of Credit Request); and

(iii) Moneys on deposit in the Commission Account (representing amounts paid by the Commission to the Tender Agent for the purchase of such 2022 Subordinate Bonds).

If the funds available (from the sources indicated above) for the purchase of 2022 Subordinate Bonds subject to purchase on a Purchase Date are insufficient to purchase all of the 2022 Subordinate Bonds subject to purchase on such Purchase Date (including Undelivered Bonds), then, no purchase of any 2022 Subordinate Bonds shall occur on such Purchase Date and, on such Purchase Date, the Tender Agent shall (i) return all of such 2022 Subordinate Bonds that were tendered to the Owners thereof, (ii) return all moneys received by the Tender Agent for the purchase of such 2022 Subordinate Bonds to the respective Persons that provided such moneys (in the respective amounts in which such moneys were so provided), and (iii) notify the Trustee of the foregoing. If the applicable Letter of Credit is in effect, no such failure to purchase 2022 Subordinate Bonds shall constitute an Event of Default.

(e) Any moneys remaining in the Remarketing Account, the Letter of Credit Account or the Commission Account and representing (but not exceeding) the Purchase Price of 2022 Subordinate Bonds subject to purchase on the applicable Purchase Date but not tendered and delivered for purchase on the applicable Purchase Date (following the payments described in Subsection (d)) shall be transferred by the Tender Agent to the Undelivered Bond Payment Account not later than 3:30 p.m. on the applicable Purchase Date (and retained therein, subject to Subsection (a), for application in accordance with Subsection (f)). Any moneys remaining in the Remarketing Account, the Letter of Credit Account and the Commission Account on a Purchase Date (after the payments described in Subsection (d) and the transfer described in the preceding sentence of this Subsection (e)) shall be wire transferred by the Tender Agent, in immediately available funds, prior to the close of business on such Purchase Date, to the Remarketing Agent, the Bank and the Commission, respectively.

(f) Moneys transferred to the Undelivered Bond Payment Account of the Purchase Fund on any Purchase Date shall be applied, on or after such Purchase Date, by the Tender Agent to pay the Purchase Price of Undelivered Bonds in respect of which they were so transferred, upon the surrender of such 2022 Subordinate Bonds to the Tender Agent for such purpose.

#### **Section 8.4 Mandatory Purchase of 2022 Subordinate Bonds.**

(a) All of the 2022 Subordinate Bonds shall be subject to mandatory tender for purchase by the Tender Agent at the Purchase Price on the following Purchase Dates:

- (i) each Conversion Date;
- (ii) the first day after the last day of each Short-Term Interest Period;
- (iii) the first day after the last day of each Long-Term Interest Period;
- (iv) the fifth day next preceding each Expiration Date (unless, prior to the fifth day next preceding that Expiration Date, that Expiration Date is extended);
- (v) each Substitution Date by a draw on the applicable Letter of Credit being replaced and substituted and not on the new Substitute Letter of Credit;
- (vi) the seventh day (if such day is not a business day, then the preceding business day) after the receipt by the Commission and the Trustee from the provider of the applicable Letter of Credit of a notice of non-reinstatement of the Interest Component under such Letter of Credit or a notice of default under the Reimbursement Agreement;
- (vii) any Termination Date;
- (viii) the last day of each Indexed Floating Rate Period; and
- (ix) on the Special Mandatory Tender Date.

(b) 2022 Subordinate Bonds to be purchased pursuant to Subsection (a) shall be delivered by the Owners thereof to the Tender Agent (together with necessary assignments and endorsements) at or prior to 1:00 p.m. on the applicable Purchase Date.

(c) Any 2022 Subordinate Bonds to be purchased by the Tender Agent pursuant to this Section that are not delivered for purchase on or prior to the Purchase Date, for which there has been irrevocably deposited in trust with the Trustee or the Tender Agent an amount sufficient to pay the Purchase Price of such 2022 Subordinate Bonds, shall be deemed to have been delivered to the Tender Agent for purchase, and the Owners of such 2022 Subordinate Bonds shall not be entitled to any payment (including any interest to accrue on or after the Purchase Date) other than the respective Purchase Prices of such 2022 Subordinate Bonds, and such 2022 Subordinate Bonds shall not be entitled to any benefits of this Supplemental Indenture No. 35, except for payment of such Purchase Price out of the moneys deposited for such payment as aforesaid.

(d) In addition to any other requirements set forth in this Supplemental Indenture No. 35, notices of mandatory tender, if, to the Purchaser as required or permitted by

Section 14.3(b) hereof, or to any other Bondowner, mailed or sent by electronic means via the MSRB EMMA system, shall:

(i) specify the proposed Purchase Date and the event which gives rise to the proposed Purchase Date;

(ii) state that such 2022 Subordinate Bonds shall be subject to mandatory tender for purchase on such date;

(iii) state that Owners may not elect to retain 2022 Subordinate Bonds subject to mandatory tender;

(iv) state that all 2022 Subordinate Bonds subject to mandatory tender shall be required to be delivered to the designated corporate trust office of the Tender Agent at or before 1:00 p.m. on the Purchase Date;

(v) state that if the Owner of any 2022 Subordinate Bond subject to mandatory tender fails to deliver such 2022 Subordinate Bond to the Tender Agent for purchase on the Purchase Date, and if the Tender Agent is in receipt of funds sufficient to pay the Purchase Price thereof, such 2022 Subordinate Bond (or portion thereof) shall nevertheless be deemed purchased on the Purchase Date and ownership of such 2022 Subordinate Bond (or portion thereof) shall be transferred to the purchaser thereof,

(vi) state that any Owner that fails to deliver such 2022 Subordinate Bond for purchase shall have no further rights thereunder or under this Supplemental Indenture No. 35 except the right to receive the Purchase Price thereof upon presentation and surrender of such 2022 Subordinate Bond to the Tender Agent and that the Trustee will place a stop transfer against the 2022 Subordinate Bonds subject to mandatory tender registered in the name of such Owner(s) on the registration books;

(vii) in the case of mandatory tender upon any proposed conversion of 2022 Subordinate Bonds, state that such conversion and such mandatory tender will not occur if certain events and conditions specified in Section 2.4(c) hereof do not occur or are not satisfied (and summarize those events and conditions);

(viii) in the case of mandatory tender on the fifth day next preceding the Expiration Date, state that such mandatory tender will not occur, if, on or prior to such fifth day, the Expiration Date is extended; and

(ix) in the case of mandatory tender on a Substitution Date, state the information required by Section 9.2 hereof.

(e) Notice of mandatory tender by reason of Section 8.4(a)(vi) hereof, shall be given no fewer than 5 days prior to the date of mandatory tender. Notice of mandatory tender of 2022 Subordinate Bonds by reason of a proposed Conversion Date shall be given in accordance with Section 2.4 hereof; and notice of mandatory tender of 2022 Subordinate Bonds by reason of a proposed Substitution Date shall be given in accordance with Section 9.2 hereof. Notice of mandatory tender of 2022 Subordinate Bonds by reason of other events described in Subsection

(a) shall be given by the Trustee no fewer than 10 days prior to the applicable Purchase Date (i) to the Owners of the 2022 Subordinate Bonds (at their addresses as they appear on the registration books of the Trustee as of the date of such notice), if to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail or sent by electronic means via the MSRB EMMA system, and (ii) to, the Commission, the Remarketing Agent, the Tender Agent and the Bank by first-class mail;

(f) if, following the giving of notice of mandatory tender of 2022 Subordinate Bonds pursuant to Subsection (a), an event occurs which, in accordance with the terms of this Supplemental Indenture No. 35, causes such mandatory tender not to occur, then (i) the Trustee shall so notify the Owners of the 2022 Subordinate Bonds (at their addresses as they appear on the registration books of the Trustee on the date of such notice), if, to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail, or by electronic means via the MSRB EMMA system, as soon as may be practicable after the applicable Purchase Date, and (ii) the Tender Agent shall return to their Owners any 2022 Subordinate Bonds tendered to the Tender Agent in connection with such mandatory tender of 2022 Subordinate Bonds.

The number of days' notice to Bondholders of a Substitution Date shall be 30 days.

## **ARTICLE IX REMARKETING AGENT.**

### **Section 9.1 Appointment of Remarketing Agent.**

At the time of a proposed issuance of, or conversion of the 2022 Subordinate Bonds pursuant to Section 2.4 hereof to Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds, Short-Term Rate Bonds or Long-Term Rate Bonds, the Commission shall appoint a Remarketing Agent with the prior written consent of the Bank (which consent shall not be unreasonably withheld). Successor Remarketing Agents may be appointed from time to time by the Commission with the prior written consent of the Bank (which consent shall not be unreasonably withheld). The Remarketing Agent shall be a corporation or other legal entity organized and doing business under the laws of the United States of America or of any state thereof, authorized under such laws to perform all duties imposed upon the Remarketing Agent by this Supplemental Indenture No. 35, and shall be either (a) a member of the National Association of Securities Dealers, Inc. and registered as a Municipal Securities Dealer under the Securities Exchange Act of 1934, as amended, or (b) a national banking association, commercial bank or trust company. So long as the 2022 Subordinate Bonds are held in book-entry form at the Securities Depository, the Remarketing Agent must be a Participant in the Securities Depository with respect to the 2022 Subordinate Bonds.

### **Section 9.2 Remarketing Agreement.**

Each Remarketing Agent appointed in accordance with this Supplemental Indenture No. 35 shall designate its Principal Office and signify its acceptance of the duties and obligations imposed upon it as described herein by a written instrument of acceptance delivered to the Commission, the Trustee, the Tender Agent, the Commission, and the Bank or by executing and

delivering a Remarketing Agreement, in either case under which the Remarketing Agent will agree, particularly:

(a) to hold all moneys delivered to it hereunder for the purchase of 2022 Subordinate Bonds in trust for the exclusive benefit of the Person or Persons that shall have so delivered such moneys until the 2022 Subordinate Bonds purchased with such moneys shall have been delivered to or for the account of such Person or Persons;

(b) to keep such books and records as shall be consistent with prudent industry practice and to make such books and records available for inspection by the Commission, the Trustee and the Tender Agent at all reasonable times; to determine (a) the Daily Rates, Weekly Rates, Monthly Rates, Short-Term Rates and Long-Term Rates, and (b) if engaged as Remarketing Agent in connection with the conversion to Fixed Rate Bonds, the Fixed Rate(s), and give notice of such rates in accordance with Section 2.3 hereof;

(c) to remarket Daily Rate Bonds, Weekly Rate Bonds and Monthly Rate Bonds at rates no higher than the Maximum Rate if an applicable Letter of Credit secures the 2022 Subordinate Bonds, and to remarket Short-Term Rate Bonds and Long-Term Rate Bonds for Short-Term Periods or Long-Term Interest Rate Periods, as appropriate, ending not later than the 5th day next preceding the Expiration Date of the applicable Letter of Credit supporting payments of the Purchase Price of such 2022 Subordinate Bonds;

(d) to offer for sale and use its best efforts to find purchasers for the 2022 Subordinate Bonds tendered for purchase, any such sale to be made at the Purchase Price to the purchase date, in accordance with the terms of this Supplemental Indenture No. 35;

(e) to deliver to the Tender Agent all 2022 Subordinate Bonds held by it in accordance with the terms of this Supplemental Indenture No. 35 and the Remarketing Agreement; and

Notwithstanding the foregoing, a Remarketing Agent may be engaged for only certain types of Interest Rate Periods, and in that event the Remarketing Agent shall not be required to perform the duties of the Remarketing Agent for any other type of Interest Rate Period.

### **Section 9.3 Co-Remarketing Agents.**

One or more firms may serve as Co-Remarketing Agents for the 2022 Subordinate Bonds hereunder provided that each Co-Remarketing Agent satisfies the requirements of Section 9.1 hereof. If Co-Remarketing Agents have been appointed and are performing the duties of Remarketing Agent hereunder, all references herein to the Remarketing Agent shall be deemed to refer to all the Remarketing Agents acting jointly; provided that the Remarketing Agreement may provide that one firm may perform certain specified duties hereunder in its sole capacity.

### **Section 9.4 Resignation and Removal.**

The Remarketing Agent may at any time resign and be discharged of the duties and obligations described in this Supplemental Indenture No. 35 by giving at least 30 days-notice to the Commission, the Trustee, the Tender Agent, the Bank and all rating agencies then providing



ratings for the 2022 Subordinate Bonds. The Remarketing Agent may be removed at any time upon the Written Request of the Commission and upon written notice to the Remarketing Agent, the Tender Agent, the Trustee and the Bank; provided, however, that no such removal shall be or become effective unless and until a successor Remarketing Agent shall have been appointed and accepted such appointment in accordance with this Article 9.

#### **Section 9.5 Successor Remarketing Agent.**

If and so long as no successor Remarketing Agent is appointed by the Commission after the office of Remarketing Agent becomes vacant, the Tender Agent or Trustee, at the expense of the Commission, may petition a court to appoint a successor Remarketing Agent.

#### **Section 9.6 Transactions.**

The Remarketing Agent may in good faith hold the 2022 Subordinate Bonds or any other form of indebtedness issued by the Commission; own, accept or negotiate any drafts, bills of exchange, acceptances or obligations thereof, and make disbursements therefor and enter into any commercial or business arrangement therewith; all without any liability on the part of the Remarketing Agent for any real or apparent conflict of interest by reason of any such actions.

#### **Section 9.7 Sale of Bonds by Remarketing Agent.**

(a) Upon the receipt by the Remarketing Agent of (i) notice of optional tender of Daily Rate Bonds, Weekly Rate Bonds or Monthly Rate Bonds pursuant to Section 8.2 hereof, or (ii) notice of mandatory tender of Bonds pursuant to Section 8.4 hereof, the Remarketing Agent shall offer for sale and use its best efforts to solicit purchases of 2022 Subordinate Bonds subject to purchase on the applicable Purchase Date at a price equal to the Purchase Price; and provided further that, prior to the Expiration Date, the Remarketing Agent shall not offer for sale or sell any 2022 Subordinate Bonds to the Commission or any Affiliate.

(b) The Remarketing Agent shall direct that the proceeds of all purchases of 2022 Subordinate Bonds solicited and arranged by the Remarketing Agent be paid to the Tender Agent (for deposit in the Remarketing Account of the Purchase Fund), at or prior to 11 a.m. on the applicable Purchase Date, in immediately available funds (and, promptly upon receipt thereof, the Tender Agent shall deposit such proceeds in the Remarketing Account of the Purchase Fund).

(c) At or prior to 4:30 p.m. on the Business Day next preceding each Purchase Date (at or prior to 10:30 a.m. on the Purchase Date with respect to 2022 Subordinate Bonds bearing interest at a Daily Rate), the Remarketing Agent shall give notice by telephone (promptly confirmed by teletype, telex, telegram or other communication device) to the Trustee, the Tender Agent, the Bank and the Commission specifying: (i) the aggregate principal amount and Purchase Price of 2022 Subordinate Bonds subject to purchase on such Purchase Date for which the Remarketing Agent has received indications of interest from prospective purchasers, and (ii) the aggregate principal amount and Purchase Price of 2022 Subordinate Bonds subject to purchase on such Purchase Date for which the Remarketing Agent has not received indications of interest from prospective purchasers.

The Remarketing Agent shall offer for sale and use its best efforts to arrange for the sale and remarketing of all Bank Bonds at a price equal to 100% of the principal amount thereof plus

accrued and unpaid interest thereon (at the rate that would be borne by such Bank Bonds if such Bank Bonds were not Bank Bonds). In connection with each remarketing of Bank Bonds by the Remarketing Agent:

(i) The Tender Agent shall (A) provide to the Commission, the Bank, the Trustee and the Remarketing Agent not less than one Business Day prior notice, or same day notice based on the Remarketing Agent notice under Section 9.7(c), of such remarketing, and (B) pay, or cause to be paid to the Bank, by wire transfer of immediately available funds, the proceeds of such remarketing;

(ii) The Commission shall (A) in consultation with the Bank, calculate the amounts payable to the Bank pursuant to the applicable Letter of Credit by reason of, and on the date of such remarketing (such amounts being referred to as the "Remarketing Payment Amount"), and (B) pay to the Bank, or direct the Trustee to withdraw from the Debt Service Fund and pay to the Bank, in either case, on the date of such remarketing and by wire transfer of immediately available funds, an amount of money which, when added to the proceeds of such remarketing being delivered to the Bank on the date of such remarketing, equals the Remarketing Payment Amount;

(iii) The Tender Agent shall confirm with the Bank the receipt by the Bank of the Remarketing Payment Amount, the reinstatement of the applicable Letter of Credit in respect of such Bank Bonds and the authorization of the Bank to release such Bank Bonds; and

(iv) After, and only after, receipt by the Tender Agent of confirmation by the Bank of the reinstatement of the applicable Letter of Credit to cover such Bank Bonds following remarketing thereof and authorization by the Bank of such transfer or such authentication and delivery, the Tender Agent shall (A) while a book-entry system is in effect with respect to the 2022 Subordinate Bonds, cause the ownership interest in such Bank Bonds to be transferred to or for the benefit of such purchaser or purchasers as are specified by the Remarketing Agent for such purpose, and (B) while a book-entry system is not in effect with the Securities Depository with respect to the 2022 Subordinate Bonds, cause the Trustee to authenticate other 2022 Subordinate Bonds in lieu of such Bank Bonds and to deliver the same to or upon the instruction of the Remarketing Agent.

The Remarketing Agent shall offer for sale and use its best efforts to arrange for the sale and remarketing of (i) all 2022 Subordinate Bonds subject to purchase on a Purchase Date that are purchased with moneys provided by the Commission to the Tender Agent for such purpose (as described in Section 8.3(c)(ii) hereof), and (ii) all 2022 Subordinate Bonds that are purchased by the Commission pursuant to the applicable Letter of Credit and not surrendered by the Commission for cancellation.

## **ARTICLE X TRANSFER OF 2022 SUBORDINATE BONDS.**

### **Section 10.1 Purchase Transfers.**

(a) Upon application of the moneys described in Section 8.3(d)(i) hereof to the purchase of 2022 Subordinate Bonds on a Purchase Date pursuant to Section 8.3(d)(i) hereof



(and/or to the transfer thereof to the Undelivered Bond Payment Account on a Purchase Date pursuant to Section 8.3(e) hereof), the Tender Agent shall cause the Trustee to register the transfer of 2022 Subordinate Bonds purchased therewith in the names of the purchasers thereof in accordance with information provided by the Remarketing Agent for such purpose and to have such transferred 2022 Subordinate Bonds available for delivery against payment therefor.

(b) Upon application of the moneys described in Section 8.3(d)(ii) hereof to the purchase of 2022 Subordinate Bonds on a Purchase Date pursuant to Section 8.3(d)(ii) hereof (and/or to the transfer thereof to the Undelivered Bond Payment Account on a Purchase Date pursuant to Section 8.3(e) hereof), (i) the 2022 Subordinate Bonds purchased (or, in the case of such transfer, provided to be purchased) with such moneys shall constitute Bank Bonds (unless and until such 2022 Subordinate Bonds cease to be Bank Bonds as described in the definition thereof), and (ii) if a book-entry system is in effect with the Securities Depository with respect to the 2022 Subordinate Bonds, the ownership interest in such Bank Bonds shall be transferred on the books of the Securities Depository to or for the account of the Tender Agent or a Participant acting on behalf of the Tender Agent and the Tender Agent shall, and shall cause such Participant to, mark its own books and records to reflect the beneficial ownership of such Bank Bonds by the Bank, and (iii) if a book-entry system is not in effect with the Securities Depository with respect to the 2022 Subordinate Bonds, such 2022 Subordinate Bonds shall be delivered by the Tender Agent to the Trustee for registration of transfer and shall be registered by the Trustee in the name of the Bank, or any nominee of the Bank, and delivered by the Trustee to the Tender Agent and held by the Tender Agent as the custodian of the Bank. The Tender Agent shall release and redeliver or transfer Bank Bonds (being remarketed by the Remarketing Agent) as provided in Article VIII. Any other disposition of Bank Bonds shall be made only at the written direction or with the prior written consent of the Bank.

(c) Upon the application of moneys described in Section 8.3(d)(ii) hereof to the purchase of Bonds on a Purchase Date (and/or to the transfer thereof to the Undelivered Bond Payment Account on a Purchase Date pursuant to Section 8.3(e) hereof), the 2022 Subordinate Bonds purchased (or, in the case of such transfer, provided to be purchased) with such moneys shall be registered in the name of the Commission and shall, at the direction of the Commission, be delivered to the Trustee for cancellation (and canceled by the Trustee) or delivered to the Tender Agent for the account of the Commission and remarketed in accordance with Section 9.7 hereof,

Any 2022 Subordinate Bonds canceled by the Trustee pursuant to this Section and any 2022 Subordinate Bonds surrendered by the Commission to the Trustee for cancellation shall be allocated to the next succeeding scheduled mandatory redemption obligation pursuant to Section 7.1 hereof, then as a credit against such future scheduled mandatory redemption obligation pursuant to Section 7.3(b) hereof as the Commission may specify in a Certificate of Commission Representative. Prior to the Expiration Date, the Trustee shall notify the Bank of the aggregate principal amount of 2022 Subordinate Bonds so canceled and shall submit to the Bank such documents, if any, as are required in accordance with the terms of the applicable Letter of Credit to cause the amounts available under the applicable Letter of Credit to be reduced in respect of such 2022 Subordinate Bonds so canceled.

**ARTICLE XI  
LETTER OF CREDIT.**

**Section 11.1 Letter of Credit Requests.**

(a) The Trustee shall make Letter of Credit Requests in accordance with Section 8.3(c) hereof. The Commission shall not terminate or reduce the amounts available under the applicable Letter of Credit except by reason of the redemption, cancellation and/or defeasance of 2022 Subordinate Bonds.

(b) The Commission shall maintain an applicable Letter of Credit in effect in accordance with Section 11.2 hereof at all times it is required to do so.

(c) The Commission may furnish a Substitute Letter of Credit in substitution for the then existing applicable Letter of Credit upon satisfaction of the conditions set forth in Section 11.2 hereof. The Trustee shall give notice to the Owners of the 2022 Subordinate Bonds (at their addresses as they appear on the registration books of the Trustee as of the date of such notice) and the Remarketing Agent, if, to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail and by electronic means via the MSRB EMMA system of the proposed substitution of a Substitute Letter of Credit for the applicable Letter of Credit then in effect and the related Substitution Date (stating the issuer or issuers and the term of such Substitute Letter of Credit) at least 10 days prior to such Substitution Date. Such notice shall also constitute the notice of mandatory tender of the 2022 Subordinate Bonds on the related Substitution Date; provided, however, that in addition to the information required by Section 8.4(d), such notice shall state that such mandatory tender of the 2022 Subordinate Bonds will not occur if, on or prior to the proposed Substitution Date, the Tender Agent does not receive such Substitute Letter of Credit, together with the supporting substitution documents, in which event such Substitute Letter of Credit shall be deemed cancelled. If, by reason of the conditions to such mandatory tender of the 2022 Subordinate Bonds (as stated in such notice), there is no mandatory tender of the 2022 Subordinate Bonds on the proposed Substitution Date, (i) the Tender Agent shall so notify the Trustee, (ii) the Trustee shall so notify the Owners of the 2022 Subordinate Bonds (at their addresses as they appear on the registration books of the Trustee as of the date of such notice), if to the Purchaser as required or permitted by Section 14.3(b) hereof, or, otherwise, by first-class mail, or by electronic means via the MSRB EMMA system, and (iii) the Tender Agent shall return to their Owners any 2022 Subordinate Bonds tendered to the Tender Agent in connection with such mandatory tender of the 2022 Subordinate Bonds. No Letter of Credit is required in the case of 2022 Subordinate Bonds in the Indexed Floating Rate Period, the Long Term Interest Period or the Fixed Rate Period.

**Section 11.2 Letter of Credit; Substitute Letter of Credit.**

(a) During any time that 2022 Subordinate Bonds are Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds or Short-Term Rate Bonds, the Commission shall maintain a Letter of Credit issued by a Qualified Financial Institution or the Commission may deliver a Substitute Letter of Credit, in an amount equal to the aggregate principal amount of all Outstanding 2022 Subordinate Bonds and at an interest rate of 12%. The Commission will not

voluntarily terminate the applicable Letter of Credit while 2022 Subordinate Bonds are Daily Rate Bonds, Weekly Rate Bonds, Monthly Rate Bonds or Short-Term Rate Bonds without at least 60 days prior written notice to the Trustee and without providing for a Substitute Letter of Credit prior to the effective date of such termination. A Letter of Credit shall not be surrendered and shall not terminate until the applicable tender draw is honored by the provider of the Letter of Credit on the mandatory tender on the Substitution Date.

(b) Subject to any restrictions contained in an applicable Letter of Credit, at any time the Commission may furnish a Substitute Letter of Credit in substitution for an existing applicable Letter of Credit subject to the following limitations and the other limitations set forth in this Section:

(i) The Substitute Letter of Credit must be provided by a Qualified Financial Institution or the Commission.

(ii) The principal amount of the Substitute Letter of Credit must be not less than that required hereunder and the terms of the Substitute Letter of Credit regarding the purchase, holding and sale of 2022 Subordinate Bonds thereunder must be in all material respects the same as those of the existing applicable Letter of Credit.

(iii) The bank or financial institution providing the Substitute Letter of Credit and the form and content of the Substitute Letter of Credit must be acceptable to the Remarketing Agent which consent shall not be unreasonably withheld.

(iv) On or prior to the effective date of an applicable Letter of Credit, the Commission shall furnish to the Trustee:

(A) an Opinion of Counsel addressed to the Trustee or upon which it may rely to the effect that the applicable Letter of Credit has been duly authorized, executed and delivered by the Bank and is a valid and binding obligation of the Bank enforceable in accordance with its terms (subject as to enforceability to standard exceptions respecting bankruptcy, insolvency and similar laws and principles of equity) and that the exemption of the 2022 Subordinate Bonds (or any securities evidenced thereby) from the registration requirements of the Securities Act of 1933, as amended, and the exemption of this Supplemental Indenture No. 35 from qualification under the Trust Indenture Act of 1939, as amended, shall not be impaired by such Substitute Letter of Credit or that the applicable Letter of Credit registration or qualification requirements of such acts have been satisfied, and

(B) a Favorable Opinion of Bond Counsel.

(C) Evidence of ratings by the Rating Agency.

(v) The Commission shall give written notice to the Trustee, the Tender Agent, the Bank, the Remarketing Agent and each rating service then maintaining a rating on the 2022 Subordinate Bonds, not less than 30 days prior to the effective date of any replacement of an applicable Letter of Credit with a Substitute Letter of Credit and not less than 30 days prior to the Expiration Date of an applicable Letter of Credit then in effect, specifying that the Commission intends to replace the applicable Letter of Credit with a Substitute Letter of Credit on or before the

Expiration Date of the applicable Letter of Credit then in effect. A draft of each Substitute Letter of Credit and appropriate information concerning the issuer of the Substitute Letter of Credit shall be submitted by the Commission to each rating service then maintaining a rating on the 2022 Subordinate Bonds.

(vi) The Commission shall cause to be delivered to the Trustee and Remarketing Agent not less than 30 days prior to the Expiration Date of an existing Letter of Credit (A) a commitment by the Bank that will issue the Substitute Letter of Credit, and (B) written notice from each rating service that has established a rating on the 2022 Subordinate Bonds stating whether the substitution of the Substitute Letter of Credit will result in a reduction or withdrawal of its long-term rating or short-term rating then in effect on the 2022 Subordinate Bonds. The 2022 Subordinate Bonds shall be subject to mandatory tender as provided herein upon substitution of an existing Letter of Credit.

(c) The Commission shall exercise its best efforts to arrange for the delivery to the Trustee of a Substitute Letter of Credit to replace any Letter of Credit then in effect at or before the expiration thereof prior to the end of any then current Interest Rate Period or upon the occurrence of any of the following events or circumstances.

(i) If the Bank has rescinded, terminated or repudiated the Letter of Credit, or the Bank or any governmental agency with jurisdiction over the Letter of Credit is challenging the validity of the Letter of Credit or if the Bank is in default under the applicable Letter of Credit.

(ii) If the Bank refuses to extend the Expiration Date with respect to the current Letter of Credit then in effect, the term of such Substitute Letter of Credit need not (but may) begin prior to the Expiration Date of the current Letter of Credit then in effect. The Commission shall not terminate the current Letter of Credit until the term of the Substitute Letter of Credit has begun.

(iii) Receipt by the Trustee of written notice from the Bank that an "event of default" or an "event of termination" as defined in the Letter of Credit has occurred and is continuing under the Letter of Credit.

(iv) Failure of the Bank to honor its obligation under the Letter of Credit to purchase 2022 Subordinate Bonds.

(d) The Commission may provide its own undertaking agreement if the Commission has agreed to pay the Purchase Price of any tendered 2022 Subordinate Bonds itself. As a result, any references herein to "the Bank" or to "the Letter of Credit" (or similar term) shall be ignored or shall be construed as referencing the Commission for as long as the Commission has agreed to pay the Purchase Price of any tendered 2022 Subordinate Bonds itself. References to a "draw" or "drawing" (or a similar term) on the Letter of Credit, for example, shall be construed in the absence of a Letter of Credit to be a notice to the Commission of the need to provide funds for the purchase of 2022 Subordinate Bonds. If the Commission provides its own Letter of Credit as described in this subparagraph (d), then the Bonds are subject to mandatory tender under the same terms as that of providing a Substitute Letter of Credit herein. In the circumstances described in

this subparagraph (d), the Commission may also contract with another party to provide a liquidity facility which would be available to provide payment in conjunction with the Commission providing funds for the purchase of 2022 Subordinate Bonds; in such case, the Commission will coordinate payment from either the liquidity facility provider or the Commission.

**Section 11.3 Waiver of Bank Defaults.**

If an event of default under the applicable Letter of Credit has been caused by the Bank, the Trustee shall obtain from the Bank written notice of full reinstatement of the Letter of Credit and rescission of the notice of non-reinstatement as a condition to waiving any such event of default.

**Section 11.4 Other Notice.**

If the Trustee does not receive the required funds from the provider of the Letter of Credit as a result of a credit draw thereon or receives a notice of default, repudiation or dishonor of the Letter of Credit, the Trustee shall forthwith make an additional written demand to the Commission for payment of such funds.

**ARTICLE XII  
COVENANTS OF THE COMMISSION**

**Section 12.1 Payment of Principal of and Interest on 2022 Subordinate Bonds.**

The Commission shall promptly pay or cause to be paid the principal or redemption price of, and the interest on, every 2022 Subordinate Bond issued hereunder according to the terms thereof and any other Obligations due and owing under the Continuing Covenant Agreement, but shall be required to make such payment or cause such payment to be made only out of Revenues or otherwise from the Trust Estate.

**Section 12.2 Corporate Existence; Compliance with Laws.**

The Commission shall maintain its corporate existence; shall use its best efforts to maintain and renew all its rights, powers, privileges and franchises; and shall comply with all valid and applicable laws, acts, rules, regulations, permits, orders, requirements and directions of any legislative, executive, administrative or judicial body relating to the issuance of the 2022 Subordinate Bonds.

**Section 12.3 Further Assurances.**

Except to the extent otherwise provided in the Subordinate Indenture, the Commission shall not enter into any contract or take any action by which the rights of the Trustee or the 2022 Subordinate Bondholders may be impaired and shall, from time to time, execute and deliver such further instruments and take such further action as may be required to carry out the purposes of this Supplemental Indenture No. 35.

#### **Section 12.4 Bonds Not to Become Arbitrage Bonds.**

The Commission covenants to the holders of the 2022 Subordinate Bonds that, notwithstanding any other provision of this Supplemental Indenture No. 35 or any other instrument, it will not make any investment or other use of the proceeds of the 2022 Subordinate Bonds which, if such investment or use had been reasonably expected on the Issue Date, would have caused the 2022 Subordinate Bonds to be arbitrage bonds under Section 148 of the Internal Revenue Code and the rules and regulations thereunder, and the Commission further covenants that it will comply with the requirements of such Section, rules and regulations. The foregoing covenants shall extend throughout the term of the 2022 Subordinate Bonds to all funds and accounts created under this Supplemental Indenture No. 35 and all moneys on deposit to the credit of any such fund or account, and to any other amounts which are 2022 Subordinate Bond proceeds for purposes of Section 148 of the Internal Revenue Code and the rules and regulations thereunder.

#### **Section 12.5 Financing Statements.**

The Commission shall cause financing statements relating to this Supplemental Indenture No. 35 to be filed, in such manner and at such places as may be required by law fully to protect the security of the holders of the 2022 Subordinate Bonds and the right, title and interest of the Trustee in and to the Trust Estate or any part thereof. From time to time, the Trustee may, but shall not be required to, obtain an opinion of Counsel setting forth what, if any, actions by the Commission or Trustee should be taken to preserve such security. The Commission shall execute or cause to be executed any and all further instruments as may be required by law or as shall reasonably be requested by the Trustee for such protection of the interests of the 2022 Subordinate Bondholders, and shall furnish satisfactory evidence to the Trustee of filing and refiling of such instruments and of every additional instrument which shall be necessary to preserve the security of the 2022 Subordinate Bondholders and the right, title and interest of the Trustee in and to the Trust Estate or any part thereof until the principal of and interest on the 2022 Subordinate Bonds issued hereunder shall have been paid. The Trustee shall execute or join in the execution of any such further or additional instruments and file or join in the filing thereof at such time or times and in such place or places as it may be advised by an opinion of Counsel will preserve such security and right, title and interest until the aforesaid principal and interest shall have been paid.

### **ARTICLE XIII RBC SWAP AGREEMENT**

#### **Section 13.1 RBC Swap Agreement as Approved Swap Agreement and Parity Swap Agreement.**

(a) The Commission confirms the RBC Swap Agreement constitutes an Approved Swap Agreement and a Parity Swap Agreement (as defined in the Subordinate Indenture) in connection with the 2022 Subordinate Bonds and that the Trust Estate secures the payment of the obligations of the Commission pursuant to the RBC Swap Agreement; provided, that termination payments under the RBC Swap Agreement shall be subordinated in terms of the lien and priority of payment to the lien of the Trust Estate securing payment of the 2022 Subordinate Bonds.



(b) The Trustee does hereby confirm that, while it is a fiduciary solely of Owners of the Bonds and is not a fiduciary of the other Secured Owners (as defined in the Subordinate Indenture), including the Swap Provider, it shall hold as collateral agent the Trust Estate for the benefit of all Secured Owners (as defined in the Subordinate Indenture), including the Parity Obligations of the Swap Provider, which shall be secured by the Trust Estate on a parity (equal and ratable basis) with the Subordinate Indenture Bonds, except as provided in the Subordinate Indenture.

### **Section 13.2 Debt Service Fund Subaccount.**

Pursuant to Section 4.06 of the Subordinate Indenture, the Trustee confirms the creation of a subaccount in the Debt Service Fund called the "RBC Swap Agreement Subaccount" into which payments by the Commission to the Swap provider are to be deposited.

### **Section 13.3 Termination of RBC Swap Agreement**

When the RBC Swap Agreement has been terminated and all obligations of the Commission thereunder have been paid or satisfied in full, the Trustee, upon written request of the Commission, which shall include a representation of such payment or satisfaction in full (and on which the Trustee may rely), shall execute such documents to evidence that the Trust Estate no longer secures the RBC Swap Agreement as may be reasonably required by the Commission. Notwithstanding the provisions of Article X of the Subordinate Indenture, so long as the Commission shall have Obligations under the RBC Swap Agreement, the Trust Estate shall not be released and shall remain in full force and effect and the security interest therein granted to secure the RBC Swap Agreement shall not be discharged until all such obligations have been satisfied.

### **Section 13.4 Notice to Rating Agencies.**

The Commission agrees that it shall give written notice to each Rating Agency in the event a termination payment is required to be made by the Commission to the Swap Provider pursuant to the RBC Swap Agreement, which notice shall identify the source of funds used for such payment (which may be payments received by the Commission from another Swap Agreement).

## **ARTICLE XIV MISCELLANEOUS PROVISIONS**

### **Section 14.1 No Rights Conferred on Others.**

Except as specifically otherwise provided herein, nothing herein contained shall confer any right upon any person other than the parties hereto and the Owners of the 2022 Subordinate Bonds.

### **Section 14.2 Legal, etc. Provisions Disregarded.**

In case any provision in this Supplemental Indenture No. 35 or the 2022 Subordinate Bonds shall for any reason be held invalid, illegal or unenforceable in any respect, this Supplemental Indenture No. 35 shall be construed as if such provision were not included herein,

**Section 14.3 Notices.**

(a) General. All notices and other communications provided for hereunder to the Commission or the Trustee shall be in writing and sent by United States certified or registered mail, return receipt requested, or by telegraph, telex, telecopier or private delivery service or personal service, addressed as follows:

If to the Commission: Pennsylvania Turnpike Commission  
700 South Eisenhower Boulevard  
Middletown, PA 17057  
Fax No.: (717) 986-8754

With a copy to: P.O. Box 67676  
Harrisburg, PA 17106-7676  
Attention: Chief Financial Officer

If to the Trustee: Computershare Trust Company, N.A.  
CTSO Mail Operations  
600 S. Fourth Street, 7<sup>th</sup> Floor  
Minneapolis, MN 55415  
Attention: Darlene Dimter, Corporate Trust Department  
Telephone: (215) 290-1673

(b) Notice to the Purchaser. All notices and other communications to be provided to the Purchaser shall be in writing and sent by United States certified or registered mail, return receipt requested, telecopier, private delivery service or personal service addressed as follows:

PNC Bank, National Association  
301 Fayetteville Street  
Raleigh, North Carolina 27601  
Attention: Brian Miller  
Senior Vice President  
Public Finance  
Telephone: (919) 788-5573  
Telecopy: (919) 755-0374  
Email: [brian.m.miller@pnc.com](mailto:brian.m.miller@pnc.com)



With a copy to:

PNC Bank, National Association  
300 Fifth Avenue, 11<sup>th</sup> Floor  
Pittsburgh, PA 15222  
Attention: Glenn Groninger  
Senior Vice President, Managing Director  
Public Finance  
Telephone: (412) 762-2579  
Email: [glenn.groninger@pnc.com](mailto:glenn.groninger@pnc.com)

Any party hereto may change the address to which notices to it are to be sent by written notice given to the other persons listed in this Section. All notices shall, when mailed as aforesaid, be effective on the date indicated on the return receipt, and all notices given by other means shall be effective when received.

**Section 14.4 Successors and Assigns.**

All the covenants, promises and agreements in this Supplemental Indenture No. 35 contained by or on behalf of the Commission, or by or on behalf of the Trustee, shall bind and inure to the benefit of their respective successors and assigns, whether so expressed or not.

**Section 14.5 Headings for Convenience Only.**

The descriptive headings in this Supplemental Indenture No. 35 are inserted for convenience only and shall not control or affect the meaning or construction of any of the provisions hereof.

**Section 14.6 Counterparts.**

This Supplemental Indenture No. 35 may be executed in any number of counterparts, each of which when so executed and delivered shall be an original; but such counterparts shall together constitute but one and the same instrument.

**Section 14.7 Information Under Uniform Commercial Code.**

The following information is stated in order to any facilitate filings under the Uniform Commercial Code:

The secured party is Computershare Trust Company, N.A., Trustee. Its address from which information concerning the security interest may be obtained is set forth in Section 14.3 hereof. The debtor is Pennsylvania Turnpike Commission. Its mailing address is set forth in Section 14.3 hereof.

**Section 14.8 Applicable Law.**

This Supplemental Indenture No. 35 shall be governed by and construed in accordance with the laws of the Commonwealth.

**Section 14.9 Notice to Rating Agency.**

The Trustee shall promptly notify each Rating Agency then rating the 2022 Subordinate Bonds at the request of the Commission of any material amendment or supplement to the Subordinate Indenture, this Supplemental Indenture No. 35, any Letter of Credit, or any mortgage, deed of trust, security or guaranty securing payments due thereunder; of any expiration, termination, substitution or extension of any Letter of Credit; of any change in the Trustee; and upon the payment in full of 2022 Subordinate Bonds.

(Remainder of Page Intentionally Left Blank)

**IN WITNESS WHEREOF**, the Pennsylvania Turnpike Commission has caused this Supplemental Indenture No. 35 to be executed on behalf of the Commission by its Chief Financial Officer and attested by its (Assistant) Secretary/(Assistant) Treasurer or other authorized officer, and Computershare Trust Company, N.A., as Trustee, has caused this Supplemental Indenture No. 35 to be executed by one of its Authorized Officers and attested by one of its Authorized Officers all as of the day and year first above written.

ATTEST:

**Ann Louise Edwards**  
Digitally signed by  
Ann Louise Edwards  
Date: 2022.04.21  
15:57:19 -04'00'  
\_\_\_\_\_  
(Assistant) Secretary/(Assistant) Treasurer

PENNSYLVANIA TURNPIKE  
COMMISSION  
**Richard C Dreher**  
Digitally signed by  
Richard C Dreher  
Date: 2022.04.20  
13:52:17 -04'00'  
By: \_\_\_\_\_  
Chief Financial Officer

ATTEST:

COMPUTERSHARE TRUST COMPANY,  
N.A.

\_\_\_\_\_  
Authorized Officer

By: \_\_\_\_\_  
Authorized Officer

IN WITNESS WHEREOF, the Pennsylvania Turnpike Commission has caused this Supplemental Indenture No. 35 to be executed on behalf of the Commission by its Chief Financial Officer and attested by its (Assistant) Secretary/(Assistant) Treasurer or other authorized officer, and Computershare Trust Company, N.A., as Trustee, has caused this Supplemental Indenture No. 35 to be executed by one of its Authorized Officers and attested by one of its Authorized Officers all as of the day and year first above written.

ATTEST:

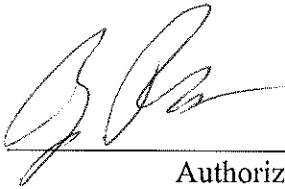
PENNSYLVANIA TURNPIKE  
COMMISSION

\_\_\_\_\_  
(Assistant) Secretary/(Assistant) Treasurer

By: \_\_\_\_\_  
Chief Financial Officer

ATTEST:

COMPUTERSHARE TRUST COMPANY,  
N.A.

  
\_\_\_\_\_  
Authorized Officer  
Ryan Thomas

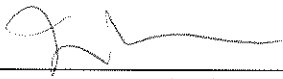
By:   
\_\_\_\_\_  
Authorized Officer  
Jessica Wuornos

EXHIBIT A

TO TRUST INDENTURE (FORM OF 2022 SUBORDINATE BOND)

Issue Date: April 28, 2022 Dated Date: April 28, 2022  
No: R-1 Interest Rate: (as provided herein)  
Registered Owner: PNC Bank, National Association  
Maturity Date: December 1, 2041  
Principal Amount: \$291,850,000

\$291,850,000

PENNSYLVANIA TURNPIKE COMMISSION  
TURNPIKE SUBORDINATE REVENUE REFUNDING BONDS, FIRST SERIES OF 2022

Pennsylvania Turnpike Commission (the "Commission"), an instrumentality of the Commonwealth of Pennsylvania (the "Commonwealth"), for value received, hereby promises to pay to the registered owner hereof, or registered assigns, on the maturity date shown hereon, the principal amount shown hereon, unless redeemed prior thereto as hereinafter provided, upon presentation and surrender hereof (to the extent required pursuant to Supplemental Indenture No. 35, as defined below) at the designated corporate trust office of Computershare Trust Company, N.A., Philadelphia, Pennsylvania, as successor Trustee (the "Trustee") under a Subordinate Trust Indenture dated as of April 1, 2008 between the Commission and the Trustee, as amended and supplemented, including by that certain Supplemental Trust Indenture No. 35 dated as of April 1, 2022 (the "Supplemental Indenture No. 35") (collectively, the "Subordinate Indenture"), and to pay by wire transfer, check or draft drawn on Computershare Trust Company, N.A. (together with any successors, the "Paying Agent"), interest on such principal sum, at the interest rate as described herein and in the Supplemental Indenture No. 35. The principal of and interest on this Bond shall be payable in any coin or currency of the United States of America which on the respective dates of payment thereof is legal tender for the payment of public and private debts. The principal of and redemption premium, if any, on this Bond shall be payable by wire transfer, check or draft to the Registered Owner at the maturity or redemption date hereof upon presentation and surrender of this Bond, if required by Supplemental Indenture No. 35.

The interest payable on this Bond on any Interest Payment Date shall be paid by the Trustee to the Registered Owner appearing on the registration books of the Commission (the "Bond Register") maintained by the Trustee, as Bond Registrar, at the close of business on the Record Date for such interest next preceding such Interest Payment Date and shall be paid (1) by check or draft of the Trustee mailed on the applicable Interest Payment Date to such Registered Owner at his address as it appears on such Bond Register or at such other address furnished in writing by such Registered Owner to the Trustee or (2) by electronic transfer in immediately available funds, if the Bonds are held by The Depository Trust Company or another securities depository, or at the written request addressed to the Trustee by any Owner of Bonds in the aggregate principal amount of at least \$1,000,000 such request to be signed by such Owner, containing

the name of the bank (which shall be in the continental United States), its address, its ABA routing number, the name and account number to which credit shall be made and an acknowledgment that an electronic transfer fee is payable, and to be filed with the Trustee no later than one Business Day before the applicable Record Date preceding such Interest Payment Date. Interest on Short-Term Rate Bonds shall be paid only upon presentation and surrender of those Bonds. Interest on any Bank Bond that ceases to be a Bank Bond during an interest period shall be paid to the Person who is the Owner at the close of business on the Regular Record Date at the rate borne by Bonds other than Bank Bonds.

The amortization of this Bond is attached as Schedule I hereto.

The Bonds are not "Debt Service Reserve Fund Bonds" for purposes of the Subordinate Indenture.

THIS BOND IS A LIMITED OBLIGATION OF THE COMMISSION AND IS PAYABLE SOLELY FROM THE SOURCES REFERRED TO HEREIN. NEITHER THE FAITH AND CREDIT NOR THE TAXING POWER OF THE COMMONWEALTH OR ANY POLITICAL SUBDIVISION THEREOF IS PLEDGED FOR THE PAYMENT OF THIS BOND. THIS BOND SHALL NOT BE OR BE DEEMED AN OBLIGATION OF THE COMMONWEALTH OR ANY POLITICAL SUBDIVISION THEREOF. THE COMMONWEALTH IS NOT DIRECTLY OR INDIRECTLY OR CONTINGENTLY OBLIGATED TO PAY THE PRINCIPAL, INTEREST OR REDEMPTION PRICE OF THE BONDS OR TO LEVY OR TO PLEDGE ANY FORM OF TAXATION WHATEVER THEREFOR, OR TO MAKE ANY APPROPRIATION FOR PAYMENT OF THE BONDS. THE COMMISSION HAS NO TAXING POWER.

This Bond is one of a duly authorized issue of bonds of the Commission designated "Turnpike Subordinate Revenue Refunding Bonds, First Series of 2022" (the "Bonds" or the "2022 Subordinate Bonds"), issued in the aggregate principal amount of \$291,850,000 pursuant to an Act of the General Assembly of the Commonwealth of Pennsylvania approved July 18, 2007, P.L. 169, No. 2007-44 ("Act 44") and various other Acts of the General Assembly approved on several dates, including the Act of May 21, 1937, P.L. 774; the Act of May 24, 1945, P.L. 972; the Act of February 26, 1947, P.L. 17; the Act of May 23, 1951, P.L. 335; the Act of August 14, 1951, P.L. 1232; and the Act of September 30, 1985, P.L. 240, to the extent not repealed by Act 44, and the Act of General Assembly of Pennsylvania approved on November 25, 2013, P.L. 974, No. 89 ("Act 89") (collectively called, the "Enabling Acts"), under and pursuant to a resolution of the Commission and under and pursuant to the Subordinate Indenture, to refund on a current refunding basis the Commission's Turnpike Subordinate Revenue Refunding Bonds, First Series of 2017.

Whenever the due date for payment of interest or principal of the Bonds (as hereinabove defined) or the date fixed for redemption of any Bond shall be a Saturday, a Sunday, a legal holiday or a day on which the Trustee or the Paying Agent is authorized by law to close, then payment of such interest, principal or redemption price need not be made on such date, but may be made on the next succeeding day which is not a Saturday, a Sunday, a legal holiday, or a day on which the Trustee or the Paying Agent is authorized by law to close, with the same force and effect as if made on the due date for payment of principal, interest or redemption

price, and no interest shall accrue thereon for any period after such due date. Principal of, premium, if any, and interest on this Bond are payable only from moneys deposited or to be deposited under the Subordinate Indenture, in such coin or currency of the United States of America as at the time and place of payment is legal tender for payment of public and private debts.

The Subordinate Indenture provides for the issuance, under the conditions, limitations and restrictions therein set forth, of additional Revenue Bonds, Revenue Bonds Parity Obligations, Special Revenue Bonds, Special Revenue Bonds Parity Obligations, Subordinate Indenture Bonds and Subordinate Indebtedness (each as described in the Subordinate Indenture) for the purposes set forth therein.

The Bonds are secured as set forth in the Subordinate Indenture and herein together with all other Revenue Bonds and Revenue Parity Bond Obligations issued or to be issued in the future pursuant to the Subordinate Indenture, by a pledge by the Commission of the Trust Estate (as defined in the Subordinate Indenture).

The Commission covenants in the Subordinate Indenture that it will establish and maintain schedules of Tolls (as defined in the Subordinate Indenture) for traffic over the System (as defined in the Subordinate Indenture) as required by the Senior Indenture (as such term is defined in the Subordinate Indenture) and, in addition, so that the amount paid into the General Reserve Fund of the Senior Indenture in each Fiscal Year and for each Commission Payment, will be at least sufficient to provide funds in an amount not less than: (1) 115% of the Annual Debt Service for such Fiscal Year on account of all Outstanding Revenue Bonds and Revenue Bonds Parity Obligations; plus (2) 100% of the Annual Debt Service for such Fiscal Year on account of all Outstanding Special Revenue Bonds, Special Revenue Bonds Parity Obligations and Subordinated Indebtedness (all such terms as defined in the Subordinate Indenture); plus (3) any payment by the Commission required by Section 4.07 of the Subordinate Indenture for restoring any deficiency in the Debt Service Reserve Fund.

**Interest Rates.** The Bonds shall bear interest at an Indexed Floating Rate, a Daily Rate, Weekly Rate, Monthly Rate, Short-Term Rate, Long-Term Rate or Fixed Rate, determined as provided in Supplemental Indenture No. 35, from and including their date or from and including the most recent Interest Payment Date to which interest has been paid or duly provided for; provided that in no event will the interest rate on any Bonds exceed the Maximum Rate. Interest on the Bonds shall be payable in arrears on each Interest Payment Date, commencing on the first Interest Payment Date after the date of original issuance of the Bonds. The amount of interest payable with respect to any Bonds on any Interest Payment Date shall be computed (1) during Daily Interest Periods, Weekly Interest Periods, Monthly Interest Periods or Short-Term Interest Periods, on the basis of a 365- or 366-day year for the number of days actually elapsed, based on the calendar year in which the Daily Interest Period, Weekly Interest Period, Monthly Interest Period or Short-Term Interest Period ends, and (2) during a Fixed Rate Period and a Long-Term Rate Period, on the basis of a 360-day year of twelve 30-day months. This Bond will initially bear interest at an Indexed Floating Rate as described in Section 2.3(j) of Supplemental Indenture No. 35. Interest payable on this Bond while bearing interest at the Initial Indexed Floating Rate shall be computed on the basis of actual days over a 360-day year.



**Tender for Purchase.** While the Bonds bear interest at Daily Rates, Weekly Rates, or Monthly Rates, the Owners thereof, at their option, may also tender their Bonds for purchase as provided in Supplemental Indenture No. 35. The Bonds are also subject to mandatory tender as provided in Supplemental Indenture No. 35.

**Redemption. Special Mandatory Redemption.** The Bonds are subject to special mandatory redemption prior to their stated maturity as provided in Supplemental Indenture No. 35.

**Optional Redemption.** The Bonds are subject to optional redemption prior to their stated maturity as provided in Supplemental Indenture No. 35.

In the case of an optional redemption, the notice may state (1) that it is conditioned upon the deposit of moneys in an amount equal to the amount necessary to effect the redemption with the Trustee no later than the redemption date or (2) that the Commission retains the right to rescind such notice at any time prior to the scheduled redemption date if the Commission delivers a certificate of a Commission Representative to the Trustee instructing the Trustee to rescind the redemption notice (in either case, a "Conditional Redemption"), and such notice and optional redemption shall be of no effect if such moneys are not so deposited or if the notice is rescinded as described below.

Any Conditional Redemption may be rescinded in whole or in part at any time prior to the redemption date if the Commission delivers a certificate of a Commission Representative to the Trustee instructing the Trustee to rescind the redemption notice. The Trustee shall give prompt notice of such rescission to the affected Bondholders. Any Bonds subject to Conditional Redemption where redemption has been rescinded shall remain Outstanding, and the rescission shall not constitute an Event of Default. Further, in the case of a Conditional Redemption, the failure of the Commission to make funds available in part or in whole on or before the redemption date shall not constitute an Event of Default.

The owner of this Bond shall have no right to enforce the provisions of the Subordinate Indenture or to institute action to enforce the covenants therein, or to take any action with respect to any event of default under the Subordinate Indenture, or to institute, appear in or defend any suit or other proceeding with respect thereto, except as provided in the Subordinate Indenture.

Upon the occurrence of an event of default, and on the conditions, in the manner and with the effect set forth in the Subordinate Indenture, the principal of all Bonds then outstanding under the Subordinate Indenture may become or may be declared due and payable before the stated maturities thereof, together with the interest accrued thereon.

Modifications or alterations of the Subordinate Indenture or of any indenture supplemental thereto may be made by the Commission and the Trustee only to the extent and in the circumstances permitted by the Subordinate Indenture.

All acts, conditions and things required by the constitution and statutes of the Commonwealth and the rules and regulations of the Commission to happen, exist and be performed precedent to and in the issuance of this Bond and the execution of the Subordinate Indenture have happened, exist and have been performed as so required.

This Bond shall not be valid or become obligatory for any purpose or be entitled to any security or benefit under the Subordinate Indenture until the Certificate of Authentication hereon shall have been signed by the Bond Registrar or its Agent.

IN WITNESS WHEREOF, the Commission has caused this 2022 Subordinate Bond to be executed in its name by the manual or facsimile signature of the Chairman or Vice Chairman of the Commission, and the official seal of the Commission or a facsimile of the official seal to be affixed, imprinted, lithographed or reproduced hereon and attested by the manual or facsimile signature of its Assistant Secretary/Assistant Treasurer.

ATTEST:

**Ann Louise  
Edwards**

Digitally signed by  
Ann Louise Edwards  
Date: 2022.04.21  
15:55:00 -04'00'

\_\_\_\_\_  
(Assistant) Secretary/(Assistant) Treasurer

PENNSYLVANIA TURNPIKE  
COMMISSION

By: \_\_\_\_\_

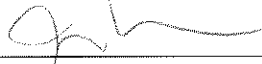
*John Davis*  
\_\_\_\_\_  
(Vice) Chairman



CERTIFICATE OF AUTHENTICATION

This Bond is the Bond described in the within-mentioned Supplemental Indenture No. 35. An executed counterpart of the opinion of Co-Bond Counsel, Clark Hill PLC of Pittsburgh, Pennsylvania and Virtus LLP, Windermere, Florida, dated and delivered on the date of original delivery of and payment for the Bonds, is on file with the Trustee and the Bond Registrar.

Authenticating Agent: Computershare Trust Company, N.A.

By  \_\_\_\_\_  
Authorized Signatory or  
Authenticating Agent

Date of Authentication: April 28, 2022

## ASSIGNMENT

For value received, the undersigned hereby sells, assigns and transfers unto \_\_\_\_\_ the within Bond and all rights thereunder, and hereby irrevocably constitutes and appoints, \_\_\_\_\_ attorney to transfer the said Bond on the bond register, with full power of substitution in the premises.

Assignor's Signature:

Dated:

Signature guaranteed:

Social Security Number or Employer Identification Number of Assignee:

NOTICE: The signature(s) must be guaranteed by a member of an approved Signature Guarantee Medallion Program.

SCHEDULE I

Date	Principal Amount
June 1, 2036	\$18,350,000
June 1, 2037	\$18,940,000
June 1, 2038	\$19,600,000
December 1, 2038	\$6,955,000
June 1, 2039	\$20,200,000
December 1, 2039	\$5,980,000
December 1, 2040	\$136,945,000
December 1, 2041	\$64,880,000